

ESKAN BANK B.S.C. (C)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2024
(Amounts in Bahraini Dinars thousands)

	31 March 2024 (reviewed)	31 December 2023 (audited)
Assets		
Cash and bank balances	21,950	25,515
Investments	3,429	3,273
Loans	898,345	882,637
Investment in an associate	4,092	4,182
Investment properties	66,591	66,336
Development properties	28,068	28,709
Other assets	2,543	2,453
Total assets	1,025,018	1,013,105
Liabilities and equity		
Liabilities		
Interbank borrowings	4,000	10,000
Customer current accounts	8,229	8,286
Government accounts	469,412	467,814
Term loans	85,000	75,000
Other liabilities	5,682	7,077
Total liabilities	572,323	568,177
Equity		
Share capital	250,000	250,000
Contribution by the shareholder	44,674	44,363
Statutory reserve	58,040	58,040
Fair value deficit	(196)	(196)
Retained earnings	100,177	92,721
Total equity	452,695	444,928
Total liabilities and equity	1,025,018	1,013,105

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months ended 31 March 2024
(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2024 (reviewed)	2023 (reviewed)
Interest income	9,203	9,659
Interest expense	(46)	(54)
Net interest income	9,157	9,605
Income from properties	412	499
Share of profit from investment in associate	97	48
Other income	197	162
Total operating income	9,863	10,314
Staff costs	(1,694)	(1,533)
Other expenses	(830)	(673)
Total operating expenses	(2,524)	(2,206)
Profit before release of provision for impairment loss, net	7,339	8,108
Release of provision for impairment loss, net	117	53
Profit and total comprehensive income for the period	7,456	8,161

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2024
(Amounts in Bahraini Dinars thousands)

	31 March 2024 (reviewed)	31 March 2023 (reviewed)
Operating activities		
Profit for the period	7,456	8,161
Adjustments for:		
Share of profit from investment in associate	(97)	(48)
Release of provision for impairment loss, net	(117)	(53)
Gain on sale of development properties	(249)	(335)
Depreciation and amortization	161	145
Operating profit before working capital changes	7,154	7,870
Disbursement of loans, net	(13,858)	(11,886)
Decrease in development properties	890	1,862
(Increase) / decrease in other assets	(33)	103
Decrease in interbank borrowings	(6,000)	-
Decrease in customer current account	(57)	(964)
Decrease / (increase) in restricted bank balance	67	(18)
(Decrease) / increase in other liabilities	(1,395)	5,445
Net movement in government account	2,133	(10,879)
Net cash used in operating activities	(11,099)	(8,467)
Investing activities		
Maturity of placement with financial institution with original maturity of more than 90 days	-	10,000
Purchase of equipment	(122)	(62)
Maturity of debt securities	483	1,614
Investment in debt securities	(638)	(608)
Additional investment in associate	(6)	(26)
Dividend received on investment in associate	93	-
Net cash (used in) / generated from investing activities	(190)	10,918
Financing activities		
Proceeds from term loans	10,000	-
Payment to and on behalf of government, net	(2,208)	(1,581)
Cash generated from / (used in) financing activities	7,792	(1,581)
Net (decrease) / increase in cash and cash equivalents	(3,498)	871
Cash and cash equivalents at 1 January	25,300	77,798
Cash and cash equivalents at 31 March	21,802	78,669

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2024
(Amounts in Bahraini Dinars thousands)

	Equity attributable to Bank's shareholder					Total
	Share capital	Contribution by shareholder	Statutory reserve	Fair value reserve	Retained earnings	
2024 (reviewed)						
As at 1 January 2024	250,000	44,363	58,040	(196)	92,721	444,928
Total comprehensive income for the period	-	-	-	-	7,456	7,456
Transfer of land	-	311	-	-	-	311
As at 31 March 2024	250,000	44,674	58,040	(196)	100,177	452,695
2023 (reviewed)						
As at 1 January 2023	108,300	36,915	54,462	(108)	202,215	401,784
Total comprehensive income for the period	-	-	-	-	8,161	8,161
Transfer of land	-	875	-	-	-	875
As at 31 March 2023	108,300	37,790	54,462	(108)	210,376	410,820

H.E. Mrs. Amna Bint Ahmed Al Rumaihi, Chairperson

Isa Abdulla Zainal, Director

Abdulla Abdulaziz Taleb, General Manager

This information has been extracted from the interim condensed consolidated financial statements for the three months ended 31 March 2024 which were approved by board of directors on 14 May 2024 and reviewed by Ernst & Young - Middle East