

BBK B.S.C.
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 September 2012 (Unaudited)

	<i>Unaudited</i> 30 September <i>2012</i>	<i>Audited</i> <i>31 December</i> <i>2011</i>	<i>Unaudited</i> <i>30 September</i> <i>2011</i>
<i>Note</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>
ASSETS			
Cash and balances with central banks	279,386	227,973	266,058
Treasury bills	143,638	215,286	202,005
Financial assets at fair value through statement of income	347	-	1,926
Deposits and amounts due from banks and other financial institutions	253,825	243,480	268,541
Loans and advances to customers	1,464,322	1,406,719	1,389,672
Non-trading investment securities	723,044	563,915	506,056
Investment in associated companies and joint venture	53,131	51,127	41,549
Interest receivable and other assets	34,961	27,949	27,023
Premises and equipment	28,321	28,605	28,680
TOTAL ASSETS	<u>2,980,975</u>	<u>2,765,054</u>	<u>2,731,510</u>
LIABILITIES AND EQUITY			
Liabilities			
Deposits and amounts due to banks and other financial institutions	222,492	142,361	220,996
Borrowings under repurchase agreement	-	1,067	-
Term borrowings	237,696	236,615	246,155
Customers' current, savings and other deposits	2,178,968	2,076,214	1,978,892
Interest payable and other liabilities	72,517	70,778	56,895
Total liabilities	<u>2,711,673</u>	<u>2,527,035</u>	<u>2,502,938</u>
Equity			
Share capital	85,135	85,135	85,135
Treasury stock	(3,261)	(4,445)	(4,233)
Share premium	39,919	39,919	39,919
Statutory reserve	42,568	42,568	42,568
General reserve	39,500	36,000	36,000
Cumulative changes in fair values	5,075	(16,192)	(22,820)
Foreign exchange translation adjustments	(1,837)	(561)	1,211
Retained earnings	61,734	29,306	50,478
Appropriations	9	25,938	-
ATTRIBUTABLE TO THE SHAREHOLDERS OF THE BANK	<u>268,833</u>	<u>237,668</u>	<u>228,258</u>
Non-controlling interest	469	351	314
Total equity	<u>269,302</u>	<u>238,019</u>	<u>228,572</u>
TOTAL LIABILITIES AND EQUITY	<u>2,980,975</u>	<u>2,765,054</u>	<u>2,731,510</u>

 Murad Ali Murad
Chairman

 Aref Saleh Khamis
Deputy Chairman

 Abdul Karim Ahmed Bucheery
Chief Executive

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements

BBK B.S.C.
INTERIM CONSOLIDATED STATEMENT OF INCOME

Nine months ended 30 September 2012 (unaudited)

	Note	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		2012	2011	2012	2011
		BD '000	BD '000	BD '000	BD '000
Interest and similar income		26,623	23,656	77,191	67,559
Interest and similar expense		(9,664)	(9,122)	(28,802)	(24,140)
Net interest income	8	16,959	14,534	48,389	43,419
Share of profit of associated companies and joint venture		1,513	956	4,219	2,414
Other income	7, 8	9,916	8,675	26,933	26,786
Total operating income		28,388	24,165	79,541	72,619
Staff costs		7,973	7,695	24,204	22,835
Other expenses		3,589	3,570	10,428	10,338
Depreciation		872	868	2,594	2,602
Net provision for impairment on loans and advances to customers		6,596	7,490	7,504	9,295
Net provision for impairment on non-trading investment securities		694	255	2,208	380
Total operating expenses		19,724	19,878	46,938	45,450
PROFIT BEFORE TAXATION		8,664	4,287	32,603	27,169
Net tax provision		125	(244)	(419)	(17)
PROFIT FOR THE PERIOD		8,789	4,043	32,184	27,152
Attributable to:					
Shareholders of the Bank		8,759	4,035	32,066	27,119
Non-controlling interest		30	8	118	33
		8,789	4,043	32,184	27,152
Basic and diluted earnings per share (BD)	10	0.010	0.005	0.038	0.032

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements

BBK B.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine months ended 30 September 2012 (unaudited)

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September</i>		<i>30 September</i>	
	2012	2011	2012	2011
Note	BD '000	BD '000	BD '000	BD '000
Profit for the period	8,789	4,043	32,184	27,152
Foreign exchange translation adjustments	(85)	(1,200)	(1,276)	294
Net movement in cumulative changes in fair values	10,816	(13,507)	20,799	(16,937)
Share of changes in fair value reserve of associates	95	582	468	582
Other comprehensive income for the period	10,826	(14,125)	19,991	(16,061)
Total comprehensive income for the period	19,615	(10,082)	52,175	11,091
Attributable to:				
Shareholders of the Bank	19,585	(10,090)	52,057	11,058
Non-controlling interest	30	8	118	33
	19,615	(10,082)	52,175	11,091

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Nine months ended 30 September 2012 (unaudited)

