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Mr. Mohammad Saud Al-Osaimi
CEO
Boursa Kuwait

السيد/ محمد سعود العصيمي المحترم
الرئيس التنفيذي
بورصة الكويت
السلام عليكم ورحمة الله وبركاته وبعد ...

Dear Sir,

**Minutes of the Analysts' Conference call for
the Second Quarter of 2023**

**محضر مؤتمر المحللين للربع الثاني لسنة
2023**

Reference is made to the provisions of Article no. (8-4-2) of Boursa Kuwait Rulebook issued by virtue of Resolution no. 1 of 2018 and its amendments concerning continuing the obligations of the listed companies classified under the "Premier Market Segment" under which Boubyan Bank is categorized.

بالإشارة الى أحكام المادة رقم (2-4-8) من قواعد البورصة الصادرة بموجب القرار رقم (1) لسنة 2018 وتعديلاته، والمتعلقة بالالتزامات المستمرة المطلوبة من الشركات المدرجة المصنفة ضمن شريحة - السوق الأول - (Premier Market) والتي تم تصنيف بنك بوبيان ضمنها.

We attach herewith a copy of the Minutes of the Analysts' Conference call for the Second quarter ended 30/06/2023 held via Live Webcast at 01:00 pm (Local Time) on Monday, July 24th 2023, as per the requirements of the said article.

نرفق لكم نسخة من محضر مؤتمر المحللين للربع الثاني المنتهي في 2023/06/30 الذي انعقد عن طريق بث مباشر على شبكة الأنترنت (Live Webcast) في تمام الساعة 01:00 (وفق التوقيت المحلي) من بعد ظهر يوم الإثنين الموافق 2023/07/24؛ وذلك وفقا للمتطلبات الواردة في المادة المشار إليها أعلاه.

Best regards,

Adel Abdul Wahab Al-Majed
Vice-Chairman
& Group Chief Executive Officer

وتفضلوا بقبول فائق الاحترام ...

عادل عبد الوهاب الماجد
نائب رئيس مجلس الإدارة
والرئيس التنفيذي للمجموعة



Q2 2023 Boubyan Bank K.S.C.P – Earnings Call

Edited transcript of the Boubyan Bank earnings conference call that took place on Monday, 24th July 2023 at 13:00 Kuwait Time

Corporate participants:

Mr. Abdulsalam Al Saleh – Chief Executive Officer

Mr. Mohamed Ibrahim – Group General Manager, Financial Control Group

Mr. Fawaz Tawfiqi – Investor Relations

Fawaz Tawfiqi: Good afternoon everyone, and thank you for joining us today. This is Fawaz Tawfiqi from Investor Relations. I am pleased to welcome you all to Boubyan Bank's earnings webcast covering the results for the second quarter of the 2023 year.

Joining me today is Mr. Abdulsalam Al Saleh, Chief Executive Officer and Mr. Mohamed Ibrahim, Group General Manager - Financial Control. I'd like to commence our call today by reading out a brief disclaimer which you can also find on page 2 of our presentation:

"Certain statements in this presentation may constitute forward looking statements reflecting the banks expectations. Accordingly, these are subject to risk and uncertainty, which may cause actual results to differ materially from the plans reflected within today's presentation. You are cautioned not to rely on such forward looking statements and the Bank does not assume any obligation to update its views of such risks and uncertainties or to publicly announce any revisions to the forward looking statements made herein"

In addition to the disclaimer I have just read, I urge you all to read the full text of our disclaimer on page 2 of the presentation pack.

Our format for today's call will include:

An overview of Boubyan's performance by Mr. Abdulsalam Al Saleh followed by a presentation on the Bank's financial performance by Mr. Mohamed Ibrahim.

Following this, we will have time for a Q&A session with attendees today. We will be receiving your questions through the webcast platform, and we will endeavour to answer all of your questions today, however, if any questions are left unanswered due to time constraints, or you have any further questions you wish to pose, please feel free to contact us through the Boubyan Investor relations email address, which you can find on our website.

With that said, I would like to now hand you over to Mr. Abdulsalam Al Saleh to take you through a brief update on Boubyan's performance for the second quarter of the 2023 year.

Abdulsalam Al Saleh: Thank you Fawaz.

Good afternoon ladies and gentlemen and thank you for joining us.

I will start by giving an update on the overall operating environment followed by an overview on the bank's financial performance and strategic initiatives.

The first quarter of 2023 witnessed some drastic changes in the overall market. The US regional banking crisis was sparked by the Silicon Valley Bank collapse followed by credit crunch events, and these events weakened the thesis of holding higher interest rates for longer period.

During the second quarter, uncertainty still shadows the sentiment of economy recovery although CPI eased to manageable levels from its 40 year highs. The main drivers of soaring inflation were energy prices and food costs globally, and with the prices of both easing, the US inflation has reached a two year low of 3.0% in June, however core inflation only improved modestly to 4.8% y/y from 5.5%. Service inflation remained stubbornly high at 6.6% indicating higher prices for services such as accommodation and transportation. Aggressive hikes by the Fed over the past year totaling 500bps up to June 2023 with smaller and fewer hikes now expected through end of 2023 before eying rate cuts in 2024 pushed the benchmark rate to 5.25%, and the effects are starting to show as other central banks followed suit.

UK inflation stagnated at 7.9% with labor and wage statistics defying expectations, BoE hiked half a percentage point in June raising the benchmark rate to 5%.

EU inflation reached 5.5% with the sentiment of improvement still uncertain due to the contraction in the manufacturing sector.

OPEC in June decided to maintain production cuts for a prolonged period to maintain the price at around \$75 per barrel.

Regarding Kuwait's economy, the fiscal balance has posted a surplus of KD 5.2 billion (around 10% of GDP), the first surplus achieved in 8 years. In addition, there was a noticeable surge in government projects awarded during the year. Inflation in Kuwait remains around 3.7% as per Kuwait Central Statistical Bureau. CBK raised discount rate from 3.50% to 4% in January 2023 and held steady since.

The Kuwaiti Parliament have passed a law to build residential cities. Such law will have significant impact on the social and economic

challenges that the country has faced. This law will pave the way for more economic legislation such as financing mortgages to build such cities. The private sector will benefit greatly with financing such projects on the corporate and individual level, and by engaging in larger social responsibility.

Regarding Boubyan's performance, we continued to achieve positive results across all business lines.

Our net profit for the period grew by 25% YoY to reach KD 41.3 million with an earnings per share of 9.7 fils. This reflects a 6% growth in operating profit and reduction in cost of risk by 25%.

Our operating income grew 7% to KD 109 million driven by the improved performance of our investment portfolio and fees and commissions income. Total assets grew 5% year-on-year to reach KD 8 billion and the total financing portfolio also grew by 6% to KD 6.1 billion. Our customer deposits grew by 9% to reach KD 6.2 billion. Our market share of financings also increased to 11.5% while maintaining the Non-performing loans at a very low level of 1.1%.

Furthermore our Ratings from Moody's, S&P and Fitch remain at A2, A and A respectively. As for the ex-government support (or xgs) rating assigned by Fitch, the introduction of this new criteria communicates Fitch's view of the creditworthiness of an entity excluding assumptions of extraordinary government support. Boubyan was assigned the second highest xgs-rated bank in Kuwait.

Moving on now to discuss our strategy.

