Interim Condensed Consolidated Financial Statements

For The Nine Month Period Ended 30 September 2021

البنك الأهلي
ahlibank

Independent Auditor's Review Report

To the Board of Directors of Ahli Bank QPSC

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Ahli Bank Q.P.S.C. (the "Bank") and its subsidiaries (the "Group") as at 30 September 2021, comprising of the interim consolidated statement of financial position as at 30 September 2021 and the related interim consolidated statements of income and comprehensive income for the three month and nine month periods then ended and the related interim consolidated statements of changes in equity and cash flows for the nine month period then ended, and the related explanatory notes.

The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34 Interim Financial Reporting ("IAS 34"). 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 IAS 34.

Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

Date: 18th October 2021
Doha - Qatar

Interim Consolidated Statement of Financial Position

As at 30 September 2021

	30 September 2021 QR'000 (Reviewed)	30 September 2020 QR'000 (Reviewed)	31 December 2020 QR'000 (Audited)
ASSETS			
Cash and balances with central bank	1,894,275	2,776,421	2,871,877
Due from banks	1,996,919	2,924,634	3,509,604
Loans and advances to customers	35,681,940	34,816,279	33,512,690
Investment securities	8,546,032	7,250,536	7,073,950
Property and equipment	238,525	250,517	251,785
Other assets	228,131	284,923	335,359
TOTAL ASSETS	**48,585,822**	**48,303,310**	**47,555,265**
LIABILITIES			
Due to banks and central bank	2,828,417	5,190,489	4,620,856
Customer deposits	28,578,410	27,482,769	26,940,562
Debt securities	7,265,022	7,296,990	7,321,378
Other borrowings	1,602,746	1,639,663	1,602,812
Other liabilities	776,877	593,948	794,590
TOTAL LIABILITIES	**41,051,472**	**42,203,859**	**41,280,198**
EQUITY			
Share capital	2,429,663	2,429,663	2,429,663
Legal reserve	1,791,853	1,723,847	1,791,853
Risk reserve	753,108	679,837	753,108
Fair value reserve	7,574	(12,956)	380
Retained earnings	1,460,152	1,279,060	1,300,063
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK	**6,442,350**	**6,099,451**	**6,275,067**
Instruments eligible for additional capital	1,092,000	–	–
TOTAL EQUITY	**7,534,350**	**6,099,451**	**6,275,067**
TOTAL LIABILITIES AND EQUITY	**48,585,822**	**48,303,310**	**47,555,265**

These interim condensed consolidated financial statements were approved by the Board of Directors on 18 October 2021 and were signed on its behalf by:

Sh. Faisal Bin Abdul-Aziz Bin Jassem Al Thani
Chairman and Managing Director

Hassan Ahmed AlEfrangi
Chief Executive Officer

Interim Consolidated Statement of Income

For the Nine Month Period Ended 30 September 2021

	Three Months Ended 30 September		Nine Months Ended 30 September	
	2021 QR '000 (Reviewed)	2020 QR '000 (Reviewed)	2021 QR '000 (Reviewed)	2020 QR '000 (Reviewed)
Interest income	430,132	428,080	1,303,469	1,317,846
Interest expense	(157,590)	(172,646)	(476,838)	(611,848)
NET INTEREST INCOME	**272,542**	**255,434**	**826,631**	**705,998**
Fee and commission income	45,692	44,081	139,168	138,178
Fee and commission expense	(2,562)	(2,132)	(5,980)	(5,925)
NET FEE AND COMMISSION INCOME	**43,130**	**41,949**	**133,188**	**132,253**
Foreign exchange gain	12,306	12,118	36,234	30,430
Gain on investment securities	13,826	8,370	31,300	5,703
Other operating income	1,065	1,285	3,044	3,452
	27,197	**21,773**	**70,578**	**39,585**
TOTAL OPERATING INCOME	**342,869**	**319,156**	**1,030,397**	**877,836**
Staff costs	(42,232)	(44,708)	(139,731)	(130,519)
Depreciation	(7,392)	(7,264)	(22,576)	(23,031)
Net reversal / (impairment) on investment securities	387	(449)	(2,666)	(4,905)
Net impairment loss on loans and advances to customers	(43,383)	(33,377)	(246,073)	(132,882)
Net (impairment) / reversal on other financial assets	(1,002)	571	876	(4,772)
Other expenses	(33,136)	(27,609)	(95,689)	(80,949)
	(126,758)	**(112,836)**	**(505,859)**	**(377,058)**
PROFIT FOR THE PERIOD	**216,111**	**206,320**	**524,538**	**500,778**
Earnings per share (QR)	**0.089**	**0.085**	**0.216**	**0.206**

BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The interim condensed consolidated financial statements of the Group are prepared in accordance with International Accounting Standard ("IAS") 34, Interim Financial Reporting and have been presented in Qatari Riyals thousands (QR'000) unless otherwise mentioned, which is the Group's functional and presentation currency.

Significant accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of new standards effective as of 1 January 2021.