

FACTSHEET FINANCIAL YEAR END 2019

Founded in 1972, BACB plc is a commercial U.K. based bank providing quality trade solutions for clients in specialist markets, with particular focus in Africa and the Middle East.

BACB has continued to strengthen its balance sheet throughout 2019; taking important steps in our return to profitability whilst shoring up the foundations of our business, preparing the Bank for the future.

We have focused on several areas of enhancement, refining our asset quality and revising our risk appetite throughout our areas of operation; making strong strategic hires across the organisation including the key areas of client coverage. We are improving the resilience and functionality of our internal operations in core areas, such as compliance screening; as well as bolstering the expertise of our diverse and talented team.

By adhering fully to these priorities, we have returned a profit of £8.1m before tax as at 2019-year end, with our capital strength increasing from 14% to 20%. Importantly, the enhancements undertaken this year have complemented our core principles of providing relationship-driven banking services that make a difference to our clients.

The COVID-19 environment in 2020 underscores the importance of the Bank's prudent and disciplined growth strategy. We remain committed to our clients and core markets, whilst continuing to protect the wellbeing and interests of our staff and shareholders.

Sector expertise and a robust network in the regions we operate are crucial components for the future. BACB has received market recognition for these characteristics, being awarded Best Trade Finance Bank in North Africa at the GTR Leaders in Trade Awards 2020.

We remain committed to providing specialist banking for specialist markets in the times ahead.



SUSIE ALIKER *CEO*

£8.1m

2019 profit before tax

£2.78bn

total assets

operating
income

£64.0m

down 1%

19.6%

total capital ratio

4%

non-performing
loan ratio

	2019	2018	2017	2016	2015
FINANCIAL POSITION £m					
Operating Income before Loan impairments	64.0	64.8	53.4	42.7	38.5
Profit/(Loss) before income tax	8.1	(35.4)	7.3	2.6	(15.1)
Profit/(Loss) for the year	7.6	(35.3)	6.8	2.7	(14.5)
Total Assets	2,779	3,894	2,953	2,939	3,021
Total Loans	1,841	2,079	2,086	1,624	1,596
Total Equity	178	168	217	208	210
Tier 1 & 2 Capital (Eligible Capital)	236	233	281	278	271
RATIOS %					
Capital Adequacy ¹	19.6%	14.3%	16.3%	19.7%	19.9%
Cost Income Ratio ²	58%	59%	67%	77%	90%
Return on Tier 1 Capital	4%	-22%	3%	1%	-7%
Return on Tier 1 & 2 (Total Eligible Capital)	3%	-15%	2%	1%	-6%
Non Performing Loans	5%	10%	4%	3%	3%

¹ Tier 1 and 2 capital divided by Risk Weighted Assets

² Based on Administrative Expenses divided by Operating Income before allowances for credit losses

During 2018 the Bank has adopted IFRS 9 and changed its recognition and measurement of some financial assets and liabilities. Due to the transition method chosen, comparative information in respect of 2017 and prior years has not been restated.



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British Arab Commercial Bank plc is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority