

| | Statement of Financial position as per in reviewed financial statements | Statement of Financial position as per Regulatory Reporting |
|--|--|--|
| | Q2 2017 | Q2 2017 |
| | BD'000 | BD'000 |
| Assets | | |
| Cash and balances with banks and Central Bank | 69,115 | 69,115 |
| Placements with financial institutions | 111,079 | 111,079 |
| <i>Gross financing assets</i> | 601,638 | 601,638 |
| <i>Less: Specific impairment provisions</i> | (16,133) | (16,133) |
| <i>Less: Collective impairment provisions</i> | (8,514) | (8,514) |
| Net financing assets | 576,991 | 576,991 |
| Investment securities | 164,777 | 164,777 |
| Ijarah Muntahia Bittamleek | 160,505 | 160,505 |
| <i>Gross ijarah rental receivables</i> | 23,785 | 23,785 |
| <i>Less: Specific impairment provisions</i> | (11,812) | (11,812) |
| <i>Less: Collective impairment provisions</i> | (2,293) | (2,293) |
| Net ijarah rental receivables | 9,680 | 9,680 |
| Investment in associates | 23,852 | 23,852 |
| Investment in real estate | 28,304 | 28,304 |
| Property and equipment | 15,418 | 15,418 |
| Other assets | 11,722 | 11,722 |
| TOTAL ASSETS | 1,171,443 | 1,171,443 |
| Liabilities, Equity Of Investment Accountholders And Owners' Equity | | |
| Liabilities | | |
| Placements from financial institutions | 191,000 | 191,000 |
| Customers' current accounts | 166,820 | 166,820 |
| Other liabilities | 12,106 | 12,106 |
| Total Liabilities | 369,926 | 369,926 |
| Equity of Investment Accountholders | 687,047 | 687,047 |
| Owners' Equity | | |
| Share capital | 101,339 | 101,339 |
| Treasury shares | (864) | (864) |
| Shares under employee share incentive scheme | (498) | (498) |
| Share premium | 98 | 98 |
| Statutory reserve | 1,963 | 1,963 |
| Real estate fair value reserve | 5,361 | 5,361 |
| Investment fair value reserve | 592 | 592 |
| Profit for the year | 3,278 | 3,278 |
| Retained earnings brought forward | 3,201 | 3,201 |
| Total Owners' Equity | 114,470 | 114,470 |
| TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY | 1,171,443 | 1,171,443 |

| | <i>CET 1</i> | <i>T2</i> |
|---|----------------|---------------|
| | <i>BD'000</i> | <i>BD'000</i> |
| Components of capital | | |
| Issued and fully paid ordinary shares | 101,339 | - |
| General reserves | - | - |
| Legal / statutory reserves | 1,963 | - |
| Share premium | 98 | - |
| Retained earnings brought forward | 3,201 | - |
| Current year profits | 3,278 | - |
| Unrealized gains and losses on available for sale financial instruments | 592 | - |
| Less: | | |
| Employee stock incentive program funded by the bank (outstanding) | 498 | - |
| Treasury Shares | 864 | - |
| Total Common Equity Tier 1 capital after the regulatory adjustments above (CET1 d) | <u>109,109</u> | <u>-</u> |
| Assets revaluation reserve - property, plant, and equipment | | 5,361 |
| General financing loss provisions | | 7,361 |
| Total Available AT1 & T2 Capital | | <u>12,722</u> |
| Total Capital | | 121,831 |

| Disclosure template for main features of regulatory capital instruments | | |
|---|---|---|
| 1 | Issuer | Bahrain Islamic Bank BSC |
| 2 | Unique identifier (Bahrain bourse ticker) | BISB |
| 3 | Governing law(s) of the instrument | All applicable laws and regulations in the Kingdom of Bahrain |
| | <i>Regulatory treatment</i> | |
| 4 | Transitional CBB rules | Common Equity Tier 1 |
| 5 | Post-transitional CBB rules | Common Equity Tier 1 |
| 6 | Eligible at solo/group/group & solo | Group and solo |
| 7 | Instrument type (types to be specified by each jurisdiction) | Equity shares |
| 8 | Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date) | BD 101.34 million |
| 9 | Par value of instrument | BD 0.100 |
| 10 | Accounting classification | Shareholders' equity |
| 11 | Original date of issuance | Various |
| 12 | Perpetual or dated | Perpetual |
| 13 | Original maturity date | No maturity |
| 14 | Issuer call subject to prior supervisory approval | No |
| 15 | Optional call date, contingent call dates and redemption amount | Not applicable |
| 16 | Subsequent call dates, if applicable | Not applicable |
| | <i>Coupons / dividends</i> | |
| 17 | Fixed or floating dividend/coupon | Dividend as declared by shareholders |
| 18 | Coupon rate and any related index | Not applicable |
| 19 | Existence of a dividend stopper | Not applicable |
| 20 | Fully discretionary, partially discretionary or mandatory | Fully discretionary |
| 21 | Existence of step up or other incentive to redeem | No |
| 22 | Noncumulative or cumulative | Non-cumulative |
| 23 | Convertible or non-convertible | Not applicable |
| 24 | If convertible, conversion trigger (s) | Not applicable |
| 25 | If convertible, fully or partially | Not applicable |
| 26 | If convertible, conversion rate | Not applicable |
| 27 | If convertible, mandatory or optional conversion | Not applicable |
| 28 | If convertible, specify instrument type convertible into | Not applicable |
| 29 | If convertible, specify issuer of instrument it converts into | Not applicable |
| 30 | Write-down feature | No |
| 31 | If write-down, write-down trigger(s) | Not applicable |
| 32 | If write-down, full or partial | Not applicable |
| 33 | If write-down, permanent or temporary | Not applicable |
| 34 | If temporary write-down, description of write-up mechanism | Not applicable |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Not applicable |
| 36 | Non-compliant transitioned features | No |
| 37 | If yes, specify non-compliant features | Not applicable |