



Analysis of the results for the 2Q20

# Statement of Income as of 30 Jun 2020



مصرف بغداد  
Bank of Baghdad

Statement of Income					
	30 Jun		1Q20	2019	30 Jun
	2020	2019			%
Net Interest Income	1,018	1,254	891	5,151	(18.8%)
Net Commission Income	10,199	8,392	4,454	19,860	21.5%
Net Profit from FX	8,799	4,655	3,347	10,318	89.0%
Investment	4,257	2,167	1,197	3,986	96.5%
Other Income	257	367	150	573	(29.8%)
Total Income	24,230	16,835	10,038	39,888	45.7%
Total Expenses	(12,660)	(12,278)	(6,495)	(27,156)	3.1%
Profit Before Provision and tax	11,869	4,557	3,543	12,731	160.5%
Provision	(318)	(269)	(327)	(1,894)	18.6%
Net Profit before Tax	11,551	4,288	3,216	10,837	169.4%
Income Tax	(1,597)	(700)	(569)	(3,539)	128.1%
Net Profit after Tax	9,954	3,588	2,647	7,299	177.4%

## Notes

- Banks net profit have increased by 177.4% when compared to the same period of 2019 to amount to 9.954 billion IQD due to increase the gross profit despite the increase in expenses and provisions.
- The gross revenue has increased by 45.7% due to increase in FX and investment revenue and commission net revenue, and decrease in net interests.
- The gross expenses have increased when compared to the year 2019 by 3.1% due to non recurring expenses pertaining to social contribution COVID-19 and governmental taxes and dues.
- The bank profit have increased from FX by 89% due the increase in exchange rate of USD during 2Q20 and increased volume.
- The revenues and interest revenues from investment have increased by 96.5% due to the bank increased investments in governmental bonds during the 2Q20 compared to 2019.
- The commission revenues have increased by 21.5% compared to 6/2019 due to increase impound transfers and account management.
- The bank revenues have declined from NII due to the decrease in credit portfolio revenues and the interest due from CBI and banks.

## Statement of Financial Position as of 30 Jun 2020

Financial Position				
	2020 /6	2019 /12	Materiality %	%
Cash and Balances with bank	742,467	690,514	62.2%	7.5%
Financial Assets at Fair Value	5,893	5,173	0.5%	13.9%
Financial assets held to maturity	221,937	97,250	18.6%	128.2%
Loans and advances	142,864	149,603	12.0%	-4.5%
Fixed assets	51,015	50,774	4.3%	0.5%
Other Assets	28,663	139,430	2.4%	-79.4%
<b>Total assets</b>	<b>1,192,839</b>	<b>1,132,744</b>	<b>100%</b>	<b>5.2%</b>
Customer deposits	835,922	803,012	70.1%	4.1%
Margin accounts	17,925	17,460	1.5%	2.7%
Other Liabilities	55,566	38,631	4.7%	43.8%
<b>Total Owners' Equity</b>	<b>283,426</b>	<b>273,641</b>	<b>23.8%</b>	<b>3.6%</b>
<b>Total liabilities and Owners' Equity</b>	<b>1,192,839</b>	<b>1,132,744</b>	<b>100%</b>	<b>5.3%</b>

### Note

- Banks investment has been increased in Iraqi government treasury bonds as the bank invested 100 million USD as part of the banks plan.
- The banks credit portfolio has decreased by 4.5% during the half years 2020 through collection activities .
- Deposits has increased by 2.4% Y/Y and decreased by 2.3% Q/Q.
- The reason behind the liability increase is due to increase corporate current accounts and increase in cash margins.
- The owner's equity grow by 5 Y/Y due to profits and Q/Q increase due to second quarter profits.

### Determinants of financial statements

- IFRS 9 is not applied and should be applied during 2019 .
- IFRS 16 not applied .
- The financial figures are rounded to the nearest million Iraqi dinars

### subsequent events

- Iraq and the world were exposed to the Corona-Coved-19 pandemic, and there is no negative impact on the bank as a result of this pandemic .