During The first half of 2023 we launched Boubyan's new brand identity titled "Imagine the possibilities". The launch is aligned with the bank's success and achievements over the past years as well as its ambitions for the future. The rebranding process aimed to keep up with our growth, while expressing the bank's ambition and passion to build a strong relationship with customers, and to refresh our messages to various segments of customers and stakeholders and, thus, we updated our logo, our mission, vision, and Boubyan core values.

Recently, we also introduced the new premium segment to provide affluent clients with a distinctive dedicated set of services and products that suit their needs inside and outside Kuwait.

During this year, we launched a new service offered for the first time in the local market for instant collection of commercial receivables of

Classification: Public

suppliers and extension of payment terms for them, allowing customers to better manage their liquidity by improving financial statements of companies, through offering preferential financing rates through integrated solutions of a smart supply chain financing platform.

Recently, Nomo Bank, the digital bank of our subsidiary BLME, had taken its first steps towards geographic expansion in the GCC by announcing a new partnership with Abu Dhabi Commercial Bank 'ADCB' and its subsidiary: the Sharia-compliant Al Hilal Digital Bank, allowing the residents of the UAE to benefit from Nomo's digital products and services through the ADCB and Al Hilal Apps.

Also, earlier in 2023, Nomo announced the launch of the real estate financing product, which offers a unique investment opportunity for its customers in the Middle East to own real estate in the UK, whether for leasing or private housing, as the UK is considered one of the most attractive and important real estate markets in the world, in a step that marks the continuation of the Bank's well-established strategy towards developing & enhancing its digital infrastructure and providing the highest level of retail banking services to deliver convenience, ease, and security in digital payment solutions. It is worth mentioning that Nomo's customer base is growing and the real estate financing pipeline is gaining momentum.

Our excellence in delivering the best customer service and digital products continues to be affirmed, with the Bank recently being the recipient of multiple prestigious awards including being named World's Best Islamic Retail Bank for 2023 by Global Finance which reinforces Boubyan's domestic and international leadership, the fastest growing brand in Kuwait at a growth rate of 33% by Brand Finance, Best Islamic Bank in Kuwait by Global Finance for the seventh consecutive year, Best Islamic Bank in customer service for the twelfth consecutive year in addition to receiving the First Place Award in Customer Service as a Country Winner across all economic sectors in Kuwait by Service Hero. This, along with being placed on Forbes list of the top 100 economic entities in the Middle East for 2023.

This is an overview about Boubyan and of our major achievements so far. Now, Mohamed will take you through the Bank's financial performance with more details.

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Mohamed Ibrahim: Thank you Mr. Abdulsalam and good afternoon everyone. It is my pleasure to take you through our financial results for the second quarter of 2023.

As you can see on the top left of the slide, the bank reported a net profit of KD 41.3 million, a growth of 25% compared to the corresponding quarter of prior year, with an earnings per share of 9.7 fils.

Operating profit grew by 6% to reach KD 55.5 million. This will be discussed in more details throughout the next slides.

The bank's RoAE and RoAA increased compared to the same period last year to 9.6% and 1.0% respectively.

Now moving on to the operating income components, The operating income increased by 7% to reach around KD 109 million. This was mainly driven by the increase in fee and investment income.

Regarding net financing income, although it has been decreased by 4% compared to the first half of last year reflecting a decrease in net profit margin from 2.5% last year to 2.3% this year due to the lag impact of the increase in deposit rate and discount rates during the second half of last year, net financing income for Q2 of this year increased by 8% compared to Q1. This was mainly driven by the improvement in net profit margin by almost 10bps between Q1 and Q2 as a result of gradual repricing of assets to reflect the recent change in discount rate.

Fees and commissions income grew by 30% year on year reaching KD 15.4 million reflecting the growth in business activities across retail, corporate and wealth management segments.

Investment income also grew by KD 5.51 million due to growth in our investment portfolio and the improvement of its performance.

Now, we will move to slide 9 and discuss operating expenses. Operating expenses, on a consolidated level, grew by 8% compared to the same period last year. This growth is in line with inflation and the scaling of operations. This has resulted cost to income ratio to 49.1% and the cost to average assets has marginally increased to 1.4%.

We will now move onto provisions on slide 10, we can see that the total impairment provision was KD 16.2 million with the majority being precautionary provisions.

The bank's loss ratio and provisions as a percentage of operating profit has dropped to 0.4% and 29% respectively.

I would like to highlight that IFRS 9 provision was lower than the provision as per CBK by over KD 133 million and accordingly we have reported the CBK provision in our financials being higher of the two.

Now moving on to slide 12 regarding our Balance sheet.

Overall, our total assets grew by 5% compared to Q2 2022. This increase was mainly driven by the strong organic growth in the Bank's financing portfolio, fixed income and investment portfolio.

In general, the composition of total assets has been broadly consistent with prior year, with the financing portfolio represents 76% of total assets, while liquid assets to total assets ratio was 18%.

Customer deposits grew 9% year on year with its composition in sources of funding increasing to 77%. Around 9% of the funding source is from medium term funding through its Sukuk program, bilateral and Tier 1 which stabilize and diversify the funding sources.

The bank has maintained its domestic loan to deposit ratio at a comfortable level of approximately 88.3%

We now move on to slide 13 to discuss the performance of our financing portfolio. Our net financing portfolio grew by KD 345 million year on year or 6% which driven mainly by the outstanding performance of our corporate segments capturing larger market share. On the other hand, the retail segment started to gain momentum during the last two months which is expected to increase its participation in the overall growth throughout the rest of the year.

The composition of our financing portfolio is still balanced between corporate and retail segment of 60% and 40% respectively.

Non-performing loans remains fairly stable at 1.1% with a coverage ratio of 302%.

We now move on to our last section on Capital Ratios on page 15.

Our capital adequacy increased to 18.1% against a minimum requirement of 14% (including D-SIB of 1%).

Risk Weighted Assets reported a year-on-year growth of 7% to reach KD 5.3 billion, which was driven by asset growth as discussed earlier.

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As you can see, the majority of our regulatory capital is in Common Equity Tier 1 followed by additional Tier1 at 14%.

And finally, the leverage ratio reached 10.6% which is broadly in line with the market and well above the regulatory minimum.

Before I hand over for the Q&A session, I would like to make some remarks on our guidance for the remainder of the year.

With regard to loan growth, we still expect to achieve mid-high single digit growth at a group level, despite the current market conditions, driven by a balanced growth between corporate and retail financing.

With regards to margins – we expect a slight recovery from the current level of 2.3% to 2.4% on average for 2023 assuming parallel shifts in discount and benchmark rates for rate hikes if any, during 2023.

Our cost-to-income is expected to stabilize at an average of current levels for 2023.

Loss ratio is expected to be maintained at the current level for 2023.

With this, I would like to conclude my briefing on the financial performance. Now, I would like to handover to Fawaz for the Q&A session.

