



Condensed Consolidated Interim Financial Information

For the six months period ended 30 June 2024

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2024 / (US\$ 000's)	30 June 2024 (reviewed)	31 December 2023 (audited)	30 June 2023 (reviewed)
ASSETS			
Cash and bank balances	290,253	376,884	398,578
Treasury portfolio	4,768,073	5,135,032	4,944,127
Financing contracts	1,795,753	1,544,810	1,535,395
Real estate investment	1,244,496	1,371,932	1,320,989
Co-investments	278,371	254,610	169,471
Proprietary investments	1,183,067	1,044,727	1,033,743
Receivables and other assets	1,046,358	825,331	726,535
Property and equipment	282,243	229,534	207,223
Assets held for sale	-	338,619	-
TOTAL ASSETS	10,888,614	11,121,479	10,336,061
LIABILITIES			
Clients' funds	148,596	206,222	151,190
Placements from financial institutions	1,939,146	2,323,217	2,959,023
Placements from non-financial institutions and individuals	1,183,290	960,050	1,182,960
Customer current accounts	474,507	203,697	225,831
Term financing	1,981,348	2,124,307	1,975,706
Other liabilities	404,165	548,056	630,094
Liabilities directly associated with assets held for sale	-	230,562	-
TOTAL LIABILITIES	6,131,052	6,596,111	7,124,804
QUASI EQUITY	3,606,931	3,451,006	2,159,380
OWNERS' EQUITY			
Share capital	1,015,637	1,015,637	1,015,637
Treasury shares	(85,705)	(125,525)	(123,293)
Statutory reserve	47,518	47,518	36,995
Investment fair value reserve	(39,270)	(46,103)	(55,527)
Cash flow hedge reserve	-	(2,135)	-
Other reserve	(16,020)	(13,612)	-
Retained earnings	41,821	105,831	90,860
Share grant reserve	5,440	7,930	8,530
Total equity attributable to shareholders of the Bank	969,421	989,541	973,202
Non-controlling interests	181,210	84,821	78,675
Total owners' equity	1,150,631	1,074,362	1,051,877
TOTAL LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY	10,888,614	11,121,479	10,336,061

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months period ended 30 June 2024 / (US\$ 000's) reviewed	Attributable to shareholders of the Bank									Non-Controlling Interests (NCI)	Total owners' equity
	Share capital	Treasury shares	Statutory reserve	Cash flow hedge reserve	Other reserve	Investment fair value reserve	Retained earnings	Share grant reserve	Total		
Balance at 1 January 2024	1,015,637	(125,525)	47,518	(2,135)	(13,612)	(46,103)	105,831	7,930	989,541	84,821	1,074,362
Profit for the period	-	-	-	-	-	-	60,747	-	60,747	7150	67,897
Other comprehensive income	-	-	-	2,135	(2,408)	6,833	-	-	6,560	(4,814)	1,746
Total comprehensive income for the period	-	-	-	2,135	(2,408)	6,833	60,747	-	67,307	2,336	69,643
Issue of shares under incentive scheme (net)	-	-	-	-	-	-	-	(2,490)	(2,490)	-	(2,490)
Transfer to zakah and charity fund	-	-	-	-	-	-	(7,037)	-	(7,037)	-	(7,037)
Dividends declared for 2023	-	-	-	-	-	-	(61,000)	-	(61,000)	-	(61,000)
Sale of treasury shares	-	174,422	-	-	-	-	(20,941)	-	153,481	-	153,481
Purchase of treasury shares	-	(134,602)	-	-	-	-	-	-	(134,602)	-	(134,602)
Additional NCI without a change in control	-	-	-	-	-	-	(35,779)	-	(35,779)	124,650	88,871
Sale of shares in subsidiary	-	-	-	-	-	-	-	-	-	(37,937)	(37,937)
Reduction in NCI due to additional stake in subsidiary	-	-	-	-	-	-	-	-	-	(4,947)	(4,947)
Additional NCI on acquisition of subsidiary	-	-	-	-	-	-	-	-	-	12,287	12,287
Balance at 30 June 2024	1,015,637	(85,705)	47,518	-	(16,020)	(39,270)	41,821	5,440	969,421	181,210	1,150,631

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months period ended 30 June 2023 / (US\$ 000's) reviewed	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	-	-	-	-	54,616	-	54,616	-	2,573	-	57,189
Other comprehensive income	-	-	-	-	(2,332)	-	(2,332)	-	(479)	-	(2,811)
Total comprehensive income for the period	-	-	-	-	(2,332)	54,616	52,284	-	2,094	-	54,378
Long Term Incentive Plan (LTIP)	-	-	-	-	-	-	1,600	-	1,600	-	1,600
Transfer to zakah and charity fund	-	-	-	-	(1,000)	-	(1,000)	-	(1,000)	-	(1,000)
Dividends declared for 2022	-	-	-	-	(56,261)	-	(56,261)	-	(56,261)	-	(56,261)
Purchase of treasury shares	-	(47,169)	-	-	-	-	(47,169)	-	(47,169)	-	(47,169)
Sale of treasury shares	-	29,474	-	-	(2,326)	-	27,148	-	27,148	-	27,148
Additional NCI without a change in control	-	-	-	-	-	-	-	-	5,747	-	5,747
Reduction in NCI due to loss of control	-	-	-	-	-	-	-	-	(3,960)	-	(3,960)
Balance at 30 June 2023	1,015,637	(123,293)	36,995	(55,527)	90,860	8,530	973,202	-	78,675	-	1,051,877

The Board of Directors approved the condensed consolidated interim financial information on 12 August 2024 and signed on its behalf by:

Abdulmohsen Rashed Alrashed
Chairman

Hisham Alrayes
Chief Executive Officer & Board Member

"The above Condensed Consolidated Statement of Financial Position, Statement of Income, 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 six months period ended 30 June 2024, which were reviewed by KPMG, who have expressed an Unqualified Opinion on 12 August 2024".

