

CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2017 (audited)
(Amounts in Bahraini Dinars thousands)

	2017 (audited)	2016 (audited)
ASSETS		
Cash and bank balances	39,663	64,852
Investments	10,029	21,896
Loans	609,863	479,006
Investment in associates	5,573	3,408
Investment properties	53,507	44,550
Development properties	16,196	20,757
Other assets	3,571	2,338
TOTAL ASSETS	738,402	636,807
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial and other institutions	20,500	35,500
Customer current accounts	3,634	4,597
Government accounts	415,674	291,166
Term loans	30,000	69,000
Other liabilities	6,229	5,716
Total liabilities	476,037	405,979
EQUITY		
Share capital	108,300	108,300
Contribution by shareholder	23,946	13,950
Statutory reserve	54,462	54,462
Retained earnings	68,976	47,451
Equity attributable to Bank's shareholder	255,684	224,163
Non-controlling interest	6,681	6,665
Total equity	262,365	230,828
TOTAL LIABILITIES AND EQUITY	738,402	636,807

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2017 (audited)
(Amounts in Bahraini Dinars thousands)

	2017 (audited)	2016 (audited)
Interest income	25,251	17,884
Income from properties	3,478	3,166
Net share of profit of associates	229	1,773
Other income	701	440
TOTAL INCOME	29,659	23,263
Staff costs	(5,715)	(4,805)
Other expenses	(1,493)	(1,555)
Interest expense	(577)	(388)
Provision of impairment on loans & investment	(332)	(26)
TOTAL EXPENSES	(8,117)	(6,774)
PROFIT FOR THE YEAR	21,542	16,489
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	21,542	16,489
Attributable to:		
Equity shareholders of the parent	21,526	16,462
Non-controlling interest	16	27
	21,542	16,489

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2017 (audited)
(Amounts in Bahraini Dinars thousands)

	2017 (audited)	2016 (audited)
OPERATING ACTIVITIES		
Profit for the period	21,542	16,489
Adjustments for:		
Net share of profit of associates	(229)	(1,773)
Impairment provision on loans	231	119
Impairment provision on investments	100	-
Reversal of investment properties impairment provision	-	(142)
Gain on sale of development properties	(2,906)	(2,654)
Development cost written off	-	50
Depreciation	324	415
Operating profit before working capital changes	19,062	12,504
Decrease / (increase) in placements with banks	269	(1,622)
Decrease / (increase) in loans	8,300	(19,033)
Increase in other assets	(1,164)	(377)
(Decrease) / increase in deposits from financial and other institutions	(15,000)	32,497
Decrease in customer current accounts	(963)	(1,499)
Increase in other liabilities	513	5,293
Net cash flows generated from operating activities	11,017	27,763
INVESTING ACTIVITIES		
Purchase of equipment	(266)	(233)
Investment in associate - capital repayment	-	8,090
Investment in associate - dividend received	197	-
Investment in an associate	(2,134)	(2,815)
Investment in development properties	(2,222)	(5,989)
Decrease in Investment in debt	11,767	17,680
Proceeds from sale of development properties	10,601	9,817
Net cash generated from investing activities	17,943	26,550
FINANCING ACTIVITIES		
Repayment of term loans	(39,000)	(40,000)
Dividends paid	-	(20,000)
Net movement on Government accounts	(14,880)	34,407
Net cash flows used in financing activities	(53,880)	(25,593)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(24,920)	28,720
Cash and cash equivalents at 1 January	63,230	34,510
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	38,310	63,230
Cash and cash equivalent comprise :		
Cash and bank balances	1,530	2,887
Short term placements (with an original maturity of 90 days or less)	36,780	60,343
	38,310	63,230

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2017 (audited)
(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 year	-	-	-	21,526	21,526	16	21,542
At 31 December 2017	108,300	23,945	54,462	68,977	255,684	6,681	262,365
As at 1 January 2016	108,300	1,509	54,462	50,989	215,260	6,638	221,898
Dividends	-	-	-	(20,000)	(20,000)	-	(20,000)
Transfer of land	-	12,441	-	-	12,441	-	12,441
Total comprehensive income for the year	-	-	-	16,462	16,462	27	16,489
At 31 December 2016	108,300	13,950	54,462	47,451	224,163	6,665	230,828

Basim Bin Jacob Al Hamer, Chairman

Dr. Khalid Abdulla, General Manager

This information has been extracted from the consolidated financial statements for the year ended 31 December 2017 which were approved by the Board of Directors on 20 March 2018 and audited by KPMG Fakhro who expressed unqualified opinion.