

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2016

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2016 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2016 (reviewed)	31 December 2016 (audited)
<b>ASSETS</b>		
Cash and bank balances	88,550	69,328
Investments	4,757	4,757
Loans	462,199	460,092
Investment in associates	6,933	6,911
Investment properties	32,082	31,996
Development properties	24,063	22,219
Other assets	2,114	1,961
<b>TOTAL ASSETS</b>	<b>620,698</b>	<b>597,264</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Deposits from financial and other institutions	13,000	3,003
Government accounts	245,217	237,808
Term loans	109,000	109,000
Other liabilities	28,530	25,555
<b>Total liabilities</b>	<b>395,747</b>	<b>375,366</b>
<b>EQUITY</b>		
Share capital	108,300	108,300
Contribution by shareholder	1,509	1,509
Statutory reserve	54,462	54,462
Retained earnings	54,038	50,989
Equity attributable to Banks shareholders	218,309	215,260
Non-controlling interest	6,642	6,638
<b>Total equity</b>	<b>224,951</b>	<b>221,898</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>620,698</b>	<b>597,264</b>

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month period ended 31 March 2016 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2016 (reviewed)	2015 (reviewed)
Management charges	3,822	3,500
Interest income	624	606
Income from investment properties	130	112
Share of profit / (loss) of associates	22	8
Other income	86	106
<b>TOTAL INCOME</b>	<b>4,684</b>	<b>4,332</b>
Staff costs	1,196	1,066
Interest expense	68	115
Other expenses	341	371
Impairment provision on loans	26	43
<b>TOTAL EXPENSES</b>	<b>1,631</b>	<b>1,595</b>
<b>PROFIT FOR THE PERIOD</b>	<b>3,053</b>	<b>2,737</b>
Other comprehensive income	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>3,053</b>	<b>2,737</b>
<b>Attributable to:</b>		
Equity shareholders of the parent	3,049	2,741
Non-controlling interest	4	(4)
	<b>3,053</b>	<b>2,737</b>

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended 31 March 2016 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2016 (reviewed)	31 March 2015 (reviewed)
<b>OPERATING ACTIVITIES</b>		
Profit for the period	3,053	2,737
Adjustments for:		
Net share of profit of associates	(22)	(8)
Provision of impairment on loans	26	43
Depreciation	88	100
Operating profit before working capital changes	3,145	2,872
Decrease in placements with banks	2,919	5,916
Increase in loans	(2,133)	(7,907)
Increase in development properties	(1,961)	(870)
Increase in other assets	(55)	(107)
Decrease in deposits from financial and other institutions	9,997	(12,607)
Increase in other liabilities	2,975	(21)
Net Cash flows from (used in) operating activities	14,887	(12,724)
<b>INVESTING ACTIVITIES</b>		
Purchase of equipment	(156)	(9)
Cash flows used in investing activities	(156)	(9)
<b>FINANCING ACTIVITY</b>		
Net movement in Government accounts	7,409	(6,634)
Net cash flows from (used in) financing activity	7,409	(6,634)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>22,140</b>	<b>(19,367)</b>
Cash and cash equivalents at 1 January	34,510	83,749
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>	<b>56,650</b>	<b>64,382</b>
<b>Non-cash activities</b>		
Investment properties (land contribution by shareholder)	-	339

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended 31 March 2016 (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 2016	108,300	1,509	54,462	50,989	215,260	6,638	221,898
Transfer of land	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	3,049	3,049	4	3,053
<b>As at 31 March 2016</b>	<b>108,300</b>	<b>1,509</b>	<b>54,462</b>	<b>54,038</b>	<b>218,309</b>	<b>6,642</b>	<b>224,951</b>
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 for the period	-	-	-	2,741	2,741	(4)	2,737
As at 31 March 2015	108,300	19,499	54,462	42,289	224,550	6,627	231,177

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 audit opinion was issued by Ernst & Young, Kingdom of Bahrain on 11th May 2016.