Fawaz Tawfiqi	<p>Thank you Mr. Mohamed.</p> <p>We will now start our Q&A session. Ladies and gentlemen, if you wish to participate in our Q&A, please type your question using the question box on screen. Then click the submit button. Thank you for holding.</p>
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Fawaz Tawfiqi	Thank you for holding. Our first question asks: Could you explain the drivers behind the NIM expansion on a sequential basis and what is your expectation for the FY? How are you seeing CoF trending? Would you have any update on mortgage law after the new legislation of new cities?
Mohamed Ibrahim	<p>Regarding the NIM expansion, as I mentioned, our NIM grew during Q2 compared to Q1 by almost 10bps, and this reflected the repricing of our assets following the CBK rate hikes during December and January, and most of this impact was reflected in Q2 while we still have some assets to be repriced during Q3 and Q4 as well.</p> <p>The CoF is expected to be maintained as most of our deposits have been repriced already to reflect the recent hikes. However, we still witness some shifts between CASA and fixed deposits which might negatively impact the CoF, however we believe that this might not be very material. As for our NIM expectations for the rest of the year, as I mentioned, we expect to close the year at 2.4%. And Mr. Abdulsalam will now comment on the mortgage law.</p>
Abdulsalam Al Saleh	Following this new law regarding the residential cities that was recently proposed by the parliament, we think that mortgage law is one of the strong enablers to make this law a success. So far, nothing specifically regarding that law. It is yet to be further discussed in the parliament and passed but the timing of that is not clear. We are hopeful that it will be addressed in the upcoming months.
Fawaz Tawfiqi	Our next question asks: high single digit credit growth is well above system credit growth of 3% Y-o-Y. Do you expect a recovery in system credit growth or Boubyan Bank to gain market share?
Mohamed Ibrahim	Actually my guidance for the credit growth is mid-high single digit and this is higher than the current credit growth of the market of 3% Y-o-Y. We are expecting consumer financing to gain some momentum during the second half of this year, and also, as usual, Boubyan is capturing market share from the corporate and consumer segments. So, Boubyan's credit growth will follow the market growth in addition to market share that we are expecting to capture.
Fawaz Tawfiqi	Next question asks about the CASA contribution as of June.
Mohamed Ibrahim	Currently our CASA is around the 30% level.

Fawaz Tawfiqi	Next question: what drove the sharp rise in staff expenses in Q2? Are these levels expected to sustain?
Mohamed Ibrahim	For expenses, we had some seasonality. Regarding staff costs, the annual increments and promotions usually happen in Q2. We do not expect to see the same level of growth during the next two quarters. Overall, the cost optimization is a major pillar of our strategy and we also run an efficiency program to make sure we balance between the growth in business and delivering on the strategy and also controlling the costs.
Fawaz Tawfiqi	Next question: what is your growth expectations for the retail lending book in 2H23 and 2024? What is your CoR guidance for 2023 and 2024?
Mohamed Ibrahim	For retail lending, we expect the growth during 2023 to be around 6% and this might slightly increase during 2024 after absorbing the impact of the rate hikes on the DBR ratios for retail customers. Regarding cost of risk, as mentioned, we expect the loss ratio to be maintained around the current level for the rest of 2023 and 2024.
Fawaz Tawfiqi	Our final question asks about the outlook for fee income.
Mohamed Ibrahim	As you know, improving the fee income is also another major part of our strategy – through our wealth management offerings. This is in addition to improving our retail & corporate fee income as well. Currently, fee income growth is around 30% and we expect to close the year lower than this level. However, we still expect the growth to be double digits and hopefully this will continue in 2024.
Fawaz Tawfiqi	<p>Ladies and gentlemen, we'd like to thank you all for your attendance today and remind you that should you wish to ask any follow up questions you may do so through the investor relations email address listed on our website.</p> <p>A reminder that the presentation slides and transcripts of this call will be published on both the Boubayan and the Kuwait Boursa Websites within the coming days.</p> <p>Thank you.</p>

Boubyan Bank Investor Presentation

Q2 2023 Results

24th July 2023

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Outline

- 1** **Boubyan's Performance & Strategy – At a Glance**
- 2** Income Statement Analysis
- 3** Balance Sheet Analysis
- 4** Capitalization & Leverage

Financial Highlights

Financial Snapshot

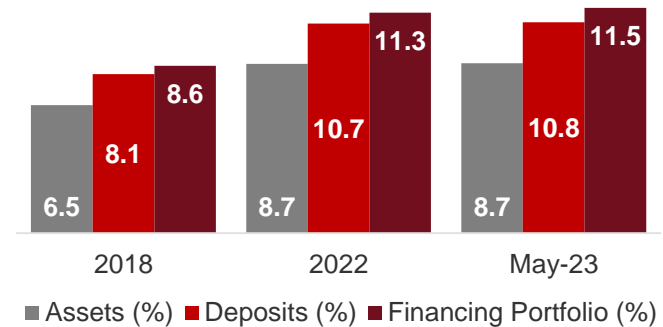
KD million	6M 2023	6M 2022	Growth %
Net Profit to shareholders	41.3	33.1	25%
Operating Income	109.2	102.3	7%
Operating Profit	55.5	52.6	6%
Total Assets	8,024	7,636	5%
Financing Portfolio	6,094	5,749	6%
Customer Deposits	6,153	5,646	9%
Earnings per share (Fils)	9.65	7.96	21%

Key Financial Metrics

	6M 2023	6M 2022	Variance
Return on Average Equity (%)	9.6	9.1	0.5
Return on Average Assets (%)	1.0	0.9	0.1
Cost to Income (%)	49.1	48.6	0.6
NPL Ratio (%)	1.1	1.0	0.1
Capital Adequacy Ratio (%)	18.1	19.5	(1.4)

Source: Financial statements, Boubyan analysis

Market Share (%)



Credit Ratings

Rating Agency	Long Term Rating	Outlook	Date
Moody's	A2	Stable	May 2023
STANDARD & POOR'S	A	Stable	Nov 2022
FitchRatings	A (xgs: BBB)	Stable	May 2023

The Bank's Strategy Builds on Robust Domestic Foundations

Strategic Objectives

Scale up the core business both domestically and internationally

Retail Banking

- Clear focus on high net worth and affluent clients
- Expand branch footprint
- Maintain leadership in customer experience
- Product and channel innovation
- Grow market share

Corporate Banking

- Primary banker for large and mid-market customers
- Maintain fair share with super large corporate
- Superior service (speed & quality)
- Product and channel innovation

Private Banking / Wealth Management

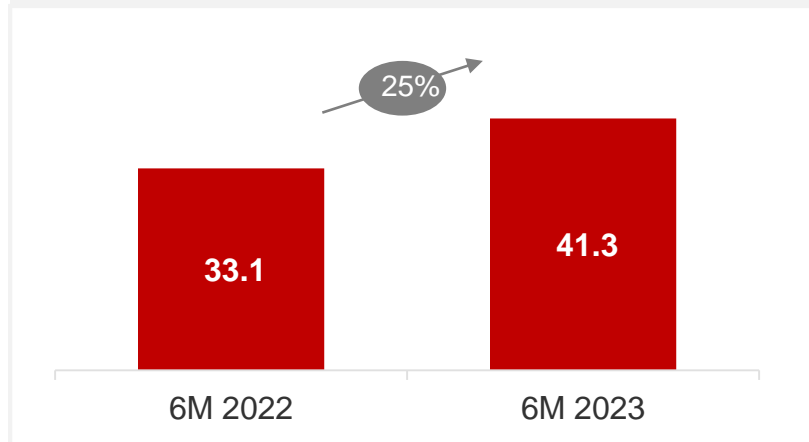
- Scale the PB/WM management operating model
- Expand product offerings in conjunction with Boubyan Capital, BLME, and NOMO bank
- Grow market share

