

ESKAN BANK B.S.C. (c)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2015

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2015 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2015 (reviewed)	31 December 2014 (audited)
ASSETS		
Cash and bank balances	69,128	94,410
Investments	4,757	4,757
Loans	442,634	434,770
Investment in associates	9,118	9,111
Investment properties	42,894	42,604
Development properties	19,462	18,593
Other assets	6,552	6,486
TOTAL ASSETS	594,545	610,731
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial and other institutions	35,500	48,107
Government accounts	244,825	251,459
Term loans	59,000	59,000
Other liabilities	24,043	24,064
Total liabilities	363,368	382,630
EQUITY		
Share capital	108,300	108,300
Contribution by shareholder	19,499	19,160
Statutory reserve	54,462	54,462
Retained earnings	42,289	39,548
Equity attributable to Banks' shareholders	224,550	221,470
Non-controlling interest	6,627	6,631
Total equity	231,177	228,101
TOTAL LIABILITIES AND EQUITY	594,545	610,731

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month period ended 31 March 2015 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2015 (reviewed)	2014 (reviewed)
Management charges	3,500	3,179
Interest income	606	740
Income from investment properties	112	99
Share of profit / (loss) of associates	8	(1)
Other income	106	118
TOTAL INCOME	4,332	4,135
Staff costs	1,066	1,094
Other expenses	371	341
Interest expense	115	187
Impairment provision on loans	43	112
TOTAL EXPENSES	1,595	1,734
PROFIT FOR THE PERIOD	2,737	2,401
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,737	2,401
Attributable to:		
Equity shareholders of the parent	2,741	2,401
Non-controlling interest	(4)	-
	2,737	2,401

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended 31 March 2015 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2015 (reviewed)	31 March 2014 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	2,737	2,401
Adjustments for:		
Net share of (profit) / loss of associates	(8)	1
Impairment provision on loans	43	112
Depreciation	100	83
Operating profit before working capital changes	2,872	2,597
Decrease (increase) in placements with banks	5,916	(5,377)
Increase in loans	(7,907)	(8,891)
Increase in development properties	(870)	(140)
Increase in other assets	(107)	(109)
(Decrease) Increase in deposits from financial and other institutions	(12,607)	6,700
Decrease in other liabilities	(21)	(1,037)
Net Cash flows used in operating activities	(12,724)	(6,257)
INVESTING ACTIVITY		
Purchase of equipment	(9)	(26)
Net Cash flows used in investing activity	(9)	(26)
FINANCING ACTIVITY		
Net movement in Government Accounts	(6,634)	(3,664)
Net cash flows used in financing activity	(6,634)	(3,664)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(19,367)	(9,947)
Cash and cash equivalents at 1 January	83,749	90,210
CASH AND CASH EQUIVALENTS AT 31 MARCH	64,382	80,263
Non-cash activities		
Investment properties (land contribution by shareholder)	339	138

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended 31 March 2015 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	Share capital	Contribution by shareholder	Statutory reserve	Retained earnings	Total	Non- controlling interest	Total equity
As at 1 January 2015	108,300	19,160	54,462	39,548	221,470	6,631	228,101
Transfer of land	-	339	-	-	339	-	339
Total comprehensive income / (loss) for the period	-	-	-	2,741	2,741	(4)	2,737
At 31 March 2015	108,300	19,499	54,462	42,289	224,550	6,627	231,177
As at 1 January 2014	108,300	18,524	54,462	29,065	210,351	-	210,351
Transfer of land	-	138	-	-	138	-	138
Total comprehensive income for the period	-	-	-	2,401	2,401	-	2,401
At 31 March 2014	108,300	18,662	54,462	31,466	212,890	-	212,890

Basim Bin Yacob Al Hamer, Chairman

Dr. Khalid Abdulla, General Manager

The above interim consolidated statement of financial position and the related interim consolidated statements of comprehensive income, changes in equity and cash flows have been extracted from the interim consolidated financial statements of ESKAN BANK B.S.C. (c), which were approved by the Board of Directors and on which an unqualified review opinion was issued by Ernst & Young, Kingdom of Bahrain on 13 May 2015.