CONDENSED CONSOLIDATED STATEMENT OF INCOME for the six months period ended 30 June 2024 / (US\$ 000's)	Six months ended		Three months ended	
	30 June 2024 (reviewed)	30 June 2023 (reviewed)	30 June 2024 (reviewed)	30 June 2023 (reviewed)
Investment banking				
Deal related income	59,902	80,890	26,670	38,726
Asset management	28,226	9,627	15,300	6,704
	88,128	90,517	41,970	45,430
Commercial banking				
Income from financing	62,394	53,704	31,187	26,485
Treasury and investment income	49,293	45,464	23,135	19,951
Fee and other income	15,463	14,629	7,522	9,161
Commercial banking finance cost	(54,607)	(45,170)	(28,060)	(26,592)
	72,543	68,627	33,784	29,005
Treasury and Proprietary Investments				
Finance and treasury portfolio income, net	89,070	121,990	48,487	64,308
Direct investment income, net	79,149	4,152	19,531	1,097
Income from co-investments	14,696	21,629	7,883	13,933
Share of profit from equity-accounted investees	12,589	17,244	5,556	10,426
Income from sale of assets	46,850	5,713	36,727	5,641
Leasing and operating income	14,147	8,877	9,275	4,447
Other income	1,713	2,340	832	390
Finance expenses - Repo and FI	(86,655)	(124,875)	(34,788)	(63,518)
	171,559	57,070	93,503	36,724
TOTAL INCOME	332,230	216,214	169,257	111,159
Finance expense - term financing and others	33,448	31,359	19,666	10,598
Impairment allowances, net	18,605	6,952	4,819	6,316
Other expenses	111,814	78,266	50,202	37,166
TOTAL EXPENSES	163,867	116,577	74,687	54,080
Profit for the period before attribution to quasi equity	168,363	99,637	94,570	57,079
Less: Net profit attributable to quasi-equity	(100,466)	(42,448)	(57,016)	(24,328)
PROFIT FOR THE PERIOD	67,897	57,189	37,554	32,751
Profit attributable to:				
Shareholders of the Bank	60,747	54,616	33,612	30,609
Non-controlling interests	7,150	2,573	3,942	2,142
	67,897	57,189	37,554	32,751
Earnings per share				
Basic and diluted earnings per share (US cents)	1.71	1.55	0.93	0.86

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the six months period ended 30 June 2024 / (US\$ 000's)	30 June 2024 (reviewed)	30 June 2023 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	67,897	57,189
Adjustments for:		
Treasury and proprietary investments	(258,214)	(181,945)
Foreign exchange loss	2,608	2,238
Finance expense	275,176	201,403
Impairment allowances, net	18,605	6,952
Depreciation and amortisation	6,333	4,299
	112,405	90,136
Changes in:		
Placements with financial institutions (original maturities of more than 3 months)	68,074	418,680
Financing assets	(145,944)	(106,914)
Receivable and other assets	(214,592)	(142,303)
CBB Reserve and restricted bank balance	(4,974)	(8,230)
Clients' funds	(57,626)	27,890
Customer current accounts	270,810	94,597
Placements from financial, non-financial institutions and individuals	(160,831)	(713,145)
Quasi equity	155,925	945,706
Other liabilities	(236,903)	168,750
Net cash (used in) / generated from operating activities	(213,656)	775,167
INVESTING ACTIVITIES		
Payments for purchase of equipment	(2,973)	(2,581)
Purchase of proprietary investment securities, net	-	(52,891)
Purchase of treasury portfolio, net	(8,500)	(237,445)
Cash acquired on acquisition of subsidiary	5,584	1,346
Cash paid on acquisition of subsidiary	-	(7,000)
Cash paid on acquisition of additional stake in subsidiary	(4,000)	-
Proceeds from sale of real estate	64,224	11,771
Dividends received from proprietary investments and co-investments	28,790	20,659
Payment for Purchase of real estate	(1,208)	(12,026)
Net cash generated from / (used in) investing activities	81,917	(278,167)
FINANCING ACTIVITIES		
Financing liabilities, net	(75,872)	33,773
Finance expense paid	(244,051)	(153,228)
Dividends paid	(58,865)	(57,860)
Sale/(Purchase) of treasury shares, net	39,827	(17,694)
Net cash used in financing activities	(338,961)	(195,009)
Net (decrease) / increase in cash and cash equivalents during the period	(470,700)	301,991
Cash and cash equivalents at 1 January	1,687,727	1,041,064
Cash and cash equivalents at 30 June *	1,217,027	1,343,055
Cash and cash equivalents comprise:		
Cash and balances with banks (excluding CBB reserve balance and restricted cash)	209,130	320,958
Placements with financial institutions (original maturities of 3 months or less)	1,007,897	1,022,097
	1,217,027	1,343,055

* net of expected credit loss of US\$ 26 thousands (30 June 2023: US\$ 31 thousands).