Outline

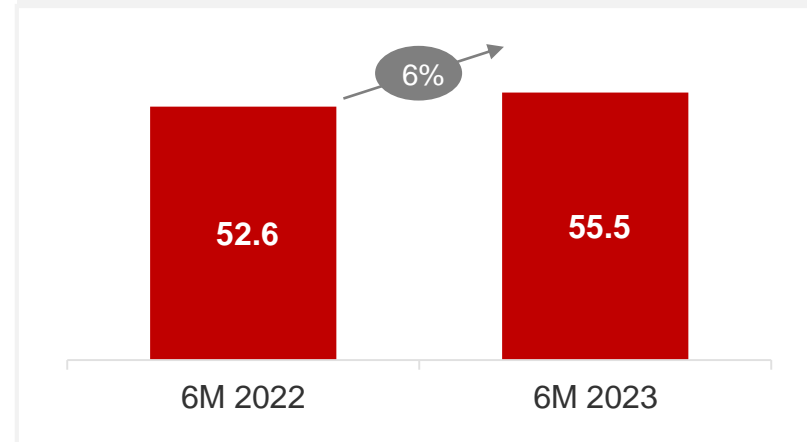
- 1 Boubyan's Performance & Strategy – At a Glance
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Profitability & Performance Ratio

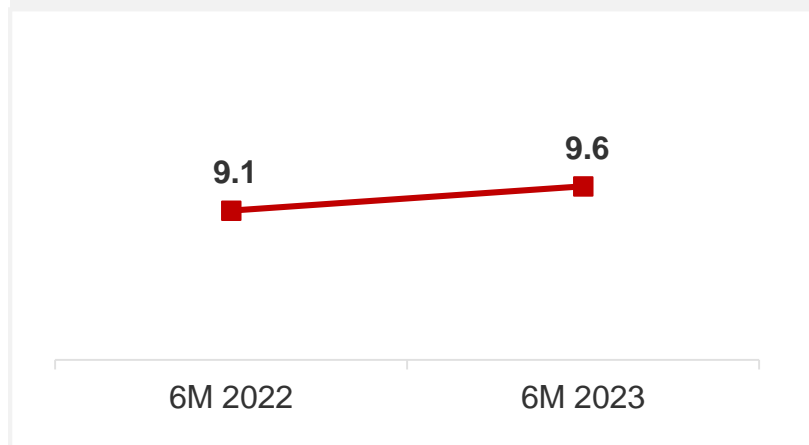
Net Profit (KD Million)



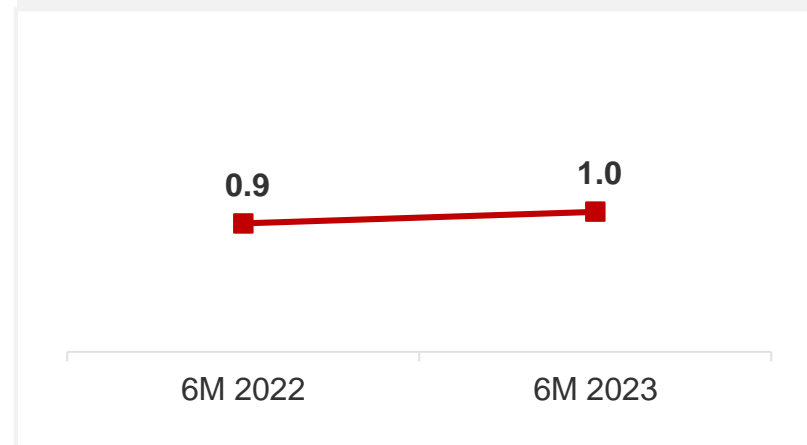
Operating Profit (KD Million)



* Return on Average Equity (%)



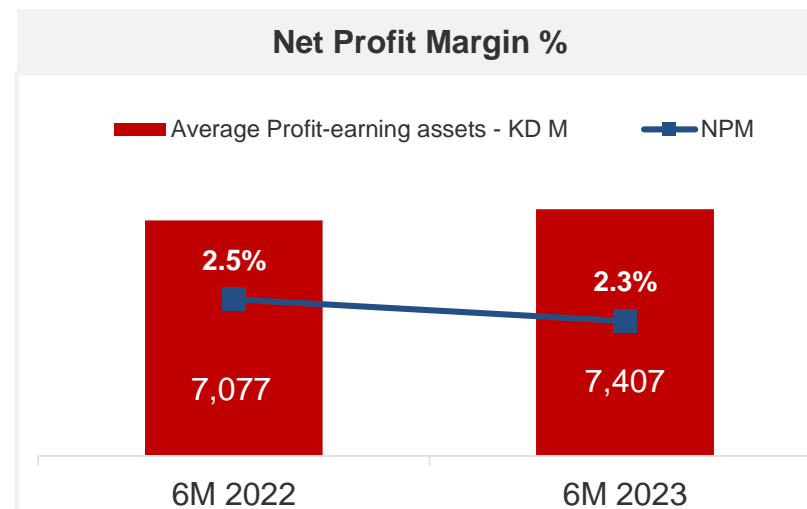
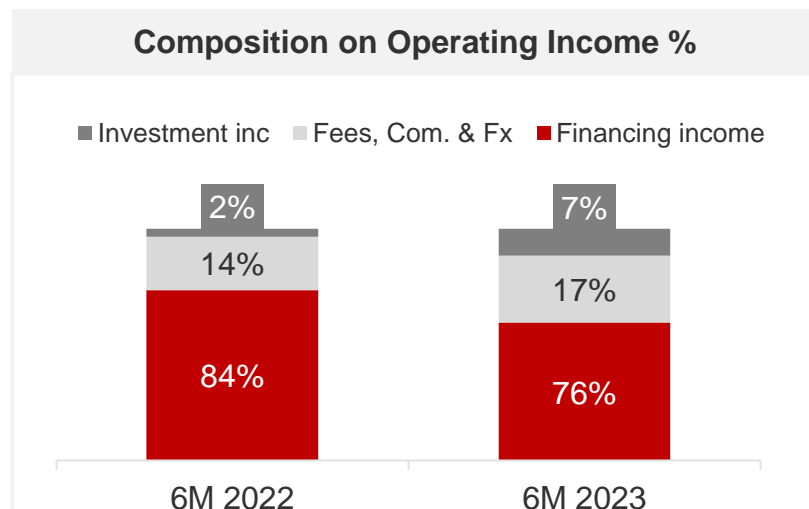
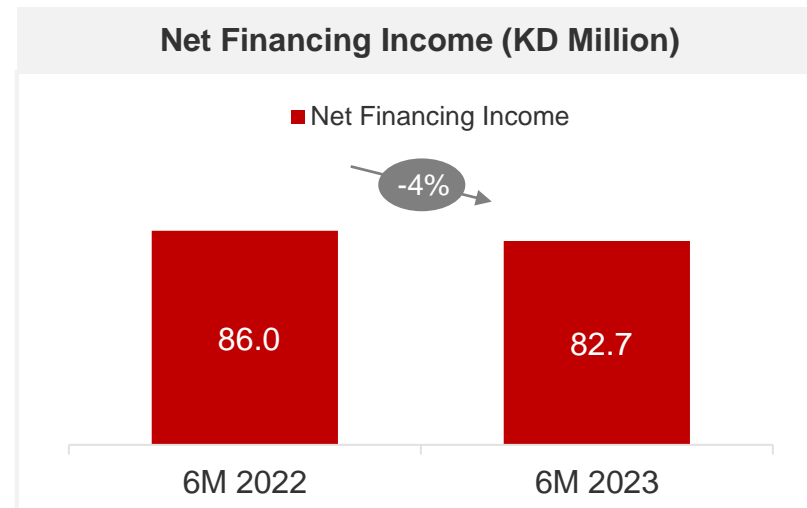
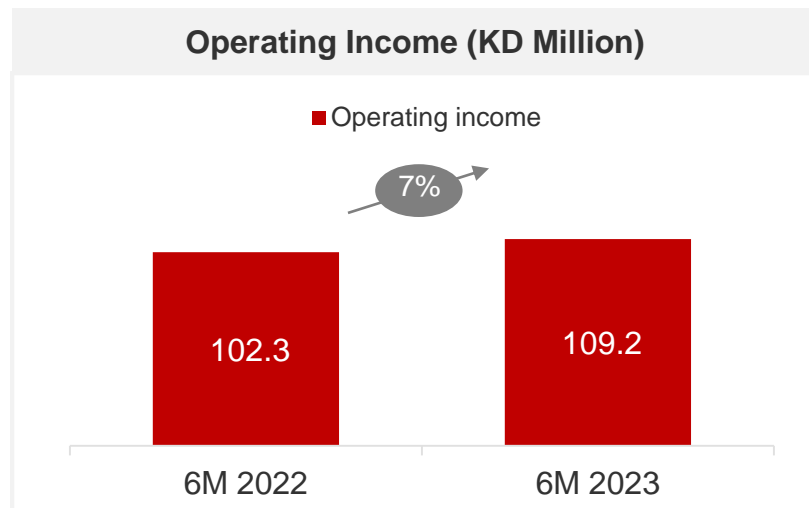
Return on Average Assets (%)