### Financial statements

- The financial statements are published in each of the following:-

1. [www.bankofbaghdad.com.iq](http://www.bankofbaghdad.com.iq)

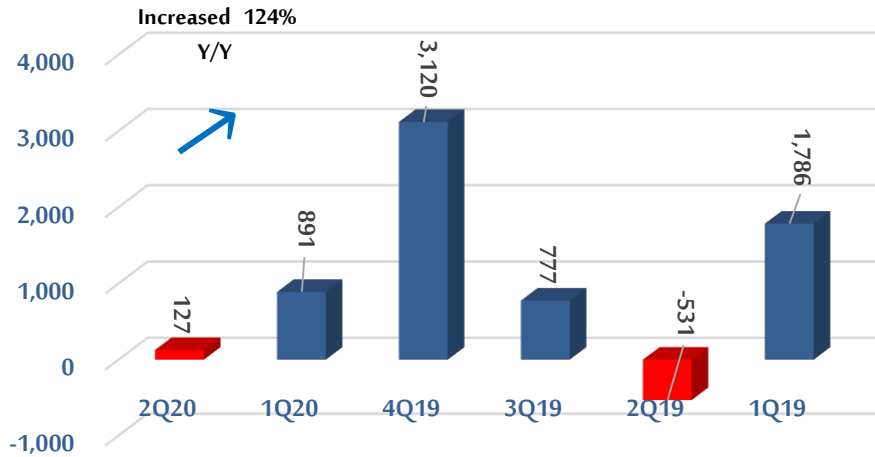
2. [www.isc.gov.iq](http://www.isc.gov.iq)

3. [www.isx-iq.net](http://www.isx-iq.net)

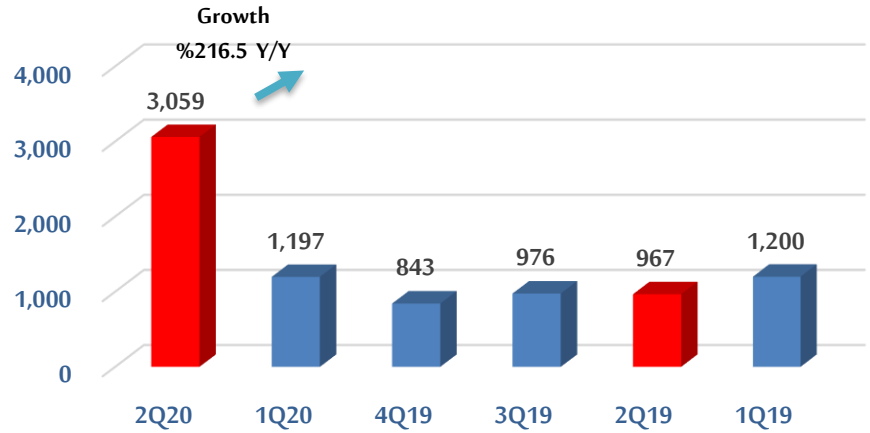
# Financial Performance income Statement



