

**BLUE NILE MASHERG BANK**

**FINANCIAL STATEMENTS**

**AS 31<sup>ST</sup> DECEMBER, 2019.**



**Mustafa Salim & Co.**

**Certified Accountants**

**مصطفى سالم وشركاه**

محاسبون ومراجعون قانونيين

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**AUDITORS'S REPORT**

**Blue Nile Mashreg Bank**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Blue Nile Mashreg Bank**, which comprise the financial position as at **31st December 2019**, income statement, statement of changes in equity and statement of cash flows for the financial year then ended, and summary of significant accounting policies and other explanatory notes.

**Managements Responsibilities for the Financial Statements :**

These financial statements are the responsibility of the Bank's management. The management is responsible for the preparation and fair presentation of these financial statements in accordance with the Islamic Sharia'a rules and regulations, and the standards set forth by the Central Bank of Sudan and its related laws. The management responsibility includes, designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material mis-statement, whether due to fraud or error; the management responsibility also includes selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

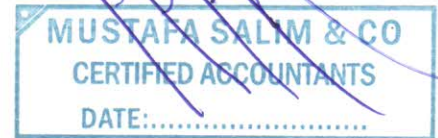
**Auditor's Responsibility:-**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Islamic Banks Standards on Auditing and in the light of the prevailing Sudanese laws. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material mis-statement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material mis-statement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to obtain audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements

In Our opinion the financial statements give a true and fair view of the state of the Bank's affairs as at 31st December, 2019 and of its financial performance for the year then ended, in compliance with Islamic Sharia'a rules, as prescribed by the Sharia'a Supervisory Board, Bank of Sudan and AAOIFI Accounting & Auditing Standards.

**KHARTOUM 04. 03. 2020.**



**Mustafa M. S. Bayoumi**

**BS C, F.C.C.A.**

**S.C.C.A**

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**مصطفى محمد سالم بيومي**

**زميل هيئة المحاسبين القانونيين**

**بالمملكة المتحدة**

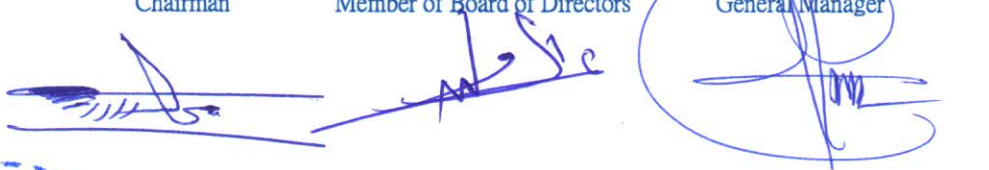
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**Blue Nile Mashreq Bank**  
**Financial Statement As At 31st. December, 2019**

<u>Particulars</u>	<u>Notes</u>	<u>2019</u> <u>SDG.</u>	<u>2018</u> <u>SDG.</u>
<b><u>Assets</u></b>			
Cash and cash equivalents	5	6,403,374,300	4,457,997,832
Sales receivable	6	381,849,524	31,700,943
Investments	7	2,594,919,103	2,761,364,579
Long-term Investments	8	211,510,713	477,115,491
Other Assets	9	133,189,437	88,016,787
Branches under construction	10	118,441,966	85,994,066
Net fixed assets	11	224,956,284	206,617,604
<b>Total assets</b>		<b><u>10,068,241,327</u></b>	<b><u>8,108,807,302</u></b>
<b>Liabilities, Unrestricted investment accounts and Owners' equity: -</b>			
<b><u>Liabilities: -</u></b>			
Current Accounts and Savings Accounts	12	5,521,628,100	3,883,087,411
Accounts payable	13	108,206,926	219,470,126
Other liabilities	14	448,555,572	294,270,099
<b>Total liabilities</b>		<b><u>6,078,390,598</u></b>	<b><u>4,396,827,636</u></b>
Unrestricted investment accounts	15	1,270,246,125	1,267,585,429
<b>Total unrestricted investment accounts</b>		<b><u>7,348,636,723</u></b>	<b><u>5,664,413,065</u></b>
<b><u>Owners' Equity</u></b>			
Paid Up Capital	16	520,560,577	436,082,080
Legal reserve		310,853,234	220,421,864
Foreign Currency reserves		1,314,841,904	1,365,497,803
Retained earnings	17	813,891,167	422,392,490
Total owners' equity		<b><u>2,960,146,882</u></b>	<b><u>2,444,394,237</u></b>
<b>Total liabilities and unrestricted investment accounts &amp; owners' equity</b>		<b><u>10,308,783,605</u></b>	<b><u>8,108,807,302</u></b>
<b><u>Contra Accounts</u></b>			
Letters of Credit		0	442,107,438
Letters of Guarantee		12,909,958	29,136,741
		<b><u>12,909,958</u></b>	<b><u>471,244,179</u></b>

Mohammed Ismail Mohammed      Abdel Baqi Abdalla Hassan      Mahmoud Hassan Mohamed  
Chairman      Member of Board of Directors      General Manager



The attached notes (1) to (23) form an integral part of these financial statements



**Blue Nile Mashreq Bank**  
**Income Statement for The Year Ended 31st. December, 2019**

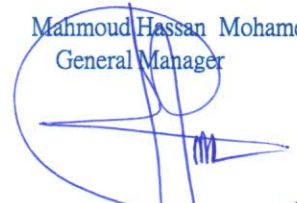
<u>Particulars</u>	<u>Notes</u>	<u>2019</u> <u>SDG.</u>	<u>2018</u> <u>SDG.</u>
<b>Income: -</b>			
Deferred sales		12,012,452	13,477,599
Investment securities revenues	18	129,321,380	94,602,674
Other investment income	19	<u>230,491,113</u>	<u>186,165,964</u>
<b>Total</b>		<b>371,824,945</b>	<b>294,246,237</b>
<b>Less:</b>			
Return on owners of unrestricted investment accounts		<u>(101,373,358)</u>	<u>(96,341,851)</u>
<b>Bank's share of investment income as (Mudarib) and owner of the fund</b>		<b>270,451,587</b>	<b>197,904,386</b>
<b>Add: -</b>			
Revenues from banking services	20	1,219,991,922	629,096,330
Foreign currency re-evaluation of revenue gains		<u>(50,655,899)</u>	1,201,630,415
Other revenues	21	<u>15,104,843</u>	<u>8,693,224</u>
<b>Total income</b>		<b>1,454,892,453</b>	<b>2,037,324,355</b>
<b>Total</b>			
<b>Less:</b>			
Staff cost	22	65,510,035	62,874,715
General and administrative expenses	23	116,219,068	137,474,078
Depreciation		21,528,780	14,342,778
Finance provision		2,947,252	9,195,995
Fines - Bank of Sudan		<u>18,000</u>	<u>49,000</u>
<b>Total expenses</b>		<b>206,223,135</b>	<b>223,936,566</b>
<b>Net income before zakat and taxation</b>		<b>1,248,669,318</b>	<b>1,813,387,789</b>
<b>Less:</b>			
Provision for Zakat		<u>(57,236,592)</u>	<u>(40,472,333)</u>
Provision for tax		<u>(337,774,923)</u>	<u>(146,636,080)</u>
<b>Net Profit for the Year</b>		<b><u>853,657,803</u></b>	<b><u>1,626,279,376</u></b>

Mohammed Ismail Mohammed  
Chairman

Abdel Baqi Abdalla Hassan  
Member of Board of Directors

Mahmoud Hassan Mohamed  
General Manager





The attached notes (1) to (25) form an integral part of these financial statements