	<i>Nine months ended</i>	
	<i>30 September</i>	
Note	2012	2011
	BD '000	BD '000
OPERATING ACTIVITIES		
Profit for the period before taxation	32,603	27,169
Adjustments for:		
Net provisions relating to impairment on:		
Loans and advances to customers	7,504	9,295
Non-trading investment securities	2,208	380
Share of profit of associated companies and joint venture	(4,219)	(2,414)
Depreciation	2,594	2,602
Realised gains on sale of non-trading investment securities	(1,279)	(2,238)
Gain on buy back of term borrowings	-	-
Accrual on term borrowings	1,081	-
Operating profit before working capital changes	40,492	34,794
(Increase) decrease in operating assets:		
Mandatory reserve deposits with central banks	2,996	(2,353)
Treasury bills maturing after 90 days	56,083	(48,828)
Net change in financial assets at fair value through statement of income	(347)	(1,926)
Deposits and amounts due from banks and other financial institutions	50,162	(32,359)
Loans and advances to customers	(65,107)	(122,651)
Interest receivable and other assets	(7,012)	(5,927)
Increase (decrease) in operating liabilities:		
Deposits and amounts due to banks and other financial institutions	80,131	25,495
Borrowings under repurchase agreements	(1,067)	(1,678)
Customers' current, savings and other deposits	102,754	385,316
Interest payable and other liabilities	1,739	11,294
Net cash from operating activities	260,824	241,177
INVESTING ACTIVITIES		
Purchase of non-trading investment securities	(440,500)	(280,467)
Sale of non-trading investment securities	301,184	184,853
Investment in associated company	-	(6,279)
Dividend received from associated company	2,683	2,845
Purchase of premises and equipment	(2,310)	(2,200)
Net cash used in investing activities	(138,943)	(101,248)
FINANCING ACTIVITIES		
Payment of dividend and donations	(22,438)	(22,680)
Term borrowings - redeemed	-	(124,124)
Purchase of treasury stock	1,184	(491)
Net cash used in financing activities	(21,254)	(147,295)
Foreign exchange translation adjustments	(1,276)	294
NET CHANGE IN CASH AND CASH EQUIVALENTS	99,351	(7,072)
Cash and cash equivalents at beginning of the period	313,769	507,863
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	413,120	500,791

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The attached notes 1 to 12 form part of these interim condensed consolidated financial statements

BBK B.S.C.
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine months ended 30 September 2012 (unaudited)

<i>Attributable to the shareholders of the Bank</i>													
	Note	Share capital BD '000	Treasury stock BD '000	Share premium BD '000	Statutory reserve BD '000	General reserve BD '000	Cumulative changes in fair values BD '000	Foreign exchange adjustments BD '000	Retained earnings BD '000	Proposed appropriations BD '000	Total BD '000	Non controlling interest BD '000	Total equity BD '000
Balance at 1 January 2012		85,135	(4,445)	39,919	42,568	36,000	(16,192)	(561)	29,306	25,938	237,668	351	238,019
General reserve transfer - 2011	9	-	-	-	-	3,500	-	-	-	(3,500)	-	-	-
Dividend - 2011	9	-	-	-	-	-	-	-	-	(20,938)	(20,938)	-	(20,938)
Donations - 2011	9	-	-	-	-	-	-	-	-	(1,500)	(1,500)	-	(1,500)
Profit for the period		-	-	-	-	-	-	-	32,066	-	32,066	118	32,184
Other comprehensive income for the period		-	-	-	-	-	21,267	(1,276)	-	-	19,991	-	19,991
Total comprehensive income		-	-	-	-	-	21,267	(1,276)	32,066	-	52,057	118	52,175
Purchase of treasury stock		-	1,184	-	-	-	-	-	-	-	1,184	-	1,184
Share - based payments		-	-	-	-	-	-	-	362	-	362	-	362
Balance at 30 September 2012		85,135	(3,261)	39,919	42,568	39,500	5,075	(1,837)	61,734	-	268,833	469	269,302
Balance at 1 January 2011		85,135	(3,742)	39,919	42,568	27,000	(6,465)	917	23,249	31,680	240,261	281	240,542
General reserve transfer - 2010	9	-	-	-	-	9,000	-	-	-	(9,000)	-	-	-
Dividend - 2010	9	-	-	-	-	-	-	-	-	(20,980)	(20,980)	-	(20,980)
Donations - 2010	9	-	-	-	-	-	-	-	-	(1,700)	(1,700)	-	(1,700)
Profit for the period		-	-	-	-	-	-	-	27,119	-	27,119	33	27,152
Other comprehensive income for the period		-	-	-	-	-	(16,355)	294	-	-	(16,061)	-	(16,061)
Total comprehensive income		-	-	-	-	-	(16,355)	294	27,119	-	11,058	33	11,091
Purchase of treasury stock		-	(491)	-	-	-	-	-	-	-	(491)	-	(491)
Share - based payments		-	-	-	-	-	-	-	110	-	110	-	110
Balance at 30 September 2011		85,135	(4,233)	39,919	42,568	36,000	(22,820)	1,211	50,478	-	228,258	314	228,572

The attached notes 1 to 12 form part of these interim condensed consolidated financial statements