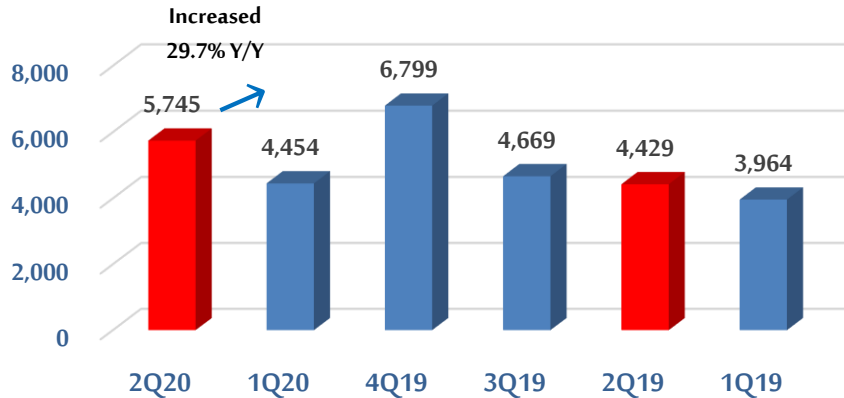
### Net Interest Income



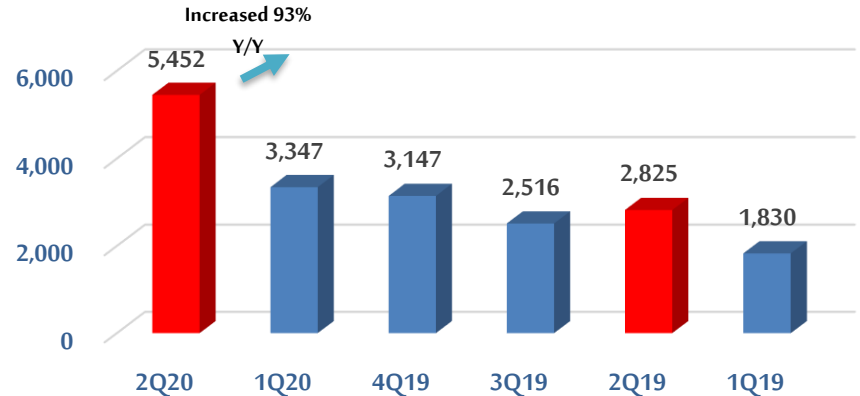
### Profit and Income from Investments



### Net Commission Income



### Net Profit from Foreign Currency Exchange



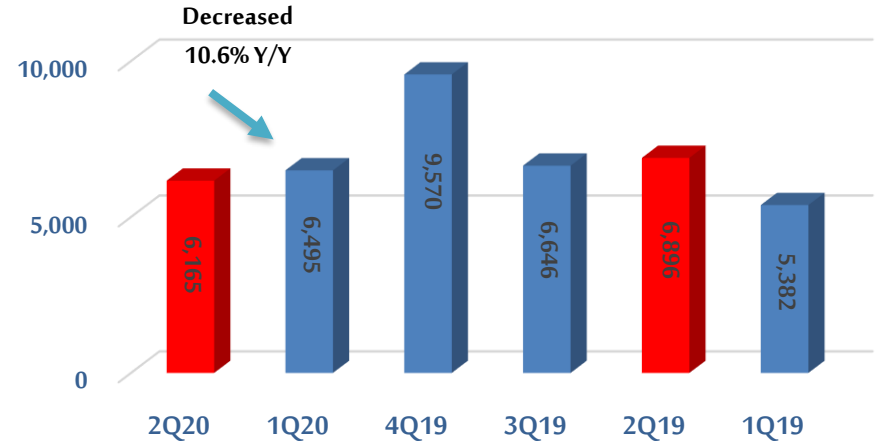
# Financial Performance income Statement



