

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

Al Baraka Islamic Bank B.S.C. (c)

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

31 MARCH 2024 (UNAUDITED AND REVIEWED)



Review report on the interim condensed consolidated financial statements to the Board of Directors of Al Baraka Islamic Bank B.S.C. (c)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Baraka Islamic Bank B.S.C. (c) (the "Bank") and its subsidiary (together the "Group") as at 31 March 2024 and the related interim condensed consolidated statements of income, comprehensive income, income and attribution related to quasi-equity, changes in owners' equity, cash flows and changes in off-balance sheet assets under management for the three-month period then ended and other explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with FAS 41, "Interim Financial Reporting". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with FAS 41, "Interim Financial Reporting".

A blue ink signature of Elias Abi Nakhoul, written in a cursive style, over the PricewaterhouseCoopers logo.

Elias Abi Nakhoul

PricewaterhouseCoopers M.E Limited

Partner's registration number: 196

Manama, Kingdom of Bahrain

12 May 2024


Al Baraka Islamic Bank B.S.C. (c)**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2024 (Reviewed)

	Notes	Reviewed 31 March 2024 BHD '000	Audited 31 December 2023 BHD '000
ASSETS			
Cash and balances with banks and financial institutions		61,325	91,752
Receivables	3	182,348	169,493
Ijara muntahia bittamleek and ijara receivables	4	232,223	239,310
Musharakat	5	59,102	59,669
Investments	6	409,710	398,178
Investments in real estate		2,911	2,911
Investment in joint venture		6,420	6,291
Premises and equipment		35,396	34,735
Goodwill		3,046	3,004
Other assets	7	15,663	16,514
TOTAL ASSETS		1,008,144	1,021,857
LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY			
Liabilities			
Current accounts		101,467	97,571
Murabaha and other payables		149,471	152,174
Other liabilities	8	37,804	42,700
Total liabilities		288,742	292,445
QUASI EQUITY			
Participatory investment accounts		630,126	638,334
Subordinated mudaraba		4,586	4,515
Total quasi equity		634,712	642,849
Owners' equity			
Share capital		57,100	57,100
Perpetual equity-type instruments		36,192	36,192
Reserves		(9,429)	(9,110)
Accumulated losses		(7,068)	(4,870)
Equity attributable to parent's shareholders		76,795	79,312
Non-controlling interest		7,895	7,251
Total owners' equity		84,690	86,563
TOTAL LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY		1,008,144	1,021,857
OFF-BALANCE SHEET ITEMS:			
ASSETS UNDER MANAGEMENT		173,440	190,965
CONTINGENCIES AND COMMITMENTS	9	109,162	96,803



Sabah Khalil Al Moayyed
Chairperson



Akram Yassin
Vice Chairman



Dr. Adel Abdulla Salem
Chief Executive Officer

The attached explanatory notes 1 to 20 form part of these interim condensed consolidated financial statements.


Al Baraka Islamic Bank B.S.C. (c)**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME**

For the three month period ended 31 March 2024 (Reviewed)

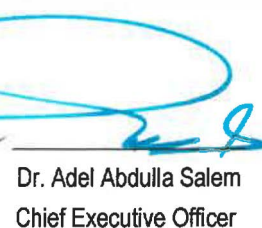
	Notes	Three months ended	
		31 March	
		2024	2023
		BHD '000	BHD '000
Income from financing contracts	10	9,440	9,513
Income from investments	11	10,836	7,970
Share of income from investment in joint venture		129	113
Income from banking services	12	768	894
Other income	13	815	870
Group's Mudarib / Agency fee from off-balance sheet equity of investment accountholders		15	12
TOTAL INCOME		22,003	19,372
Cost of murabaha and other payables		(3,171)	(656)
TOTAL OPERATING INCOME BEFORE ATTRIBUTION TO QUASI EQUITY		18,832	18,716
Net income attributable to quasi-equity		(12,297)	(10,834)
TOTAL OPERATING INCOME		6,535	7,881
OPERATING EXPENSES			
Staff expenses		(2,999)	(3,052)
Depreciation and amortizations		(998)	(898)
Other operating expenses		(2,851)	(2,443)
TOTAL OPERATING EXPENSES		(6,848)	(6,393)
NET OPERATING (LOSS) / INCOME		(313)	1,488
Allowances for impairment - net	14	(141)	(537)
NET (LOSS) / INCOME BEFORE TAXATION		(454)	951
Taxation		(1,213)	(716)
(LOSS) / INCOME FOR THE PERIOD		(1,667)	235
Attributable to:			
Equity of the parent's shareholders		(2,198)	(214)
Non-controlling interest		531	449
		(1,667)	235



Sabah Khalil Al Moayyed
Chairperson



Akram Yaassin
Vice Chairman



Dr. Adel Abdulla Salem
Chief Executive Officer

The attached explanatory notes 1 to 20 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the three months ended 31 March 2024 (Reviewed)

	<i>Three months ended</i>	
	31 March	<i>31 March</i>
	2024	<i>2023</i>
	BHD '000	<i>BHD '000</i>
Net (loss) / income for the period	(1,667)	235
Other comprehensive income / (losses)		
Items that may subsequently be classified to consolidated statement of income		
Surplus / (deficit) on foreign currency translations	438	(5,896)
Net changes in fair value of equity investments measured at fair value through other comprehensive income - net of tax	(644)	(100)
Remeasurement gains on defined benefit obligation	-	18
Total other comprehensive loss for the period	(206)	(5,978)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR	(1,873)	(5,743)
Attributable to:		
Equity of the parent's shareholders	(2,518)	(3,899)
Non-controlling interest	645	(1,844)
	(1,873)	(5,743)