* Return on Average Equity is computed based on shareholders' equity after adjusting the net profit for Tier 1 Sukuk costs.

Source: Financial statements, Boubyan analysis

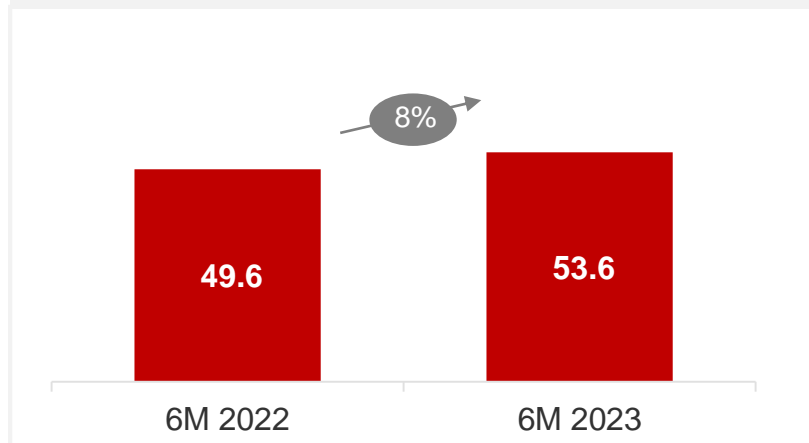
Operating income components and Net Profit Margins



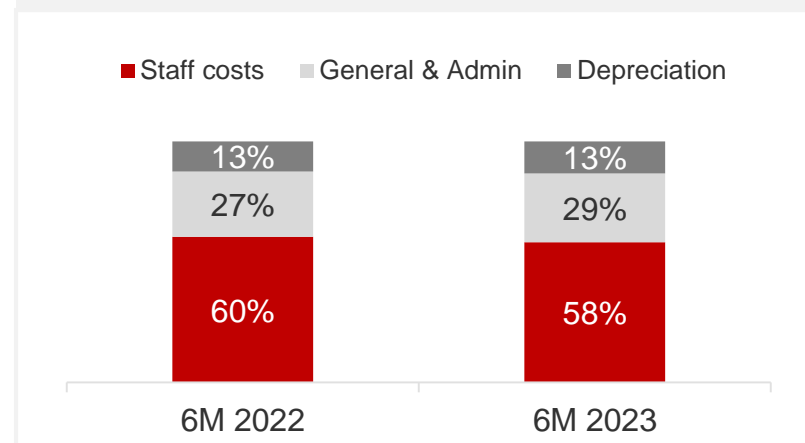
Source: Financial statements, Boubyan analysis

Operating Costs & Efficiency

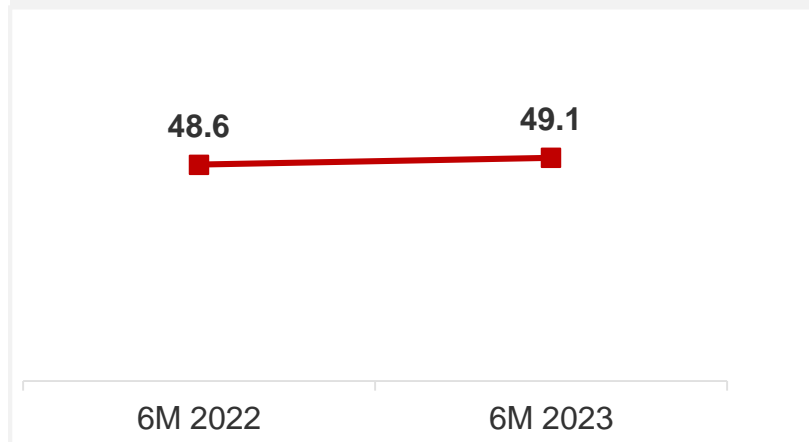
Operating Costs (KD Million)



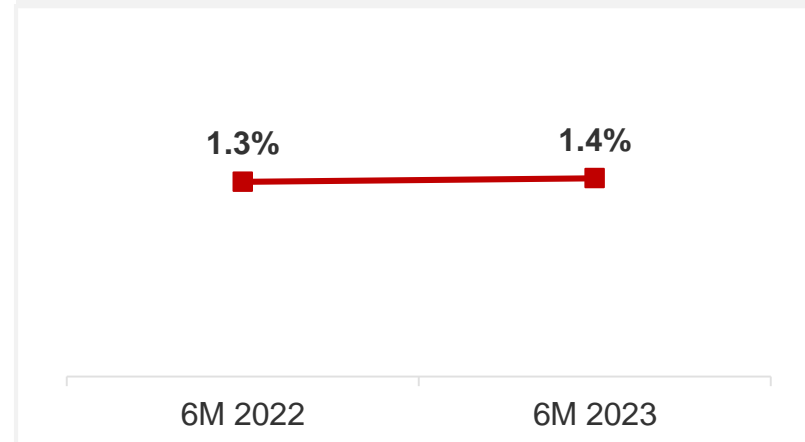
Composition of Operating Costs %



Operating Efficiency (%)

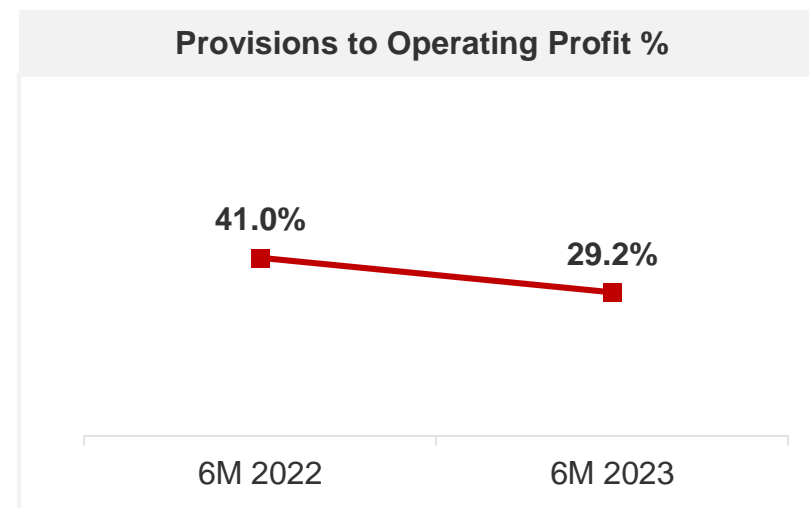
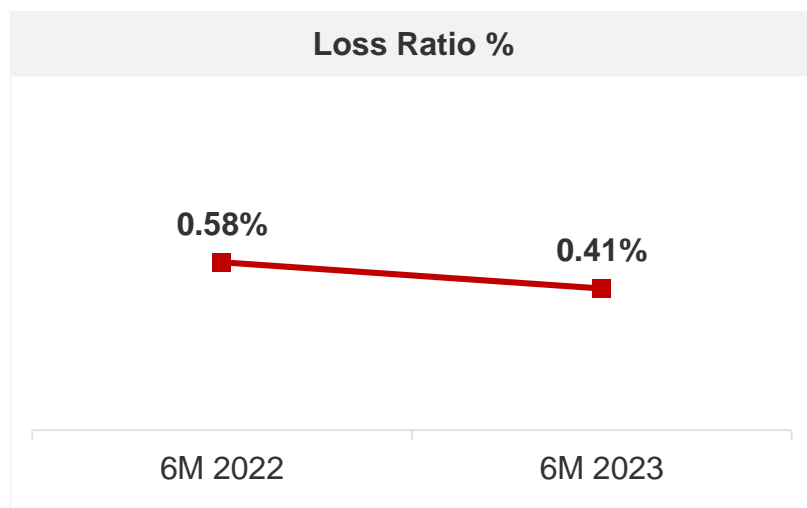
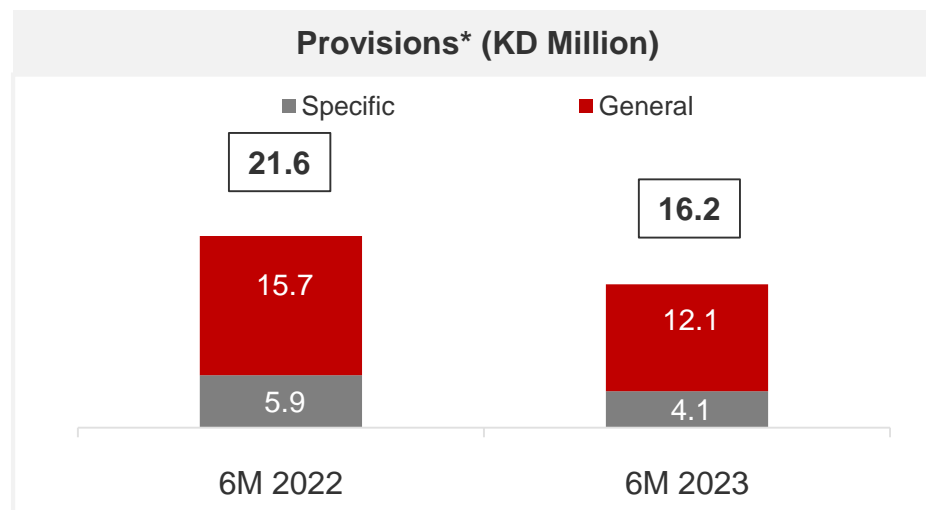


Operating Costs to Average Assets (%)



Source: Financial statements, Boubyan analysis

Provisions & Related Ratios



* General Provisions are shown inclusive of contingent provisions

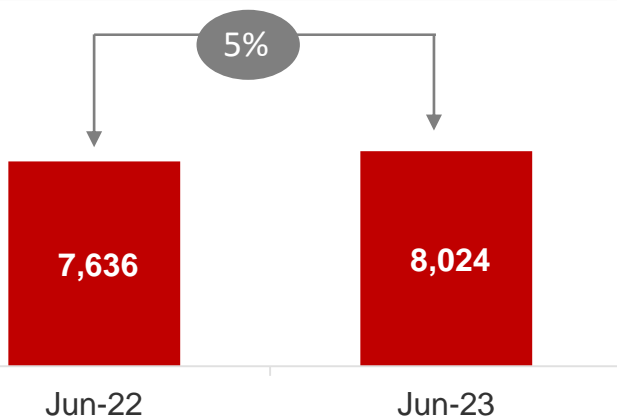
Source: Financial statements, Boubyan analysis

Outline

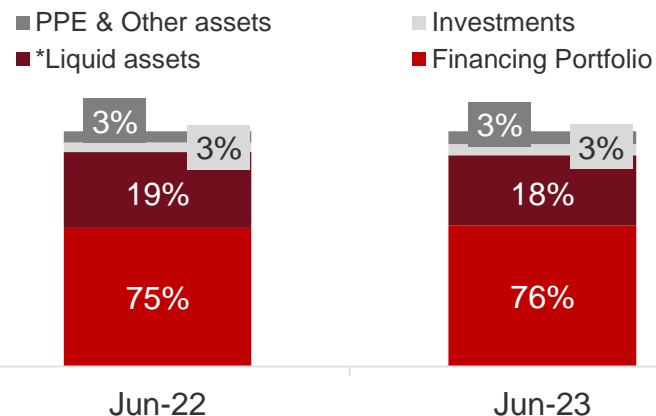
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Assets & Sources of Funding

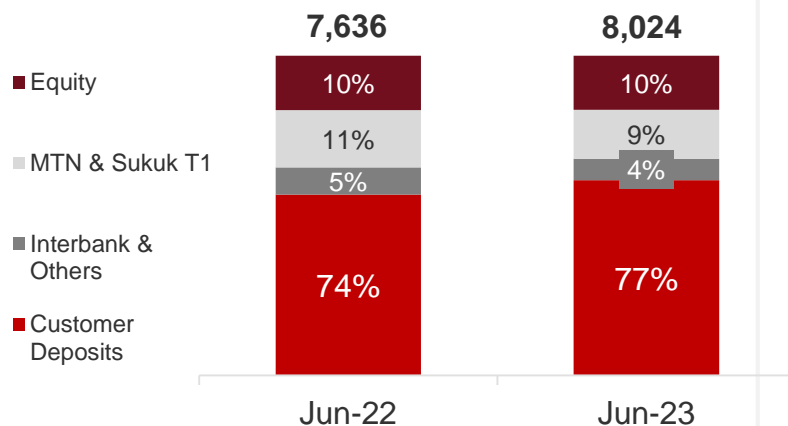
Total Assets (KD Million)



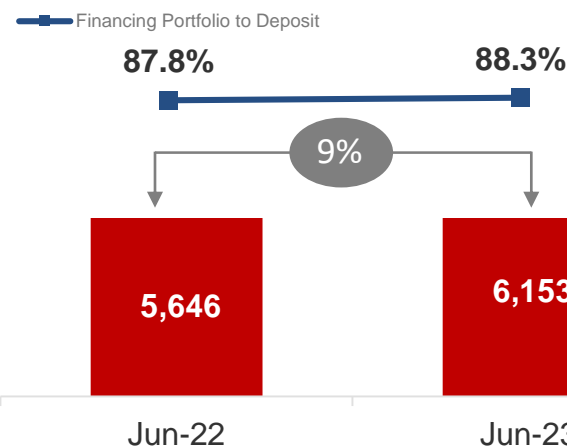
Composition of Assets %



Sources of Funding (KD Million & %)



