# **ESKAN BANK B.S.C. (C)** CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

(Amounts in Bahraini Dinars thousands)

( mounts in Burnain Binars thousands)	2023 (Audited)	2022 (Audited)
Assets		
Cash and bank balances	25,515	87,820
Investments	3,273	4,493
Loans	882,637	808,805
Investment in an associate	4,182	4,120
Investment properties	66,336	61,523
Development properties	28,709	39,094
Other assets	2,453	2,703
Total assets	1,013,105	1,008,558
Liabilities and equity		
Liabilities		
Interbank borrowings	10,000	10,000
Customer current accounts	8,286	9,267
Government accounts	467,814	505,202
Term loan	75,000	75,000
Other liabilities	7,077	7,305
Total liabilities	568,177	606,774
Equity		
Share capital	250,000	108,300
Contribution by the shareholder	44,363	36.915
Statutory reserve	58,040	54,462
Fair value deficit	(196)	(108)
Retained earnings	92,721	202,215
Total equity	444,928	401,784
Total liabilities and equity	1,013,105	1,008,558

#### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2023 (Amounts in Bahraini Dinars thousands)

(Amounts in Banraini Dinars thousands)		
	2023 (Audited)	2022 (Audited)
Interest income	38,254	38,223
Interest expense	(257)	(135)
Net interest income	37,997	38,088
Income from properties	6,002	1,936
Net share of profit from investment in an associate	263	74
Other income	899	1,023
Total operating income	45,161	41,121
Staff costs	(5,912)	(5,222)
Other expenses	(2,800)	(2,562)
Total operating expenses	(8,712)	(7,784)
Profit before net impairment loss	36,449	33,337
Net impairment loss	(665)	(377)
Profit for the year	35,784	32,960
Profit attributable to:		
Equity shareholder of the parent	35,784	32,315
Non-controlling interest	-	645
	35,784	32,960
Other comprehensive loss		
Items that will not be reclassified to profit or loss in subsequent		
periods:		
Fair value loss on equity instruments designated at fair value		
through other comprehensive income	(88)	(109)
Total comprehensive income for the year	35,696	32,851
Total comprehensive income attributable to:		
Equity shareholder of the parent	35,696	32,206
Non-controlling interest	-	645

### CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2023

(Amounts in Bahraini Dinars thousands)

(Amounts in Bandin Dinars thousands)	2023 (Audited)	2022 (Audited)
Operating activities		
Profit for the year	35,784	32,960
Adjustments for:		
Net share of profit from investment in an associate	(263)	(74)
Net impairment loss	665	377
Gain on sale of investment	-	(142)
Gain on sale of development properties	(5,354)	(1,104)
Depreciation and amortisation	620	588
Operating profit before working capital changes:	31,452	32,605
(Disbursement of) / collection from loans, net	(64,284)	23,660
Decrease / (increase) in other assets	203	(71)
Decrease / (increase) in development properties	17,441	(10,742)
Increase in Investment properties	(109)	(25)
(Increase) / decrease in restricted bank balance	(190)	326
(Decrease) / Increase in customer current accounts	(981)	720
(Decrease) / Increase in other liabilities	(250)	767
Net movement in government accounts	(18,564)	(28,972)
Net cash (used in) / generated from operating activities	(35,282)	18,268
Investing activities		
Maturity of debt securities	1,615	3,102
Investment in debt securities	(483)	(1,124)
Maturity / (placement) with financial institution with original maturity of more		
than 90 days	10,000	(4,941)
Dividend received from investment in an associate	271	188
Purchase of equipment	(198)	(125)
Purchase of investment in an associate	(70)	(45)
Net cash generated from / (used in) investing activities	11,135	(2,945)
Financing activities		
Payment to and on behalf of government, net	(28,355)	(17,606)
Net cash used in financing activities	(28,355)	(17,606)
Net decrease in cash and cash equivalents	(52,502)	(2,284)
Cash and cash equivalents at 1 January	77,802	80,086
Cash and cash equivalents at 31 December	25,300	77,802

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

108,300

For the year ended 31 December 2023 (Amounts in Bahraini Dinars thousands)

Contribution Fair Non-Share controlling by Statutory value Retained Total capital reserve deficit earnings interest shareholder equity 2023 (Audited) As at 1 January 2023 108.300 54,462 (108)202,215 401,784 401,784 Capitalisation of retained earnings 141.700 (141.700) Total comprehensive income: Profit for the year 35,784 35,784 35.784 Other comprehensive loss (88) (88) (88)Net transfer of land 7.448 7.448 7,448 Transfer to statuary reserves As at 31 December 2023 444,928 250,000 44.363 58,040 (196)92,721 444,928 2022 (Audited) As at 1 January 2022 108.300 22.450 54.462 (572)171.021 355.661 9.274 364.935 Total comprehensive income: Profit for the year 32.315 32.315 645 32.960 Other comprehensive loss (109)(109) (109)Transfer of land 14,465 14,465 14,465 Sale of equity FVOCI 573 (573)

36,915



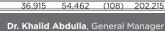


35,696



Transaction with owners recognised

Acquisition of NCI without a change



(108)

(548)

202,215 401,784

(548)

Equity attributable to Bank's shareholder



(10,467)

401.784

(9,919)

directly in equity:

As at 31 December 2022

in control

32.851