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME AND
ATTRIBUTION RELATED TO QUASI-EQUITY

For the three months ended 31 March 2024 (Reviewed)

	<i>Three months ended</i>	
	31 March 2024 BHD '000	31 March 2023 BHD '000
Total operating income before attribution to Quasi Equity	18,832	18,716
Adjustments for:		
Less: Net operating income from self-financed assets	(4,815)	(6,396)
Less: Expenses attributable to quasi-equity	(923)	(852)
Less: allowance for impairment and credit losses - attributable to quasi-equity	(717)	(185)
Total income available for quasi-equity holders	12,377	11,283
<i>Profit equalization reserve - net movement</i>		
Amount utilized / used during the period	-	155
	-	155
Total income attributable to quasi-equity holders (adjusted for reserves)	12,377	11,438
Less: Bank's share as Mudarib (net of hibba)	(80)	(759)
Net income attributable to quasi-equity holders	12,297	10,679
Net movement in profit equalization reserve	-	155
Net income attributable to quasi-equity	12,297	10,834

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the three month period ended 31 March 2024 (Reviewed)

	Equity attributable to shareholders of the Parent											
	Reserves										Non-controlling interest	Total equity
	Share capital	Perpetual equity-type instruments	Statutory	General	Employee defined benefit plan	Cumulative changes in fair value	Revaluation of premises and equipment	Foreign exchange	(Accumulated losses) / retained earnings	Equity attributable to parent's shareholders		
BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000
Balance at 1 January 2024	57,100	36,192	9,845	3,275	(109)	2,595	119	(24,835)	(4,870)	79,312	7,251	86,563
(Loss) / income for the period	-	-	-	-	-	-	-	-	(2,198)	(2,198)	531	(1,667)
Other comprehensive income / (loss)	-	-	-	-	-	(592)	-	273	-	(319)	113	(206)
Balance at 31 March 2024	57,100	36,192	9,845	3,275	(109)	2,003	119	(24,562)	(7,068)	76,795	7,895	84,690
Balance at 1 January 2023	57,100	36,192	9,847	3,275	(53)	1,494	129	(21,278)	6,090	92,796	7,485	100,281
(Loss) / income for the period	-	-	-	-	-	-	-	-	(214)	(214)	449	235
Other comprehensive income / (loss)	-	-	-	-	11	45	-	(3,741)	-	(3,685)	(2,293)	(5,978)
Distribution of Zakat	-	-	-	-	-	-	-	-	(193)	(193)	-	(193)
Balance at 31 March 2023	57,100	36,192	9,847	3,275	(42)	1,539	129	(25,019)	5,683	88,704	5,641	94,345

The attached explanatory notes 1 to 20 form part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended 31 March 2024 (Reviewed)

	Three months ended	
	31 March	
	2024	2023
	BHD '000	BHD '000
OPERATING ACTIVITIES		
Net (loss) / income before taxation	(454)	951
Adjustments for :		
Other operating expenses	998	898
Allowances for impairment - net	141	537
Loss on sale of premises and equipment	40	-
Gain on sale of investments (Note 11)	(26)	(4)
Share of income from investment in joint venture	(129)	(113)
Operating profit before changes in operating assets and liabilities	<u>570</u>	<u>2,269</u>
Net changes in operating assets and liabilities:		
Balances with central banks in mandatory reserves	6,431	1,446
Receivables	(701)	10,637
Ijara muntahia bittamleek and ijara receivables	7,068	(13,871)
Musharakat	1,145	21,444
Other assets	901	(2,671)
Other liabilities	(4,895)	305
Murabaha and other payables	(2,703)	28,540
Current accounts	3,896	3
Participatory investment accounts	(8,208)	(78,349)
Tax paid	(1,296)	(657)
Net cash generated from / (used in) operating activities	<u>2,208</u>	<u>(30,904)</u>
INVESTING ACTIVITIES		
Purchase of investments	(76,244)	(11,448)
Proceeds from sale / redemption of investments	64,075	46,456
Net (purchase) / sale of premises and equipment	(1,699)	1,091
Net cash (used in) / generated from investing activities	<u>(13,868)</u>	<u>36,099</u>
FINANCING ACTIVITY		
Net movement in subordinated mudaraba	71	(1,331)
Net cash generated from / (used in) financing activity	<u>71</u>	<u>(1,331)</u>
Foreign currency translation adjustments	395	(5,141)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(11,194)	(1,277)
Cash and cash equivalents at 1 January	<u>72,491</u>	<u>45,440</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>61,297</u>	<u>44,163</u>

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:

Cash on hand	10,211	9,876
Balances with central banks in unrestricted accounts	313	10,532
Balances with other banks and financial institutions (with original maturity of 3 months or less)	19,184	18,738
Receivables - Commodities and Wakala placement with FIs (with original maturity of 3 months or less)	31,589	5,017
TOTAL CASH AND CASH EQUIVALENTS	<u>61,297</u>	<u>44,163</u>

For the three month period ended 31 March 2024 (Reviewed)

1 INCORPORATION AND PRINCIPAL ACTIVITIES

Al Baraka Islamic Bank B.S.C. (c) (the "Bank") is a closed shareholding company incorporated in the Kingdom of Bahrain on 21 February 1984. The Bank operates under a Retail Banking license number RB/025 issued by the Central Bank of Bahrain (CBB). The Bank has five commercial branches in the Kingdom of Bahrain. The Bank is 92.81% (2023: 92.81%) owned by Al Baraka Group B.S.C. (the "Ultimate Parent").

The principal activities of the Bank and its subsidiary (the "Group") are taking demand, saving and investment accounts, providing Murabaha finance, Ijara and other Shari'a compliant forms of financing as well as managing investors' money on the basis of Mudaraba or agency for a fee, providing commercial banking services and other investment activities. The Bank's registered office is at Bahrain Bay, P.O. Box 1882, Manama, Kingdom of Bahrain.

