بنك البحرين للتنمية ش.م.ب (م)

BAHRAIN DEVELOPMENT BANK B.S.C (c)

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
Six-month period ended 30 June 2026 (Reviewed)

	Three months ended 30 June		*Six months ended 30 June*	
	2026 BD '000	2025 BD '000	**2026 BD '000**	2025 BD '000
Islamic financing and interest income	**2,376**	2,403	**4,891**	4,893
Islamic financing and interest expense	**(524)**	(476)	**(1,079)**	(939)
Net islamic financing and interest income	**1,852**	1,927	**3,812**	3,954
Fee and commission income	**165**	121	**292**	221
Rental income	**187**	191	**363**	384
Other income	**413**	667	**642**	1,123
Total operating income	**2,617**	2,906	**5,109**	5,682
Expenses				
Staff costs	**(843)**	(1,144)	**(1,978)**	(2,297)
Other operating expenses	**(1,209)**	(1,026)	**(2,145)**	(2,051)
Total operating expenses before allowance for expected credit losses	**(2,052)**	(2,170)	**(4,123)**	(4,348)
Allowance for expected credit losses	**14**	(51)	**(65)**	(294)
Net operating profit for the period	**579**	685	**921**	1,040
Share of (loss) / profit from associates	**(51)**	-	**(86)**	7
Investment loss	**(40)**	(93)	**(42)**	(105)
Net profit for the period	**488**	592	**793**	942
Net profit for the period attributable to:				
Owners of the Bank	**488**	602	**793**	965
Non-controlling interests	**-**	(10)	**-**	(23)
	488	592	**793**	942

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2026 (Reviewed)

	Reviewed 30 June 2026 BD '000	*Audited 31 December 2025 BD '000*
ASSETS		
Cash and balances with Central Bank of Bahrain	**2,070**	2,968
Placements with banks and other financial institutions	**8,489**	14,763
Islamic financing and loans to customers	**92,432**	88,383
Investment securities	**85,254**	86,420
Investment in associates	**1,794**	759
Investment properties	**9,319**	9,546
Property and equipment	**2,226**	2,579
Other assets	**2,989**	2,717
TOTAL ASSETS	**204,573**	208,135
LIABILITIES AND EQUITY		
Liabilities		
Term loans	**20,546**	22,198
Deposits	**112,188**	111,127
Other liabilities	**7,020**	7,407
Total liabilities	**139,754**	140,732
Equity		
Share capital	**63,669**	63,669
Statutory reserve	**1,270**	1,270
Fair value reserve	**(1,048)**	2,329
Retained earnings	**861**	68
Equity attributable to owners of the Bank	**64,752**	67,336
Non-controlling interests	**67**	67
Total equity	**64,819**	67,403
TOTAL LIABILITIES AND EQUITY	**204,573**	208,135

INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
Six-month period ended 30 June 2026 (Reviewed)

	Three months ended 30 June		*Six months ended 30 June*	
	2026 BD '000	2025 BD '000	**2026 BD '000**	2025 BD '000
Net profit for the period	**488**	592	**793**	942
Other comprehensive income (loss):				
Items that will be reclassified to profit or loss in subsequent periods:				
Net unrealised gain / (loss) in cash flow hedges	**12**	(2)	**16**	(17)
Changes in fair value of investments classified as fair value through other comprehensive income - debt instruments	**1,607**	(456)	**(3,394)**	322
Net amount transferred to consolidated statement of profit or loss on sale of debt instruments	**-**	-	**1**	-
Total comprehensive (loss) / income for the period	**2,107**	134	**(2,584)**	1,247
Total comprehensive (loss) / income for the period attributable to:				
Owners of the Bank	**2,107**	144	**(2,584)**	1,270
Non-controlling interests	**-**	(10)	**-**	(23)
	2,107	134	**(2,584)**	1,247

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
Six-month period ended 30 June 2026 (Reviewed)

