

ESKAN BANK B.S.C. (c)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 March 2017

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2017 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2017 (reviewed)	31 December 2016 (audited)
ASSETS		
Cash and bank balances	76,909	81,991
Investments	4,757	4,757
Loans	478,801	479,006
Investment in associates	5,552	3,408
Investment properties	54,514	44,550
Development properties	15,587	20,757
Other assets	3,573	2,338
TOTAL ASSETS	639,693	636,807
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial and other institutions	22,700	35,500
Government accounts	272,692	272,215
Term loans	69,000	69,000
Other liabilities	29,341	29,264
Total liabilities	393,733	405,979
EQUITY		
Share capital	108,300	108,300
Contribution by shareholder	23,945	13,950
Statutory reserve	54,462	54,462
Retained earnings	52,590	47,451
Equity attributable to Bank's shareholders	239,297	224,163
Non-controlling interest	6,663	6,665
Total equity	245,960	230,828
TOTAL LIABILITIES AND EQUITY	639,693	636,807

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month period ended 31 March 2017 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2017 (reviewed)	2016 (reviewed)
Management charges	4,013	3,822
Interest income	528	624
Income from properties	2,163	130
Share of profit of associates	100	22
Other income	101	86
TOTAL INCOME	6,905	4,684
Staff costs	1,240	1,196
Interest expense	128	68
Other expenses	378	341
Provision of impairment on loans	22	26
TOTAL EXPENSES	1,768	1,631
PROFIT FOR THE PERIOD	5,137	3,053
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	5,137	3,053
Attributable to:		
Equity shareholders of the parent	5,139	3,049
Non-controlling interest	(2)	4
	5,137	3,053

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended 31 March 2017 (Reviewed)

(Amounts in Bahraini Dinars thousands)

	31 March 2017 (reviewed)	31 March 2016 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	5,137	3,053
Adjustments for:		
Net share of profit of associates	(100)	(22)
Gain on sale of development properties	(2,015)	-
Provision of impairment on loans	22	26
Depreciation	81	88
Operating profit before working capital changes	3,125	3,145
(Increase) / decrease in placements with banks	(2,393)	2,919
Decrease / (increase) in loans	183	(2,133)
Increase in development properties	(89)	(1,961)
Increase in other assets	(1,269)	(55)
(Decrease) / increase in deposits from financial and other institutions	(12,800)	9,997
Increase in other liabilities	78	2,975
Net Cash flows (used in) from operating activities	(13,165)	14,887
INVESTING ACTIVITIES		
Purchase of equipment	(16)	(156)
Proceeds from sale of development properties	7,274	-
Investment in associate	(2,044)	-
Cash flows from (used in) investing activities	5,214	(156)
FINANCING ACTIVITY		
Net movement in Government accounts	477	7,409
Net cash flows from financing activities	477	7,409
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(7,474)	22,140
Cash and cash equivalents at 1 January	71,879	34,510
CASH AND CASH EQUIVALENTS AT 31 MARCH	64,405	56,650
Non-cash activities		
Transfer between investment and development properties	-	-
Investment properties (land contribution by shareholder)	9,995	-

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended 31 March 2017 (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 2017	108,300	13,950	54,462	47,451	224,163	6,665	230,828
Transfer of land	-	9,995	-	-	9,995	-	9,995
Total comprehensive income for the period	-	-	-	5,139	5,139	(2)	5,137
As at 31 March 2017	108,300	23,945	54,462	52,590	239,297	6,663	245,960
As at 1 January 2016	108,300	1,509	54,462	50,989	215,260	6,638	221,898
Total comprehensive income for the period	-	-	-	3,049	3,049	4	3,053
As at 31 March 2016	108,300	1,509	54,462	54,038	218,309	6,642	224,951

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 15th May 2017.