These interim condensed consolidated financial statements were approved by the Board of Directors on 12 May 2024.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES**2.1 Basis of Preparation**

The interim condensed consolidated financial statements of the Group are prepared in accordance with applicable rules and regulations issued by the Central Bank of Bahrain ("CBB"). These rules and regulations require the adoption of all Financial Accounting Standards ("FAS") issued by the Accounting and Auditing Organisation of Islamic Financial Institutions (AAOIFI). In accordance with the AAOIFI framework, for matters not covered by FAS, the Group uses the requirements of the relevant IFRS Accounting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). This framework is referred to as "FAS issued by AAOIFI". Accordingly, the interim condensed consolidated financial statements of the Group has been presented in condensed form in accordance with the guidance provided by Financial Accounting Standard 41 - Interim Financial Reporting.

The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the annual consolidated financial statements as at 31 December 2023. In addition, results for the three month period ended 31 March 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

Regulatory non-compliance - CBB rule book volume 2 - High level standards

Rule LR-2.5.2A requires all Bahraini Islamic retail bank licensees to maintain a minimum total equity of BD 100 million. The Group is in breach of this rule as at 31 March 2024 as the equity stood at BD 84.69 million as of that date. The Bank has applied for exemption from CBB in its letter dated 3 December 2023 referencing to their meeting held at the CBB premises on 27 November 2023 and as per their discussion as well as earlier communication with CBB related to capital increase, that the Bank are working on action plan that will be delivered by June 2024 to reinstate the capital position with not later than 31 December 2024. In this regards, the Bank is currently working in collaboration with its major shareholder to develop, submit and implement a comprehensive capitalization plan to cover said breach within timelines prescribed by CBB.

For the three month period ended 31 March 2024 (Reviewed)

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued)

2.2 Significant accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of annual audited consolidated financial statements of the Group for the year ended 31 December 2023 except for the changes due to adoption of new and amended standards as set out in note 2.5.

2.3 Accounting convention

The interim condensed consolidated financial statements are prepared on a historical cost basis, except for investment in real estate, equity-type instruments through equity, equity-type instruments through income statement, debt type instruments through equity, debt type instruments through income statement and land owned by the Group (classified as premises and equipment) that have been measured at fair value.

The interim condensed consolidated financial statements are presented in Bahraini Dinars (BD), being the reporting currency of the Group. All values are rounded to nearest Bahraini Dinar thousand unless otherwise indicated. However, the functional currency of the subsidiary is Pakistani Rupees. Items included in the interim condensed consolidated financial statements of each entity are measured using their respective functional currency.

2.4 Basis of consolidation

These interim condensed consolidated financial statements include the interim condensed financial statements of the Bank and its subsidiary.

The following is the subsidiary of the Bank, which is consolidated in these interim condensed consolidated financial statements:

	<i>Ownership for 2024 / 2023</i>	<i>Year of incorporation</i>	<i>Country of incorporation</i>	<i>No. of branches/ offices at 31 March 2024/ 31 December 2023</i>
<i>Held directly by the Bank</i>				
Al Baraka Bank (Pakistan) Limited	59.13% / 59.13%	2004	Pakistan	170 / 170

2.5 New standards, interpretations and amendments adopted by the Group

During the period, the Group applied the following standards and amendments to standards in preparation of these interim condensed consolidated financial statements. The adoption of the below standards and amendments to standards did not result in changes to previously reported net income or equity of the Group, however, will result in additional disclosures.

2.5.1 FAS 1 (Revised 2021) - General Presentation and Disclosures in the Financial Statements

AAOIFI has issued revised FAS 1 in 2021. The revised FAS 1 supersedes the earlier FAS 1 General Presentation and Disclosures in the Financial Statements of Islamic Banks and Financial Institutions and introduces the concepts of quasi-equity, off-balance-sheet assets under management and other comprehensive income to enhance the information provided to the users of the financial statements. This Group has adopted this standard effectively from 1 January 2024. The adoption of this standard does not have any significant impact on recognition and measurement.

The revision of FAS 1 is in line with the modifications made to the AAOIFI conceptual framework for financial reporting.

Some of the significant revisions to the standard are as follows:

- Revised conceptual framework is now integral part of the AAOIFI FAS's;
- Definition of Quasi equity is introduced;
- Definitions have been modified and improved;
- Concept of comprehensive income has been introduced;
- Institutions other than Banking institutions are allowed to classify assets and liabilities as current and non-current;

For the three month period ended 31 March 2024 (Reviewed)

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued)**2.5 New standards, interpretations and amendments adopted by the Group****2.5.1 FAS 1 (Revised 2021) - General Presentation and Disclosures in the Financial Statements- continued**

- f) Disclosure of Zakah and Charity have been relocated to the notes;
- g) True and fair override has been introduced;
- h) Treatment for change in accounting policies, change in estimates and correction of errors has been introduced;
- i) Disclosures of related parties, subsequent events and going concern have been improved;
- j) Improvement in reporting for foreign currency, segment reporting; and
- k) Presentation and disclosure requirements have been divided into three parts. First part is applicable to all institutions, second part is applicable only to banks and similar IFI's and third part prescribes the authoritative status, effective date and amendments to other AAOIFI FASs.

2.5.2 FAS 40 - Financial Reporting for Islamic Finance Windows

AAOIFI has issued FAS 40 in 2021. The objective of this revised standard is to establish financial reporting requirements for Islamic finance windows and applicable to all conventional financial institutions providing Islamic financial services through an Islamic finance window. This standard improves upon and supersedes FAS 18 "Islamic Financial Services Offered by Conventional Financial Institutions". This standard shall be effective for the financial periods beginning on or after 1 January 2024 with early adoption permitted. As per the Group evaluation, the implementation of this standard will not have any impact on its financial statements.