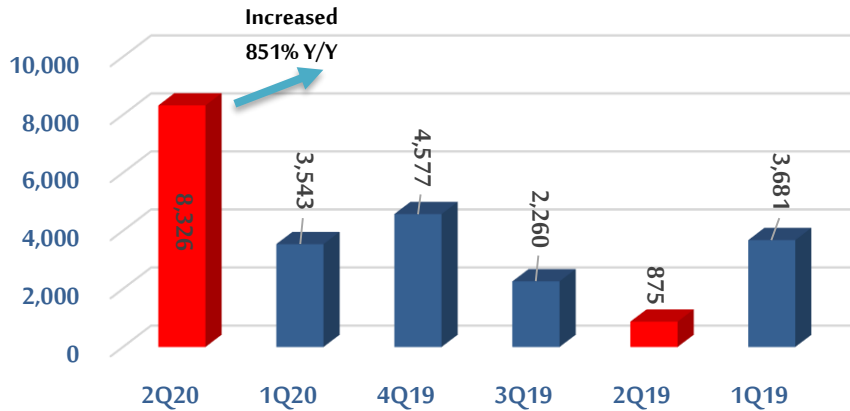
### Total Income



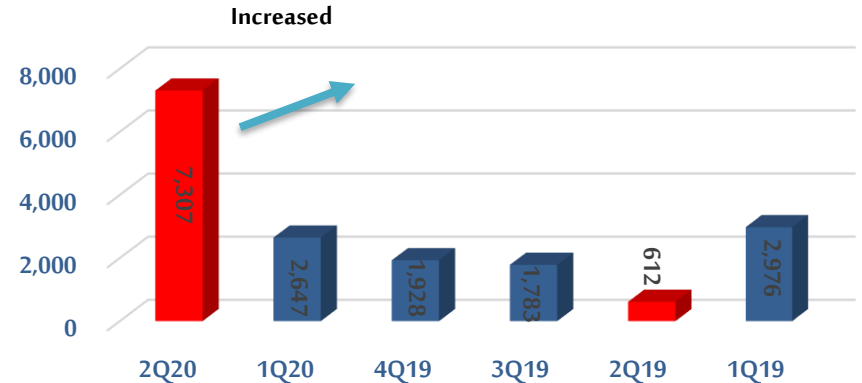
### Total Expenses



### Profit Before Provision and Tax



### Net Profit

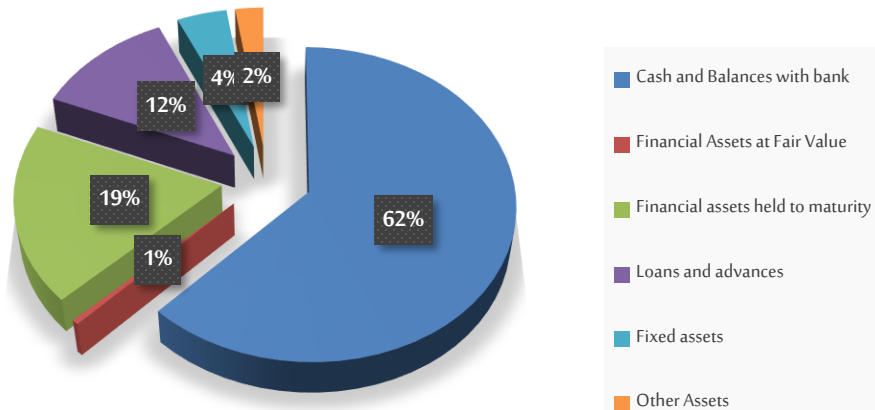


# Financial Performance - Financial Position

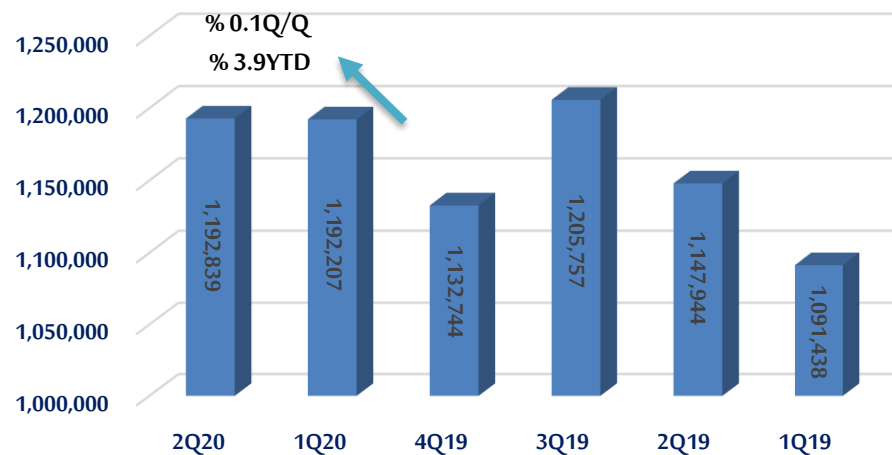
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### Distribution of Bank's Assets



