



CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

for the nine months ended 30 September 2023

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 September 2023 / US\$ 000's	30 September 2023 (reviewed)	31 December 2022 (audited)	30 September 2022 (reviewed)
ASSETS			
Cash and bank balances	446,249	858,239	550,978
Treasury portfolio	4,970,142	4,210,020	3,787,981
Financing assets	1,558,802	1,435,238	1,473,711
Investment in real estate	1,333,373	1,287,085	1,270,291
Proprietary investments	1,018,033	1,005,053	1,069,453
Co-investments	182,134	142,051	135,334
Receivables and other assets	817,497	589,869	651,276
Property and equipment	215,832	232,736	65,328
Total Assets	10,542,062	9,760,291	9,004,352
LIABILITIES			
Clients' funds	106,631	123,300	84,010
Placements from financial institutions	2,542,008	3,790,870	3,308,320
Placements from non-financial institutions and individuals	1,112,894	1,064,258	846,353
Customer current accounts	158,161	131,234	157,589
Term financing	1,847,528	1,942,198	1,957,119
Other liabilities	596,089	423,363	539,479
Total liabilities	6,363,311	7,475,223	6,892,870
Equity of investment account holders	3,100,537	1,213,674	1,090,593
OWNERS' EQUITY			
Share capital	1,015,637	1,015,637	1,015,637
Treasury shares	(124,672)	(105,598)	(99,787)
Statutory reserve	36,995	36,995	27,970
Investment fair value reserve	(56,885)	(53,195)	(75,070)
Retained earnings	115,165	95,831	86,661
Share grant reserve	7,930	6,930	-
Total equity attributable to shareholders of the Bank	994,170	996,600	955,411
Non-controlling interests	84,044	74,794	65,478
Total owners' equity	1,078,214	1,071,394	1,020,889
Total liabilities, equity of investment account holders and owners' equity	10,542,062	9,760,291	9,004,352

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the nine months ended 30 September 2023 / (US\$ 000's)	Attributable to shareholders of the Bank							Non-controlling interests (NCI)	Total owners' equity
	Share capital	Treasury shares	Statutory reserve	Investment fair value reserve	Retained earnings	Share grant reserve	Total		
Balance at 1 January 2023	1,015,637	(105,598)	36,995	(53,195)	95,831	6,930	996,600	74,794	1,071,394
Profit for the period	-	-	-	-	78,921	-	78,921	2,128	81,049
Fair value changes during the period	-	-	-	(3,690)	-	-	(3,690)	(1,082)	(4,772)
Total recognised income and expense	-	-	-	(3,690)	78,921	-	75,231	1,046	76,277
Long Term Incentive Plan (LTIP)	-	-	-	-	-	1,000	1,000	-	1,000
Transfer to zakah and charity fund	-	-	-	-	(1,000)	-	(1,000)	-	(1,000)
Dividends declared for 2022	-	-	-	-	(56,261)	-	(56,261)	-	(56,261)
Purchase of treasury shares	-	(48,548)	-	-	-	-	(48,548)	-	(48,548)
Sale of treasury shares	-	29,474	-	-	(2,326)	-	27,148	-	27,148
Additional NCI without a change in control	-	-	-	-	-	-	-	12,164	12,164
Loss of control	-	-	-	-	-	-	-	(3,960)	(3,960)
Balance at 30 September 2023	1,015,637	(124,672)	36,995	(56,885)	115,165	7,930	994,170	84,044	1,078,214

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the nine months ended 30 September 2022 / (US\$ 000's)	Attributable to shareholders of the Bank							Non-controlling interests (NCI)	Total owners' equity
	Share Capital	Treasury shares	Statutory reserve	Investment fair value reserve	Foreign currency translation reserve	Retained earnings	Total		
Balance at 1 January 2022	1,000,637	(48,498)	27,970	(28,561)	(70,266)	81,811	963,093	205,027	1,168,120
Profit for the period	-	-	-	-	-	66,235	66,235	5,240	71,475
Transfer on reclassification from FVTE to amortised cost	-	-	-	41,320	-	-	41,320	-	41,320
Fair value changes during the period	-	-	-	(85,315)	-	-	(85,315)	(3,072)	(88,387)
Transfer to income statement on disposal of sukuk	-	-	-	(2,514)	-	-	(2,514)	-	(2,514)
Total recognised income and expense	-	-	-	(46,509)	-	66,235	19,726	2,168	21,894
Bonus shares issued	15,000	-	-	-	-	(15,000)	-	-	-
Dividend declared	-	-	-	-	-	(45,000)	(45,000)	-	(45,000)
Purchase of treasury shares	-	(83,177)	-	-	-	-	(83,177)	-	(83,177)
Transfer to zakah and charity fund	-	-	-	-	-	(1,483)	(1,483)	-	(1,483)
Sale of treasury shares	-	31,888	-	-	-	98	31,986	-	31,986
Transferred to income statement on deconsolidation of subsidiaries	-	-	-	-	70,266	-	70,266	-	70,266
Adjusted on deconsolidation of subsidiaries	-	-	-	-	-	-	-	(142,080)	(142,080)
Additional NCI on acquisition of subsidiary	-	-	-	-	-	-	-	363	363
Balance at 30 September 2022	1,015,637	(99,787)	27,970	(75,070)	-	86,661	955,411	65,478	1,020,889