2.6 New standards, amendments and interpretations issued but not yet effective**2.6.1 FAS 45 - Quasi-Equity (Including Investment Accounts)**

AAOIFI has issued FAS 45 in 2023. This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners' equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance-sheet accounting and are reported as quasi-equity. This standard also provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, derecognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues. This standard shall be effective for the financial reporting periods beginning on or after 1 January 2026.

The concept of quasi-equity has been introduced in FAS 1 "General Presentation and Disclosures in the Financial Statements (Revised 2021)". The Group shall address the requirements of FAS 45 "Quasi-Equity (Including Investment Accounts)" on the effective date of the standard.

2.6.2 FAS 46 - Off-Balance sheet Assets Under Management

AAOIFI has issued FAS 46 in 2023. This standard prescribes the criteria for characterisation of off-balance sheet assets under management, and the related principles of financial reporting in line with the "AAOIFI Conceptual Framework for Financial Reporting". The standard encompasses the aspects of recognition, derecognition, measurement, selection and adoption of accounting policies, related to off-balance-sheet assets under management, as well as certain specific aspects of financial reporting such as impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements particularly aligning the same with the requirements of the revised FAS 1 "General Presentation and Disclosures in the Financial Statements" in respect of the statement of changes in off-balance sheet assets under management. This standard, along with, FAS 45 "Quasi-Equity (Including Investment Accounts)", supersedes the earlier FAS 27 "Investment Accounts". This standard shall be effective for the financial periods beginning on or after 1 January 2026 and shall be adopted at the same time of adoption of FAS 45 -- Quasi-Equity (Including Investment Accounts).

2.6.3 FAS 47 - Transfer of Assets Between Investment Pools

AAOIFI has issued FAS 47 in 2023. This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers between investment pools related to (and where material, between significant categories of) owners' equity, quasi-equity and off-balance sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari'ah principles and rules and describes general disclosure requirements in this respect. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and supersedes the earlier FAS 21 "Disclosure on Transfer of Assets".

For the three month period ended 31 March 2024 (Reviewed)

3 RECEIVABLES

	Reviewed 31 March 2024			Audited 31 December 2023		
	Self financed	Jointly financed	Total	Self financed	Jointly financed	Total
	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000
Commodities and wakala placement with financial institutions	31,593	1	31,594	18,789	-	18,789
Salam financing	-	12,298	12,298	-	9,840	9,840
Istisna'a financing	-	39,188	39,188	-	38,822	38,822
Murabaha financing	424	132,374	132,798	424	134,956	135,380
Bills receivables and others	-	6,341	6,341	-	6,542	6,542
Gross receivables	32,017	190,202	222,219	19,213	190,160	209,373
Deferred profits	-	(15,354)	(15,354)	-	(16,176)	(16,176)
	32,017	174,848	206,865	19,213	173,984	193,197
Less: Allowances for expected credit losses (3.1)	(429)	(24,088)	(24,517)	(425)	(23,279)	(23,704)
Net receivables	31,588	150,760	182,348	18,788	150,705	169,493

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and stage classification. The amounts presented are gross of expected credit losses ("ECL").

	Reviewed 31 March 2024				Audited 31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000	BHD '000
Good (1-4)	89,495	8,614	-	98,109	88,784	7,215	-	95,999
Satisfactory (5-7)	62,107	14,131	-	76,238	49,107	20,055	-	69,162
Default (8-10)	-	-	32,518	32,518	-	-	28,036	28,036
	151,602	22,745	32,518	206,865	137,891	27,270	28,036	193,197

3.1 Allowances for expected credit losses

An analysis of the changes in ECL allowances, is as follows:

	Reviewed 31 March 2024			
	Stage 1: 12- month ECL	Stage 2: Lifetime ECL not credit- impaired	Stage 3: Lifetime ECL credit- impaired	Total
	BHD '000	BHD '000	BHD '000	BHD '000
Balance at 1 January	719	3,394	19,592	23,705
Changes during the period:				
- transferred to Stage 1: 12 month ECL	22	(21)	(1)	-
- transferred to Stage 2: Lifetime ECL not credit-impaired	(6)	6	-	-
- transferred to Stage 3: Lifetime ECL credit-impaired	-	(231)	231	-
Net remeasurement of loss allowance	294	(23)	412	683
Recoveries / write-backs	-	-	(35)	(35)
Allowances for credit losses	310	(269)	607	648
FX translation	2	4	158	164
Balance at 31 March	1,031	3,129	20,357	24,517

For the three month period ended 31 March 2024 (Reviewed)

3 RECEIVABLES (continued)**3.1 Allowances for expected credit losses (continued)**

	<i>Audited</i>			<i>Total</i>
	<i>31 December 2023</i>			
	<i>Stage 1: 12-month ECL</i>	<i>Stage 2: Lifetime ECL not credit-impaired</i>	<i>Stage 3: Lifetime ECL credit-impaired</i>	
<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	
Balance at 1 January	614	3,427	20,461	24,502
Changes during the year:				
- transferred to Stage 1: 12 month ECL	21	(19)	(2)	-
- transferred to Stage 2: Lifetime ECL not credit-impaired	(44)	76	(32)	-
- transferred to Stage 3: Lifetime ECL credit-impaired	-	(516)	516	-
Net remeasurement of loss allowance	129	461	1,462	2,052
Recoveries / write-backs	-	-	(95)	(95)
Allowances for credit losses	106	2	1,849	1,957
Amounts written off during the year	-	-	(17)	(17)
FX translation	(1)	(35)	(2,701)	(2,737)
Balance at 31 December	719	3,394	19,592	23,704