### Total Assets

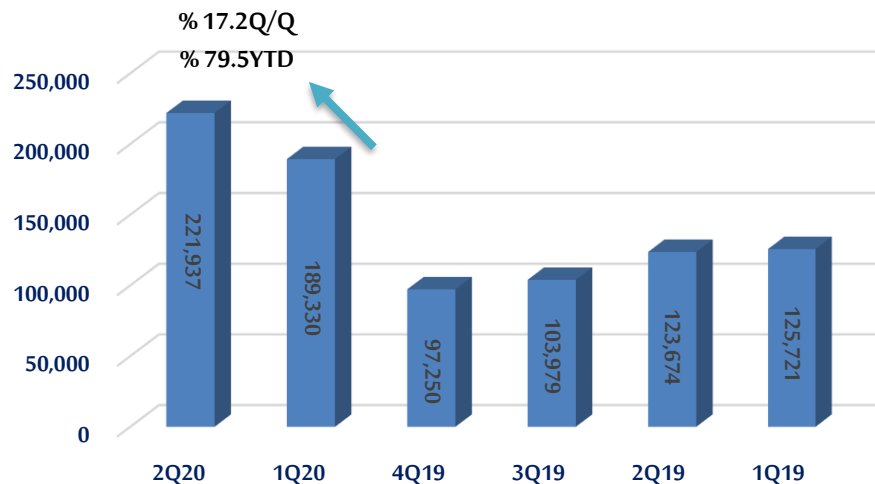


# Financial Performance - Financial Position

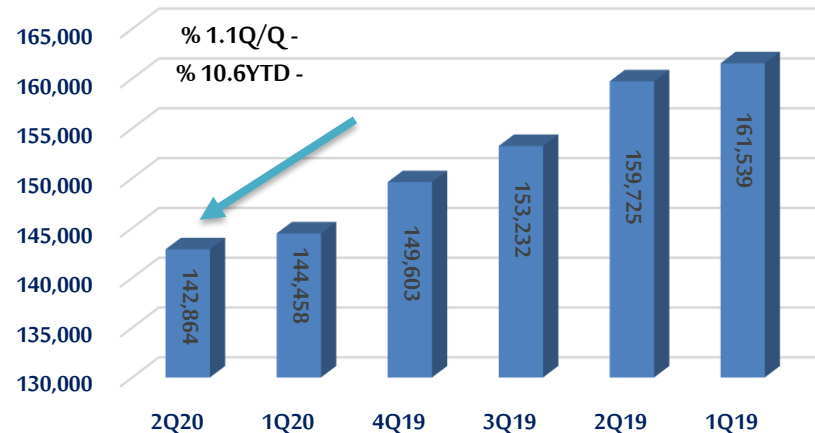
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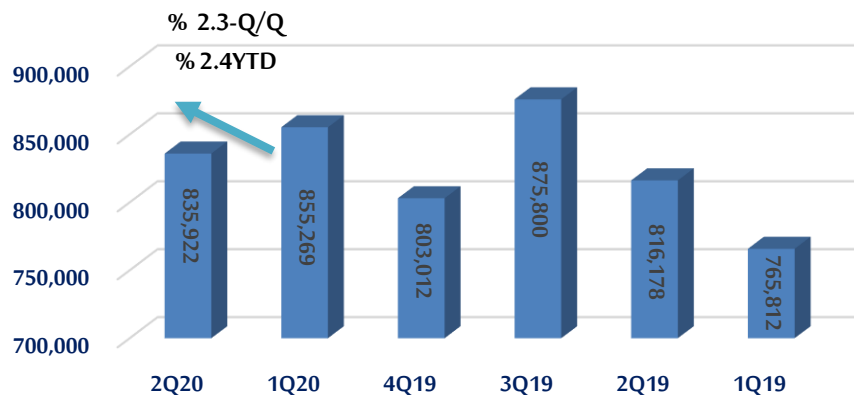
### Financial assets held to maturity



### Direct Facilities – net



### Customer deposits



### Owners' Equity

