

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31.3.19 US\$ millions	31.12.18 US\$ millions
ASSETS		
Cash and other liquid assets	5,152.8	5,114.2
Securities purchased under agreements to resell	1,522.4	1,015.9
Placements	6,151.0	6,770.8
Trading securities	187.1	177.7
Investment securities	3,864.1	3,897.2
Loans and advances	9,783.7	9,817.8
Other assets	626.3	752.5
Total assets	27,287.4	27,546.1
LIABILITIES		
Deposits from banks	850.1	2,372.2
Deposits from customers	19,549.8	18,322.4
Securities sold under agreements to repurchase	511.1	735.4
Other liabilities	574.1	581.9
Senior term financing	3,547.5	3,338.0
Total liabilities	25,032.6	25,349.9
EQUITY		
Share capital	2,500.0	2,500.0
Reserves	391.0	361.4
Retained earnings	(636.2)	(665.2)
Total equity	2,254.8	2,196.2
Total liabilities & equity	27,287.4	27,546.1

CONSOLIDATED STATEMENT OF CASH FLOWS

	Three months ended 31.3.19 US\$ millions	Three months ended 31.3.18 US\$ millions
OPERATING ACTIVITIES		
Net income before tax	30.6	27.2
Adjustments to reconcile net income to net cash flow from operating activities:-		
Provision charge for loans and advances	1.3	29.0
Provision charge for other assets	-	1.9
Tax paid	(1.3)	(2.1)
Amortisation of investment securities	2.4	2.4
Amortisation of senior term financing	0.1	0.1
Net increase in statutory deposits with central banks	(121.0)	(24.8)
Net (increase) / decrease in securities purchased under agreements to resell	(506.5)	50.0
Net decrease in placements	619.8	1,577.4
Net increase in trading securities	(9.4)	(17.1)
Net decrease / (increase) in loans and advances	35.4	(414.1)
Decrease in accrued interest receivable	42.2	32.0
Decrease in accrued interest payable	(32.5)	(28.7)
Net decrease / increase in other net assets	290.8	(344.0)
Net decrease in deposits from banks	(1,522.1)	(728.2)
Net increase in deposits from customers	1,227.4	1,667.1
Net decrease in securities sold under agreement to repurchase	(224.3)	(700.7)
Net cash (outflow) / inflow from operating activities	(167.1)	1,127.4
INVESTING ACTIVITIES		
Purchase of investment securities	(62.3)	(266.1)
Maturity of investment securities	197.3	305.9
Net cash inflow from investing activities	135.0	39.8
FINANCING ACTIVITIES		
Issuance of senior term financing	213.3	5.3
Maturity of senior term financing	-	(25.2)
Net cash inflow / (outflow) from financing activities	213.3	(19.9)
Increase in cash and cash equivalents	181.2	1,147.3
Net foreign exchange difference	(263.6)	323.9
Cash and cash equivalents at 1st January	4,883.2	3,552.6
Cash and cash equivalents at 31st March	4,800.8	5,023.8

CONSOLIDATED STATEMENT OF INCOME

	Three months ended 31.3.19 US\$ millions	Three months ended 31.3.18 US\$ millions
Interest income	211.0	165.2
Interest expense	142.3	98.7
Net interest income	68.7	66.5
Fee and commission income	15.7	15.7
Foreign exchange income	3.0	4.1
Trading income	9.6	5.3
Other income	-	26.5
Total income	97.0	118.1
Staff expenses	36.7	37.9
Premises expenses	5.3	5.2
Other operating expenses	23.1	16.9
Total operating expenses	65.1	60.0
Net income before provisions and tax	31.9	58.1
Provision charge for other assets	-	(1.9)
Provision charge for loans and advances	(1.3)	(29.0)
Net income before tax	30.6	27.2
Taxation charge	(1.9)	(1.4)
Net income	28.7	25.8

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 31.3.19 US\$ millions	Three months ended 31.3.18 US\$ millions
Net income	28.7	25.8
Other comprehensive income:-		
Items that may subsequently be reclassified to consolidated statement of income:-		
Cash flow hedges:-		
- net changes in fair value	0.8	(1.3)
	0.8	(1.3)
Items that will not be reclassified to consolidated statement of income:-		
Net changes in fair value of equity investments classified as fair value through other comprehensive income (FVTOCI)	29.1	11.7
Remeasurement of defined benefit pension fund	-	10.5
	29.1	22.2
Total other comprehensive income	29.9	20.9
Total comprehensive income	58.6	46.7

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital US\$ millions	Reserves US\$ millions	Retained earnings US\$ millions	Total US\$ millions
At 1st January 2019	2,500.0	361.4	(665.2)	2,196.2
Net income for the period	-	-	28.7	28.7
Other comprehensive income for the period	-	29.9	-	29.9
Total comprehensive income for the period	-	29.9	28.7	58.6
Transfer to retained earnings	-	(0.3)	0.3	-
At 31st March 2019	2,500.0	391.0	(636.2)	2,254.8
At 1st January 2018	2,500.0	352.5	(441.6)	2,410.9
Net income for the period	-	-	25.8	25.8
Other comprehensive income for the period	-	10.4	10.5	20.9
Total comprehensive income for the period	-	10.4	36.3	46.7
Transfer to retained earnings	-	(2.2)	2.2	-
At 31st March 2018	2,500.0	360.7	(403.1)	2,457.6

ACCOUNTING POLICIES

The condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The condensed interim consolidated financial statements for the three months ended 31st March 2019 have been prepared in compliance with International Accounting Standard (IAS) No. 34: Interim Financial Reporting. The accounting policies have been consistently applied by the Group and are consistent with those of the previous year, as set out in the consolidated financial statements for the year ended 31st December 2018, except for the adoption of applicable new accounting standards with effect from 1st January 2019.

All 31st March figures in the condensed interim consolidated financial statements have been reviewed by the external auditors, while those at 31st December are audited.

The condensed interim consolidated financial statements were approved by the Board of Directors on 13th April 2019 and signed on its behalf by:-

Abdullah bin Hassan Alabdulgader
Chairman

Sultan bin Abdul Malek Al-Sheikh
Chairman of the Board Audit Committee

Abdulaziz A. Al-Helaissi
Group Chief Executive Officer

The above has been extracted from the condensed interim consolidated financial statements which have been reviewed by Ernst & Young (EY).
The condensed interim consolidated financial statements are available on GIB's website at www.gib.com