4 IJARA MUNTAHIA BITTAMLEEK AND IJARA RECEIVABLES

	<i>Reviewed</i>			<i>Audited</i>		
	<i>31 March 2024</i>			<i>31 December 2023</i>		
	<i>Self financed</i>	<i>Jointly financed</i>	<i>Total</i>	<i>Self financed</i>	<i>Jointly financed</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Ijara muntahia bittamleek	3,011	214,408	217,419	3,226	220,614	223,840
Ijara income receivables	1,439	17,611	19,050	1,163	18,529	19,692
	4,450	232,019	236,469	4,389	239,143	243,532
Less: Allowances for expected credit losses (4.1)	(34)	(4,212)	(4,246)	(32)	(4,190)	(4,222)
	4,416	227,807	232,223	4,357	234,953	239,310

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and stage classification. The amounts presented are gross of expected credit losses.

	<i>Reviewed</i>				<i>Audited</i>			
	<i>31 March 2024</i>				<i>31 December 2023</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Good (1-4)	216,463	148	-	216,611	221,425	50	-	221,475
Satisfactory (5-7)	10,546	597	-	11,143	12,011	3,547	-	15,558
Default (8-10)	-	-	8,715	8,715	-	-	6,499	6,499
	227,009	745	8,715	236,469	233,436	3,597	6,499	243,532

For the three month period ended 31 March 2024 (Reviewed)

4 IJARA MUNTAHIA BITTAMLEEK AND IJARA RECEIVABLES (continued)**4.1 Allowances for expected credit losses**

An analysis of the changes in ECL allowances, is as follows:

	<i>Reviewed</i>			
	<i>31 March 2024</i>			
	<i>Stage 1: 12-month ECL</i>	<i>Stage 2: Lifetime ECL not credit-impaired</i>	<i>Stage 3: Lifetime ECL credit-impaired</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Balance at 1 January	338	286	3,598	4,222
Changes during the period:				
- transferred to Stage 1: 12 month ECL	15	(15)	-	-
- transferred to Stage 2: Lifetime ECL not credit-impaired	(2)	2	-	-
- transferred to Stage 3: Lifetime ECL credit-impaired	-	(254)	254	-
Net remeasurement of loss allowance	(62)	12	71	21
Recoveries / write-backs	-	-	(1)	(1)
Allowances for credit losses	(49)	(255)	324	20
FX translation	-	-	4	4
Balance at 31 March	289	31	3,926	4,246

	<i>Audited</i>			
	<i>31 December 2023</i>			
	<i>Stage 1: 12-month ECL</i>	<i>Stage 2: Lifetime ECL not credit-impaired</i>	<i>Stage 3: Lifetime ECL credit-impaired</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Balance at 1 January	240	43	2,665	2,948
Changes during the year:				
- transferred to Stage 1: 12 month ECL	6	(6)	-	-
- transferred to Stage 2: Lifetime ECL not credit-impaired	(5)	5	-	-
- transferred to Stage 3: Lifetime ECL credit-impaired	(9)	(3)	11	(1)
Net remeasurement of loss allowance	106	247	1,435	1,788
Recoveries / write-backs	-	-	(437)	(437)
Allowances for credit losses	98	243	1,009	1,350
FX translation	-	-	(76)	(76)
Balance at 31 December	338	286	3,598	4,222

5 MUSHARAKAT

	<i>Reviewed</i>			<i>Audited</i>		
	<i>31 March 2024</i>			<i>31 December 2023</i>		
	<i>Self financed</i>	<i>Jointly financed</i>	<i>Total</i>	<i>Self financed</i>	<i>Jointly financed</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Musharakat	8,665	55,842	64,507	8,638	56,930	65,568
Less: Allowances for expected credit losses (5.1)	-	(5,405)	(5,405)	-	(5,899)	(5,899)
	8,665	50,437	59,102	8,638	51,031	59,669

For the three month period ended 31 March 2024 (Reviewed)

6 INVESTMENTS

	Reviewed 31 March 2024			Audited 31 December 2023		
	Self financed BHD '000	Jointly financed BHD '000	Total BHD '000	Self financed BHD '000	Jointly financed BHD '000	Total BHD '000
i) Equity-type instruments at fair value through statement of income						
Quoted						
Listed equity shares	128	36	164	-	-	-
	<u>128</u>	<u>36</u>	<u>164</u>	<u>-</u>	<u>-</u>	<u>-</u>
ii) Equity-type instruments at fair value through equity						
Quoted						
Listed equity shares	10,571	-	10,571	11,535	92	11,627
Unquoted						
Unlisted equity shares	3,362	173	3,535	3,362	155	3,517
Managed funds	377	-	377	377	-	377
Real estate funds	-	7,525	7,525	-	7,525	7,525
	<u>14,310</u>	<u>7,698</u>	<u>22,008</u>	<u>15,274</u>	<u>7,772</u>	<u>23,046</u>
Less: Provision for impairment	(825)	(67)	(892)	(1,136)	(131)	(1,267)
Total equity investments	<u>13,613</u>	<u>7,667</u>	<u>21,280</u>	<u>14,138</u>	<u>7,641</u>	<u>21,779</u>
iii) Debt-type instruments at fair value through statement of income						
Quoted						
Sukuk	617	534	1,151	12,871	3,998	16,869
iv) Debt-type instruments at fair value through equity (6.1)						
Quoted						
Sukuk	77,912	83,804	161,716	71,720	74,805	146,525
Unquoted						
Sukuk	2	7,477	7,479	-	7,431	7,431
	<u>77,914</u>	<u>91,281</u>	<u>169,195</u>	<u>71,720</u>	<u>82,236</u>	<u>153,956</u>
v) Debt-type instruments at amortised cost (6.1)						
Quoted						
Sukuk	117,438	98,025	215,463	107,443	74,189	181,632
Unquoted						
Sukuk	-	3,067	3,067	-	24,370	24,370
	<u>117,438</u>	<u>101,092</u>	<u>218,530</u>	<u>107,443</u>	<u>98,559</u>	<u>206,002</u>
Less: Allowance for expected credit losses (6.2)	(198)	(248)	(446)	(178)	(250)	(428)
Total debt-type investments	<u>195,771</u>	<u>192,659</u>	<u>388,430</u>	<u>191,856</u>	<u>184,543</u>	<u>376,399</u>
Total investments	<u>209,384</u>	<u>200,326</u>	<u>409,710</u>	<u>205,994</u>	<u>192,184</u>	<u>398,178</u>

Within unquoted investments which are held at fair value through equity are investments amounting to BD 10.5 million (2023: BD 10.5 million) which are held at cost less allowance for impairment. These are mainly investments in unlisted companies whose shares are not traded on active markets. The investments are primarily in closely-held companies and structured products. The investments are held at cost less provision for impairment due to the unpredictable nature of their future cash flows and the lack of other suitable methods for determining a reliable fair value.

The Group's investments in sukuk held at amortised cost amounting to BD 218 million (2023: BD 206 million) have a fair value amounting to BD 212.8 million (2023: BD 199.8 million).

Investments having face value amounting to BD 45.2 million (2023: Nil) are pledged to secure repurchase facilities (REPO) from financial institutions.

For the three month period ended 31 March 2024 (Reviewed)

6 INVESTMENTS (continued)

6.1 Debt-type instruments

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and stage classification. The amounts presented are gross of expected credit losses.

	<i>Reviewed</i>				<i>Audited</i>			
	<i>31 March 2024</i>				<i>31 December 2023</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Good (1-4)	162,870	-	-	162,870	170,824	-	-	170,824
Satisfactory (5-7)	224,856	1,150	-	226,006	204,869	1,134	-	206,003
	387,726	1,150	-	388,876	375,693	1,134	-	376,827

6.2 Allowances for expected credit losses

An analysis of the changes in ECL allowances, is as follows:

	<i>Reviewed</i>		
	<i>31 March 2024</i>		
	<i>Stage 1: 12-month ECL</i>	<i>Stage 2: Lifetime ECL not credit-impaired</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Balance at 1 January	309	119	428
Changes during the year			
Net remeasurement of loss allowance	34	(16)	18
Allowances for expected credit losses	34	(16)	18
FX translation	-	-	-
Balance at 31 March	343	103	446
	<i>Audited</i>		
	<i>31 December 2023</i>		
	<i>Stage 1: 12-month ECL</i>	<i>Stage 2: Lifetime ECL not credit-impaired</i>	<i>Total</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Balance at 1 January	119	-	119
Changes during the year			
- transferred to Stage 2: Lifetime 'ECL not credit-impaired	(11)	11	-
Net remeasurement of loss allowance	202	108	310
Allowances for expected credit losses	191	119	310
FX translation	(1)	-	(1)
Balance at 31 December	309	119	428

7 OTHER ASSETS

	<i>Reviewed</i>	<i>Audited</i>
	<i>31 March</i>	<i>31 December</i>
	<i>2024</i>	<i>2023</i>
	<i>BHD '000</i>	<i>BHD '000</i>
Accounts receivable	3,471	5,428
Deferred tax (7.1)	4,723	4,576
Collaterals pending sale	3,658	3,615
Others	2,877	1,098
Prepayments	1,239	1,127
Advance against capital expenditure	-	1,272
	15,968	17,116
Less: Provision for impairment	(305)	(602)
	15,663	16,514

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended 31 March 2024 (Reviewed)

7 OTHER ASSETS (continued)

7.1 The net deferred tax asset has been recognised in accordance with the Group's accounting policy. The management based on recent financial projections prepared, estimates that sufficient taxable profits would be available in future against which the deferred tax asset could be realised.

8 OTHER LIABILITIES

	<i>Reviewed</i> 31 March 2024 <i>BHD '000</i>	<i>Audited</i> 31 December 2023 <i>BHD '000</i>
Margins received	10,865	13,992
Accounts payable	8,376	9,151
Bills payable	6,284	7,724
Provision for employees benefits	3,185	2,832
Operating Ijarah liability	2,687	2,340
Advance payments from customers	2,073	990
Accrued Expenses	1,792	2,137
Valuation of foreign exchange contracts	213	660
Taxation and duties	181	1,779
Charity fund	132	205
Security deposit against ijara muntahia bittamleek	99	99
Allowance for expected credit losses-unfunded facilities	69	70
Others	1,848	721
	37,804	42,700

9 CONTINGENCIES AND COMMITMENTS

	<i>Reviewed</i> 31 March 2024 <i>BHD '000</i>	<i>Audited</i> 31 December 2023 <i>BHD '000</i>
Letters of credit	24,856	23,211
Guarantees	26,759	31,112
Foreign exchange contracts	52,634	36,304
Acceptances	1,414	2,498
Taxation	3,481	3,663
Others	18	15
	109,162	96,803

10 INCOME FROM FINANCING CONTRACTS

	<i>Three months ended</i> 31 March	
	2024 <i>BHD '000</i>	2023 <i>BHD '000</i>
Income from receivables	3,113	3,332
Income from musharakat	3,004	3,231
Income from ijarah muntahia bittamleek	3,323	2,950
	9,440	9,513
Income from jointly financed financing assets	8,485	8,923
Income from self financed financing assets	955	590
	9,440	9,513