	Six months ended 30 June	
	2026 BD '000	2025 BD '000
OPERATING ACTIVITIES		
Net profit for the period	**793**	942
Adjustments for non cash items:		
Depreciation	**571**	630
Allowance for expected credit losses	**65**	294
Changes in fair value of investments classified as FVTPL	**42**	105
Discount on purchase of bonds, net	**(180)**	-
Lease expense	**19**	8
Changes in revaluation of interest free loans and deposit - net	**1**	1
Share of loss / (profit) from associates	**86**	(7)
Gain on foreign currency translation	**(41)**	(25)
Operating profit before changes in operating assets and liabilities	**1,356**	1,948
Changes in operating assets and liabilities:		
Mandatory reserve deposits with central banks	**841**	382
Islamic financing and loans to customers	**(3,415)**	5,185
Other assets	**(255)**	16
Deposits	**50**	(10,386)
Other liabilities	**(41)**	(1,314)
Net cash flows used in operating activities	**(1,464)**	(4,169)
INVESTING ACTIVITIES		
Net additions to property and equipment	**(27)**	(49)
Purchase of investment securities	**(6,152)**	(14,011)
Proceeds from maturity of investment securities	**3,026**	5,499
Additions to investment properties	**-**	(280)
Net cash flows used in investing activities	**(3,153)**	(8,841)
FINANCING ACTIVITIES		
Repayment of term loans	**(2,557)**	(2,739)
Addition of term loans	**905**	2,262
Lease payments	**(47)**	(48)
Net cash flows used in financing activities	**(1,699)**	(525)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**(6,316)**	(13,535)
Cash and cash equivalents at 1 January	**15,269**	25,156
CASH AND CASH EQUIVALENTS AT 30 June	**8,953**	11,621
Additional information:		
Islamic financing and interest received	**4,769**	4,736
Islamic financing and interest paid	**(1,108)**	(1,080)
Discount relating to islamic financing and loan carried at zero profit rate	**(5,151)**	(7,040)
Discount relating to deposit carried at zero profit rate	**6,950**	9,095

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Six-month period ended 30 June 2026 (Reviewed)

	Equity attributable to owners of the Bank						
	Share capital BD '000	*Statutory reserve BD '000*	*Fair value reserve BD '000*	*Retained earnings BD '000*	*Total BD '000*	*Non - controlling Interests BD '000*	*Total equity BD '000*
As at 1 January 2026	**63,669**	**1,270**	**2,329**	**68**	**67,336**	**67**	**67,403**
Net profit for the period	**-**	**-**	**-**	**793**	**793**	**-**	**793**
Other comprehensive loss for the period	**-**	**-**	**(3,377)**	**-**	**(3,377)**	**-**	**(3,377)**
Total comprehensive (loss) / income for the period	**-**	**-**	**(3,377)**	**793**	**(2,584)**	**-**	**(2,584)**
As at 30 June 2026 (Reviewed)	**63,669**	**1,270**	**(1,048)**	**861**	**64,752**	**67**	**64,819**

	Equity attributable to owners of the Bank						
	Share capital BD '000	*Statutory reserve BD '000*	*Fair value reserve BD '000*	*Retained earnings / (Accumulated losses) BD '000*	*Total BD '000*	*Non - controlling Interests BD '000*	*Total equity BD '000*
As at 1 January 2025	63,669	1,186	(242)	(685)	63,928	187	64,115
Net profit / (loss) for the period	-	-	-	965	965	(23)	942
Other comprehensive income for the period	-	-	305	-	305	-	305
Total comprehensive income / (loss) for the period	-	-	305	965	1,270	(23)	1,247
As at 30 June 2025 (Reviewed)	63,669	1,186	63	280	65,198	164	65,362

These statements have been extracted from the interim condensed consolidated financial statements for the six months period ended 30 June 2026 which were reviewed by Ernst & Young - Middle East.

Ghassan Ghaleb Abdulaal	**Dalal Al Qais**	**Manal AlBayat**
Chairman	Chief Executive Officer	Board Member

Licensed by Centeral Bank of Bahrain (CBB) as a Conventional Retail Bank