



Aluminium  
for the world

Aluminium Bahrain B.S.C.  
C.R. No.999



ألمنيوم  
للعالم

ألمنيوم البحرين ش.م.ب.  
سجل تجاري رقم: ٩٩٩

## Aluminium Bahrain B.S.C. REPORT OF THE BOARD OF DIRECTORS

The Directors have the pleasure to submit their report together with the Audited Consolidated Financial Statements for the year-ended 31 December 2018.

### Principal Activity

Aluminium Bahrain B.S.C. ("the Company") was incorporated as a Bahrain Joint Stock Company (closed) in the Kingdom of Bahrain and registered with the Ministry of Industry, Commerce and Tourism under Commercial Registration (CR) Number 999. The Company was converted into a Bahrain Public Joint Stock Company effective 23 November 2010 and its shares were listed on two exchanges: Ordinary Shares on the Bahrain Bourse and Global Depositary Receipts (GDRs) on the London Stock Exchange - Alternative Investment Market (AIM).

The principal activities of the Company are to build and operate smelters for the production of aluminium, to sell aluminium within and outside the Kingdom of Bahrain and to carry on any related business to complement the Company's operations and/or to enhance the value or profitability of any of the Company's property or rights.

### Registered Office

The official business address of the Company is located at Building 150, Road 94, Block 951, Askar, Kingdom of Bahrain.

### Winterthur Branch

On 7 July 2011, the Company established and registered Aluminium Bahrain B.S.C., Manama, Bahrain, Winterthur Branch in Zurich, Switzerland, with office address at Merkustrsse 25, CH-8400 Winterthur, Switzerland.

### Hong Kong Branch

On 30 November 2011, the Board approved the establishment of a Sales Office in Hong Kong, with address at 2210, Windsor House, 311 Gloucester Road, Causeway Bay, Hong Kong.

### U.S. Subsidiary

On 11 June 2014, the Board approved the incorporation of a U.S. entity and the creation of a Sales Office with address at Aluminium Bahrain US, Inc. 400 Colony Square, Suite 1001, 1201 Peachtree St. NE, Atlanta, GA 30361.



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### Bahrain Subsidiary

On 21 October 2014, the Board approved the formation of Alba Club S.P.C., a subsidiary entity of Aluminium Bahrain B.S.C. in relation to the Bahraini Commercial Registration for Alba Social Club which is located at Building 23, Road 43, Block 937, Riffa /Al Bhaïr, Kingdom of Bahrain.

### Share Capital Structure

Shareholders	2018 (%)	2017 (%)
Bahrain Mumtalakat Holding Company B.S.C. (c)	69.38	69.38
SABIC Industrial Investments Company	20.62	20.62
Others – Public	10.00	10.00
	<b>100.00</b>	<b>100.00</b>

### Corporate Secretary

Ms. Eline Hilal, is the Corporate Secretary since February 2015.

### Executive Management Team

Mr. Tim Murray, Chief Executive Officer

Mr. Ali Al Baqali, Deputy Chief Executive Officer and Chief Supply Chain Officer

Mr. Abdulla Habib, Chief Operations Officer (appointed as the acting Chief Operations Officer in February 2018 then confirmed as the Chief Operations Officer in December 2018)

Mr. Amin Sultan, Chief Power Officer

Mr. Khalid Abdul Latif, Chief Marketing Officer

Mr. Waleed Tamimi, Chief Administration Officer

Mr. Bryan Harris, acting Chief Financial Officer (appointed as the acting Chief Financial Officer in December 2018)

### Results and Retained Earnings

The Company made a profit of **BD 59.8 Million** for the financial year of 2018 as compared to a profit of **BD 92.5 Million** for the financial year of 2017.

The Movements in Retained Earnings of the Company were:

	BD '000
Balance as at 31 December 2017	805,029
Profit for the year 2018	59,755
Gain on resale of treasury shares	151
Excess of 2017 dividend reversed	86
Proposed dividend for 2018 (none)	0
Balance as at 31 December 2018	865,021

## Appropriations

- (1) On 07<sup>th</sup> March 2018, the Company's Shareholders approved the Board of Directors' recommendation to distribute cash dividends of BD 0.026 per share (excluding treasury shares) totalling BD 36,806 Thousand to Shareholders for the year ended 31 December 2017.
- (2) On 07<sup>th</sup> February 2019, the Board of Directors recommended no dividend payment for 2018.

The above-noted appropriation per point (2) is subject to the approval of the shareholders of the Company at the Annual General Meeting/Extraordinary General Meeting which will be held on Thursday March 07, 2019.

## Directors of the Company

The following Directors served on the Board of Alba from 01 January 2018 to 31 December 2018:

### Bahrain Mumtalakat Holding Company B.S.C. (c)

Shaikh Daij Bin Salman Bin Daij Al Khalifa, Chairman  
Yousif A. Taqi, Director  
Osama M. Al Arrayedh, Director  
Suha S. Karzoon, Director  
Yaser E. Humaidan, Director  
Dr. Mohammed S. Kameshki, Director

### Sabic Industrial Investments Company

Ali Al Shamrani, Director  
Ahmed Al Jabr, Director

## Elected Directors

Mr. Uwaidh Al Harethi, Director  
Mr. Mutlaq H. Al Morished, Director

## Directors' Remuneration

Directors' remuneration charged during the year ended 31 December 2018 was BD 210,000 (2017: BD 210,000).

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A one-time bonus of BD 210,000 in recognition of the Directors' efforts towards the successful and safe completion of the Line 6 Expansion Project, subject to the approval of the shareholders of the Company at the Annual General Meeting/Extraordinary General meeting which will be held on Thursday March 07, 2019.

By order of the Board,



Daij Bin Salman Bin Daij Al Khalifa  
Chairman

07 February 2019