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended 31 March 2024 (Reviewed)

11 INCOME FROM INVESTMENTS

	<i>Three months ended</i>	
	<i>31 March</i>	
	2024	2023
	BHD '000	BHD '000
Yield, coupon or return on investments	10,376	7,785
Gain on sale of investments	26	4
Dividend income	409	164
Income from real estate investments	25	17
	10,836	7,970
Income from jointly financed investments	5,532	3,397
Income from self financed investments	5,304	4,573
	10,836	7,970

12 INCOME FROM BANKING SERVICES

	<i>Three months ended</i>	
	<i>31 March</i>	
	2024	2023
	BHD '000	BHD '000
Fees and commissions	652	776
Letters of credit and acceptances	95	58
Guarantees	21	60
	768	894

13 OTHER INCOME

	<i>Three months ended</i>	
	<i>31 March</i>	
	2024	2023
	BHD '000	BHD '000
Foreign exchange gain - net	594	509
Others	221	361
	815	870

14 ALLOWANCES FOR IMPAIRMENT - NET

	<i>Three months ended</i>	
	<i>31 March</i>	
(Charges) / reversals against:	2023	2023
	BHD '000	BHD '000
Receivables	(648)	(152)
Ijara muntahia bittamleek and ijara receivables	(20)	116
Musharakat	578	(461)
Investments - debt type	(18)	(28)
Investments - equity type	-	-
Off balance sheet assets under management	1	(12)
Other assets	(34)	-
	(141)	(537)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended 31 March 2024 (Reviewed)

15 SEGMENTAL INFORMATION

Segmental information is presented in respect of the Group's geographical segments. The geographical segments are based upon the location of the units responsible for recording the transactions and reflects the manner in which financial information is evaluated by management and the Board of Directors.

For financial reporting purposes, the Group is divided into two geographical segments, Middle East and Other Asian Countries. Other Asian Countries represent operations in Islamic Republic of Pakistan.

The results reported for the geographic segments are based on the Group's internal financial reporting systems. The accounting policies of the segments are the same as those applied in the preparation of the Group's interim condensed consolidated financial statements. Transactions between segments are conducted at estimated market rates.

The segmental assets and liabilities of the Group were as follows:

	<i>Middle East</i>		<i>Other Asian Countries</i>		<i>Total</i>	
	31 March 2024	<i>31 December 2023</i>	31 March 2024	<i>31 December 2023</i>	31 March 2024	<i>31 December 2023</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Assets	674,078	681,142	334,066	340,715	1,008,144	1,021,857
Liabilities and quasi equity	618,901	622,473	304,553	312,821	923,454	935,294

The segmental income and expenses of the Group were as follows:

	<i>Middle East</i>		<i>Other Asian Countries</i>		<i>Total</i>	
	<i>Three months ended 31 March</i>		<i>Three months ended 31 March</i>		<i>Three months ended 31 March</i>	
	2024	<i>2023</i>	2024	<i>2023</i>	2024	<i>2023</i>
	<i>US \$ '000</i>	<i>US \$ '000</i>	<i>US \$ '000</i>	<i>US \$ '000</i>	<i>US \$ '000</i>	<i>US \$ '000</i>
Total operating income	1,317	3,165	5,218	4,716	6,535	7,881
Total operating expenses	(3,792)	(3,912)	(3,056)	(2,481)	(6,848)	(6,393)
Allowances for impairment - net	(491)	(117)	350	(420)	(141)	(537)
Taxation	-	-	(1,213)	(716)	(1,213)	(716)
Net (loss) / income for the period	(2,966)	(864)	1,299	1,099	(1,667)	235

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended 31 March 2024 (Reviewed)

16 RELATED PARTY BALANCES AND TRANSACTIONS

Related parties comprise major shareholders, directors of the Bank, entities owned or controlled, jointly controlled or significantly influenced by them, companies affiliated by virtue of shareholding in common with that of the Group, Shari'a supervisory board and external auditors.

The significant balances with related parties were as follows:

	<i>Ultimate Parent and other shareholders</i>		<i>Other related parties</i>		<i>Total</i>	
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>
	<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Assets:						
Cash and balances with banks and financial institutions	1	2	17	17	18	19
Receivables	-	-	436	497	436	497
Musharakat	-	-	601	574	601	574
Investments	9,938	10,086	9,315	9,555	19,253	19,641
Other assets	2,866	2,896	-	-	2,866	2,896
	12,805	12,984	10,369	10,643	23,174	23,627
Liabilities:						
Current accounts	1,386	1,234	9,513	804	10,899	2,038
Other liabilities	1,155	1,857	235	227	1,390	2,084
Total liabilities	2,541	3,091	9,748	1,031	12,289	4,122
Participatory investment accounts	10,517	25,516	20,033	20,664	30,550	46,180
OFF-BALANCE SHEET ITEMS:						
Assets under management	12,128	8,292	44,403	46,175	56,531	54,467
Contingencies and commitments	754	754	11	9	765	763

The transactions with the related parties included in the interim condensed consolidated statement of income are as follows:

	<i>Ultimate Parent and other shareholders</i>		<i>Other related parties</i>		<i>Total</i>	
	<i>Three months ended</i>		<i>Three months ended</i>		<i>Three months ended</i>	
	<i>31 March</i>	<i>2023</i>	<i>31 March</i>	<i>2023</i>	<i>31 March</i>	<i>2023</i>
	<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>	<i>BHD '000</i>
Income						
Income from financing contracts	-	-	135	13	135	13
Group's Mudarib / Agency fee from off-balance sheet equity of investment account holders	11	-	21	-	32	-
Other income	169	240	-	-	169	240
	180	240	156	13	336	253
Expenses						
Net income attributable to quasi-equity	356	53	293	149	649	202
Other expenses	-	-	221	339	221	339
	356	53	514	488	870	541

16 RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Compensation of key management personnel is as follows:

	<i>Three months ended</i>	
	<i>31 March</i>	
	2024	2023
	BHD '000	BHD '000
Salaries	649	499
Other benefits	269	202
	918	701

17 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price at which an orderly transaction to sell an asset or to transfer a liability would take place between market participants at the measurement date under current market conditions (i.e. an exit price at the measurement date from the perspective of a market participant that holds the asset or owes the liability).