CONDENSED CONSOLIDATED INCOME STATEMENT for the nine months ended 30 September 2023 / US\$ 000's	Nine months ended		Three months ended	
	30 September 2023 (reviewed)	30 September 2022 (reviewed)	30 September 2023 (reviewed)	30 September 2022 (reviewed)
Investment banking				
Deal related income	151,564	67,838	70,674	26,324
Asset management	14,706	5,885	5,079	2,301
	166,270	73,723	75,753	28,625
Commercial banking				
Income from financing	81,913	68,435	28,209	25,460
Treasury and investment income	69,892	43,953	24,428	17,336
Fee and other income	18,597	2,979	3,968	1,019
Less: Return to investment account holders	(42,054)	(28,626)	(14,669)	(9,988)
Less: Finance expense	(80,290)	(28,285)	(35,120)	(12,230)
	48,058	58,456	6,816	21,597
Treasury and Proprietary Investments				
Finance and treasury portfolio income, net	163,552	72,075	41,562	22,283
Direct investment income, net	7,793	3,451	3,641	204
Income from co-investments, net	7,330	11,557	764	2,429
Share of profit from equity-accounted investees	22,401	19,281	5,157	8,781
Income from sale of assets	6,512	12,643	799	10,711
Leasing and operating income	13,274	13,859	4,397	6,594
Other income, net	8,346	13,495	6,006	3,602
Finance expenses - Repo and FI	(182,243)	(90,510)	(57,368)	(38,930)
	46,965	55,851	4,958	15,674
Total income	261,293	188,030	87,527	65,896
Other operating expenses	120,063	83,971	41,797	24,406
Finance expense - Term financing and others	46,574	32,303	15,215	12,241
Impairment allowances	13,607	281	6,655	3,150
Total expenses	180,244	116,555	63,667	39,797
Profit for the period	81,049	71,475	23,860	26,099
Attributable to:				
Shareholders of the Bank	78,921	66,235	24,305	24,055
Non-controlling interests	2,128	5,240	(445)	2,044
	81,049	71,475	23,860	26,099
Earnings per share				
Basic and diluted earnings per share (US cents)	2.26	1.91	0.71	0.73

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2023 / (US\$ 000's)	30 September 2023 (reviewed)	30 September 2022 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	81,049	71,475
Adjustments for:		
Treasury and proprietary investments	(46,965)	(55,851)
Foreign exchange loss/ (gain)	(1,323)	(9,911)
Finance expense	46,574	32,303
Impairment allowances	13,607	281
Depreciation and amortisation	8,055	1,317
	100,997	39,614
Changes in:		
Placements with financial institutions (original maturities of more than 3 months)	(179,799)	(270,415)
Financing assets	(128,727)	(162,709)
Receivable and other assets	(184,971)	(297,776)
CBB Reserve and restricted bank balance	(7,311)	(10,876)
Clients' funds	(16,669)	(132,752)
Customer current accounts	26,927	24,543
Placements from financial, non-financial institutions and individuals	(1,200,226)	(1,102,581)
Equity of investment account holders	1,886,863	(267,751)
Other liabilities	87,380	99,160
Net cash from operating activities	546,284	123,619
INVESTING ACTIVITIES		
Payments for purchase of equipment	(4,570)	(443)
Purchase of proprietary investment securities, net	(41,453)	(44,662)
Purchase of treasury portfolio, net	5,908	(319,498)
Cash acquired on acquisition of subsidiary	1,346	1,353
Cash paid on acquisition of subsidiary	(7,000)	(9,205)
Proceeds from sale of real estate	11,404	-
Dividends received from proprietary investments and co-investments	49,207	26,817
Payment for purchase of real estate	(12,027)	(8,367)
Net cash from / (used in) investing activities.	2,815	(354,005)
FINANCING ACTIVITIES		
Financing liabilities, net	(89,603)	244,577
Purchase of GFH sukuk, net	(21)	(8,135)
Finance expense paid	(315,439)	(134,724)
Dividends paid	(58,400)	(44,651)
Purchase of treasury shares, net	(17,695)	(51,287)
Net cash (used in) / from financing activities	(481,158)	5,780
Net increase / (decrease) in cash and cash equivalents during the period	67,941	(224,606)
Cash and cash equivalents at 1 January	1,041,064	844,344
Cash and cash equivalents at 30 September *	1,109,005	619,738
Cash and cash equivalents comprise:		
Cash and balances with banks (excluding CBB reserve balance and restricted cash)	369,548	482,020
Placements with financial institutions (original maturities of 3 months or less)	739,457	137,718
	1,109,005	619,738

* net of expected credit loss of US\$ 18 thousands (30 September 2022: US\$ 10 thousands).

The Board of Directors approved the condensed consolidated interim financial information on 13 November 2023 and signed on its behalf by:

Ghazi Faisal Ebrahim Alhajeri
Chairman

Hisham Alrayes
Chief Executive Officer & Board Member

"The above Condensed Consolidated Statement of Financial Position, Income Statement, Statement of Cash Flows and the Changes in Owners' Equity have been extracted from Condensed Consolidated Interim Financial Statements of GFH Financial Group B.S.C. for the nine months ended 30 September 2023, which were reviewed by KPMG, who have expressed an Unqualified Opinion on 13 November 2023".