Customer Deposits (KD Million)

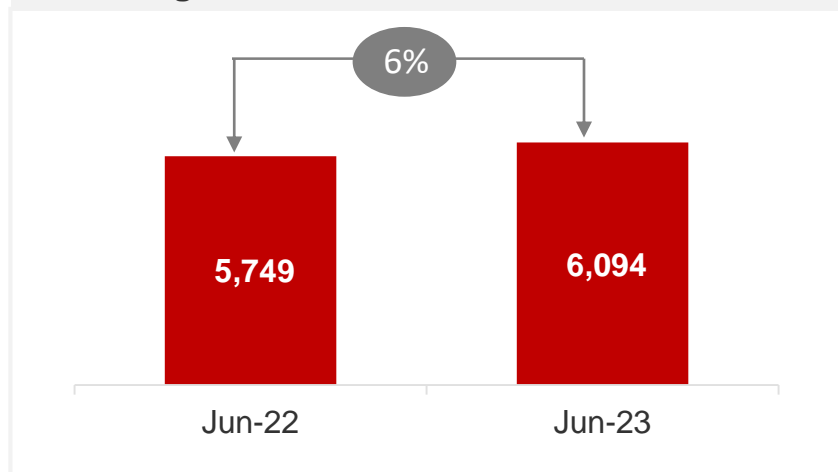


* Liquid assets include cash and balances with banks, Deposits with CBK, Deposits with other banks and Sukuk Investments

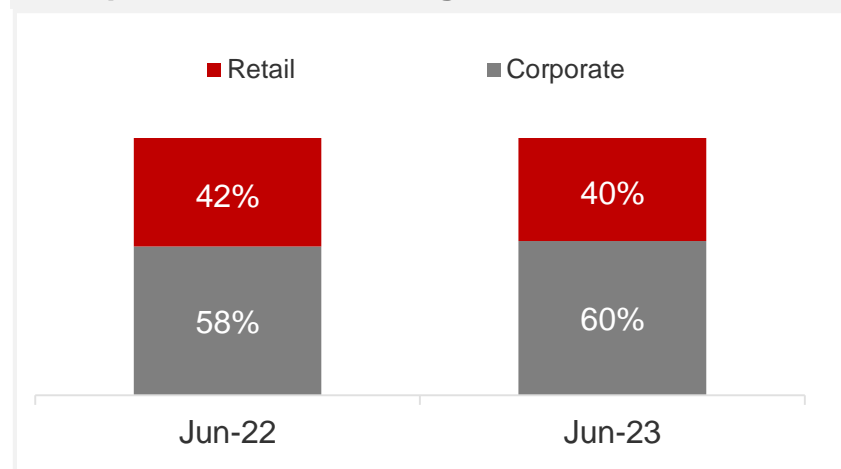
Source: Financial statements, Boubyan analysis