Fair value is determined for each financial asset individually in accordance with the valuation policies set out below:

- (i) For investments that are traded in organised financial markets, fair value is determined by reference to the quoted market bid prices prevailing on the interim condensed consolidated statement of financial position date.
- (ii) For unquoted investments, fair value is determined by reference to recent significant buy or sell transactions with third parties that are either completed or are in progress. Where no recent significant transactions have been completed or are in progress, fair value is determined by reference to the current market value of similar investments. For others, the fair value is based on the net present value of estimated future cash flows, or other relevant valuation methods.
- (iii) For investments that have fixed or determinable cash flows, fair value is based on the net present value of estimated future cash flows determined by the Group using current profit rates for investments with similar terms and risk characteristics.
- (iv) Investments which cannot be remeasured to fair value using any of the above techniques are carried at cost, less provision for impairment.

18 SUBSEQUENT EVENTS

There have been no events subsequent to the interim condensed consolidated statement of financial position date that would significantly affect the amounts reported in the interim condensed consolidated financial statements as at and for the three month period ended 31 March 2024.

19 COMPARATIVE INFORMATION

In the Group's interim condensed consolidated financial statements for the period ended 31 March 2024, certain comparative amounts have been reclassified to conform with the presentation in the current period due to adoption of FAS 1 (Revised 2021) - General Presentation and Disclosures in the Financial Statements (please refer to "New standards, interpretations and amendments adopted by the Group" section of note 2.5.1 to these interim condensed consolidated financial statements for description of changes in the presentation). Such reclassification did not affect previously reported net income or total equity.

Al Baraka Islamic Bank B.S.C. (c)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

20 NSFR REQUIREMENTS AND CALCULATION METHODOLOGY

The Net Stable Funding Ratio ('NSFR') is calculated in accordance with the Liquidity Risk Management Module guidelines, issued by the CBB and is effective from December 2019. The minimum NSFR ratio as per CBB is 100%. The Group's consolidated NSFR ratio as of 31 March 2024 is 192.82%.

The NSFR (as a percentage) must be calculated as follows:

Item	Unweighted values (i.e. before applying relevant factors)				Total weighted value BHD '000
	No specified maturity BHD '000	Less than 6 months BHD '000	More than 6 months and less than one year BHD '000	Over one year BHD '000	
Available Stable Funding (ASF):					
Capital:	77,139	-	-	4,230	81,369
Regulatory Capital	77,139	-	-	-	77,139
Other Capital Instruments	-	-	-	4,230	4,230
Retail deposits and deposits from small business customers:		334,782	34,038	37,195	369,410
Stable deposits	-	4,632	14	-	4,457
Less stable deposits	-	330,151	34,024	37,195	364,953
Wholesale funding:		402,957	59,784	3,538	158,624
Operational deposits	-	-	-	1,332	1,332
Other wholesale funding	-	402,957	59,784	2,205	157,292
Other liabilities:				43,188	43,188
NSFR Shari'a-compliant hedging contract liabilities	-	-	-	-	-
All other liabilities not included in the above categories	-	-	-	43,188	43,188
Total ASF	77,139	737,739	93,822	88,151	652,591
Required Stable Funding (RSF):					
Total NSFR high-quality liquid assets (HQLA)	294,584	-	3,750	63,456	80,217
Deposits held at other financial institutions for operational purposes	-	-	-	-	-
Performing financing and sukuk/securities:					
Performing financing to financial institutions secured by Level 1 HQLA	-	-	-	-	-
Performing financing to financial institutions secured by non-level 1 HQLA and unsecured performing financing to financial institutions	-	27,366	-	48,383	52,488

Al Baraka Islamic Bank B.S.C. (c)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

20 NSFR REQUIREMENTS AND CALCULATION METHODOLOGY (continued)

Item	Unweighted Values (i.e. before applying relevant factors)				Total weighted value
	No specified maturity	Less than 6 months	More than 6 months and less than one year	Over one year	
Performing financing to non-financial corporate clients, financing to retail and small business customers, and financing to sovereigns, central banks and PSEs, of which:	-	59,802	36,960	-	48,381
With a risk weight of less than or equal to 35% as per the CBB Capital Adequacy Ratio guidelines	-	-	-	-	-
Performing residential mortgages, of which:					
With a risk weight of less than or equal to 35% under the CBB Capital Adequacy Ratio Guidelines	-	-	-	116,661	75,830
Securities/sukuk that are not in default and do not qualify as HQLA, including exchange-traded equities	-	-	3,750	1,085	922
Other assets:					
Physical traded commodities, including gold	-	-	-	-	-
Assets posted as initial margin for Shari'a-compliant hedging contracts and contributions to default funds of CCPs	-	-	-	-	-
NSFR Shari'a-compliant hedging assets	-	-	-	-	-
NSFR Shari'a-compliant hedging contract liabilities before deduction of variation margin posted	-	-	-	-	-
All other assets not included in the above categories	77,277	-	-	-	77,277
OBS items	66,431	-	-	-	3,322
Total RSF	438,292	87,168	44,460	229,585	338,437
NSFR (%)					192.82%