Financing Portfolio & Asset Quality

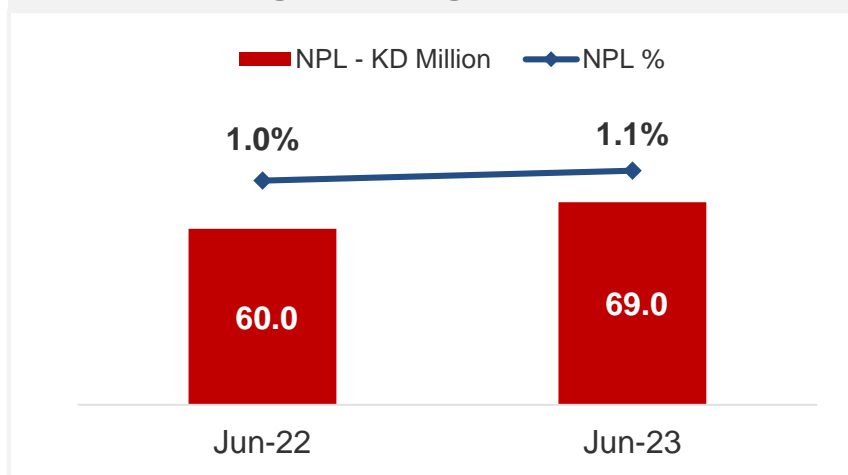
Financing Portfolio – KD Million



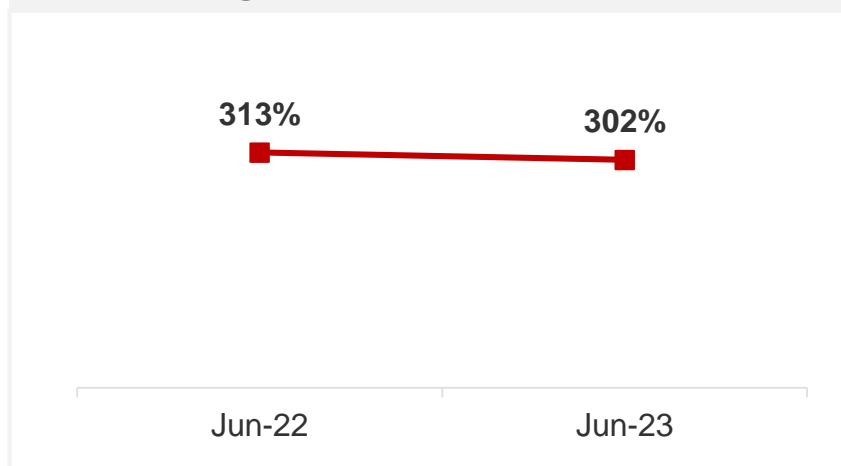
Composition of Financing Portfolio %



Non-Performing Financing Portfolio



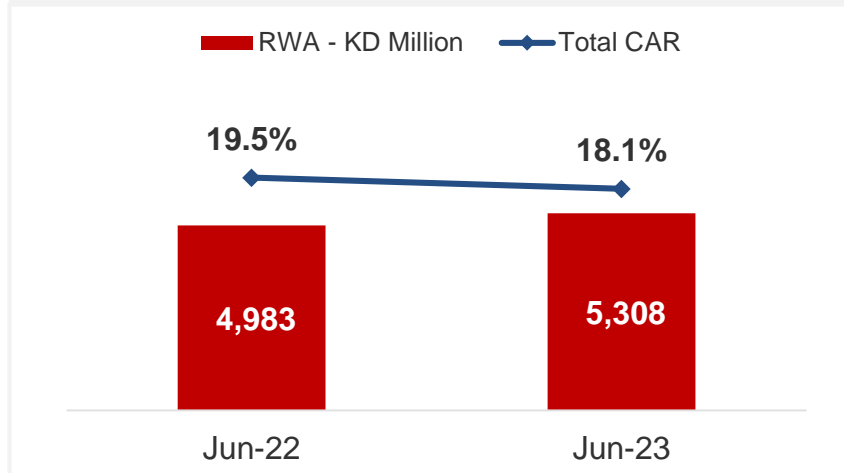
Loss Coverage Ratio



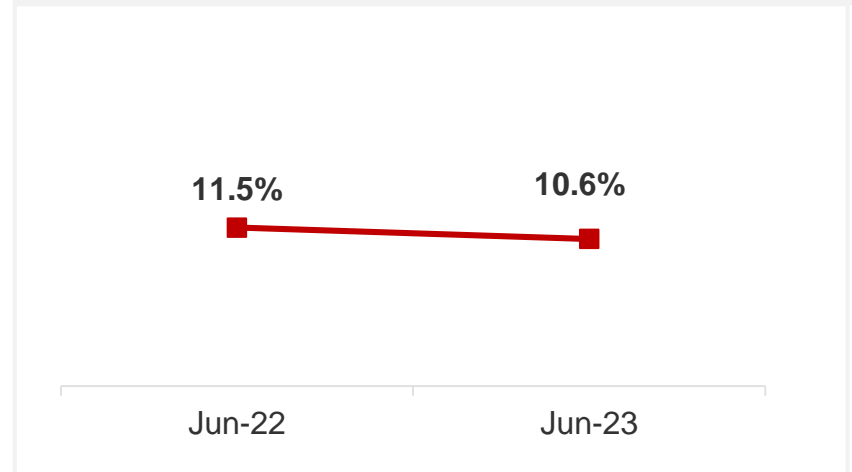
Outline

- 1 Boubyan's Performance & Strategy – At a Glance
- 2 Income Statement Analysis
- 3 Balance Sheet Analysis
- 4 Capitalization & Leverage**

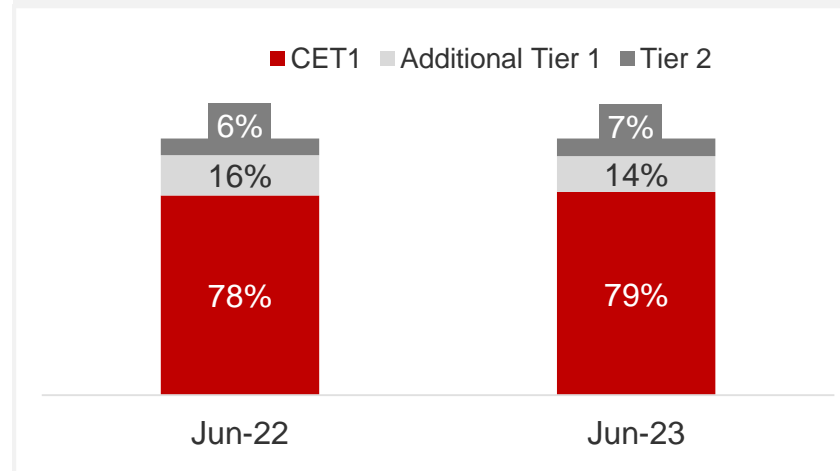
Capital Adequacy Ratio



Leverage Ratio



Composition of Regulatory Capital



Questions?

Appendix

Consolidated Financial Statements – Q2 2023

CONSOLIDATED STATEMENT OF INCOME	30-Jun	30-Jun
KD Million	2023	2022
Income		
Islamic financing income	188.1	126.4
Financing cost	(105.4)	(40.4)
Net finance income	82.7	86.0
Net investment income	8.2	2.1
Net fees and commission income	15.4	11.8
Net foreign exchange gain	2.9	2.3
Operating Income	109.2	102.3
Expenses		
Staff cost	(31.2)	(30.0)
General and administrative expenses	(15.3)	(13.5)
Depreciation	(7.1)	(6.2)
Total Expenses	(53.6)	(49.6)
Profit before provision for impairment	55.5	52.6
Provision for impairment	(16.2)	(21.6)
Profit before taxes	39.3	31.0
Taxes and board remuneration	1.2	(0.0)
Non-Controlling Interests	0.8	2.1
Net Profit for the year	41.3	33.1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30-Jun	30-Jun
KD Million	2023	2022
Assets		
Cash and balances with banks	264	283
Deposits with Central Bank of Kuwait	405	329
Deposits with other banks	60	326
Islamic financing to customers	6,094	5,749
Investments in Sukuks	709	541
Other investment securities	162	156
Investment properties	65	33
Other assets	125	103
Property and Equipment	139	116
Total Assets	8,024	7,636
Liabilities and Equity		
Liabilities		
Due to banks	192	313
Depositors' accounts	6,153	5,646
Medium Term Financing	561	641
Other liabilities	127	78
Total liabilities	7,032	6,677
Equity		
Share capital	396	374
Share premium	317	317
Treasury shares	(0)	(0)
Reserves	59	51
Retained earnings	43	34
Equity attributable to equity holders of the bank	815	776
Perpetual Tier 1 Sukuk	150	150
Non-controlling interest	26	32
Total equity	992	959
Total liabilities and equity	8,024	7,636

Consolidated Income Statement

CONSOLIDATED STATEMENT OF INCOME KD Million	31-Dec 2022	31-Dec 2021	31-Dec 2020
Income			
Islamic financing income	283.7	223.2	223.1
Financing cost	(116.5)	(65.7)	(84.2)
Net finance income	167.2	157.5	138.9
Net investment income	6.8	8.8	6.8
Net fees and commission income	21.1	16.8	12.3
Net foreign exchange gain	6.2	4.7	5.2
Other Income	0.0	0.0	4.3
Operating Income	201.4	187.8	167.5
Expenses			
Staff cost	(60.3)	(52.4)	(45.2)
General and administrative expenses	(28.2)	(25.2)	(20.0)
Depreciation	(12.4)	(9.6)	(9.2)
Total Expenses	(100.8)	(87.2)	(74.4)
Profit before provision for impairment	100.6	100.6	93.1
Provision for impairment	(43.7)	(50.8)	(59.0)
Profit before taxes	56.9	49.8	34.1
Taxes and board remuneration	(2.7)	(1.8)	(0.5)
Non-Controlling Interests	3.5	0.5	0.9
Net Profit for the year	57.8	48.5	34.4

Consolidated Statement of Financial Position

KD Million	31-Dec 2022	31-Dec 2021	31-Dec 2020
Assets			
Cash and balances with banks	533.2	533.2	286.7
Deposits with Central Bank of Kuwait	247.8	247.8	336.9
Deposits with other banks	131.7	131.7	180.1
Islamic financing to customers	5,913.5	5,913.5	4,823.3
Investments in Sukuks	609.6	609.6	523.0
Other investment securities	152.6	152.6	99.1
Investment properties	33.6	33.6	47.1
Other assets	130.1	130.1	49.5
Property and Equipment	128.6	128.6	91.4
Total Assets	7,880.8	7,880.8	6,437.1
Liabilities			
Due to banks	198.7	198.7	281.4
Depositors' accounts	5,961.7	5,961.7	5,107.7
Medium Term Financing	637.6	637.6	305.5
Other liabilities	103.0	103.0	115.8
Total liabilities	6,901.1	6,901.1	5,810.4
Equity			
Share capital	373.9	318.0	302.8
Share premium	316.9	156.9	156.9
Proposed bonus share	22.4	15.9	-
Treasury shares	(0.1)	(0.1)	(0.1)
Reserves	58.3	52.8	44.0
Accumulated retained earnings / (losses)	4.7	4.1	14.1
Proposed cash dividends	22.4	15.9	-
Equity attributable to equity holders of the bank	798.6	563.5	517.9
Perpetual Tier 1 Sukuk	150.4	150.4	75.4
Non-controlling interest	30.7	36.2	33.5
Total equity	979.7	750.1	626.7
Total liabilities and equity	7,880.8	7,651.1	6,437.1

Thank You