

ESKAN BANK B.S.C. (c)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED 30 September 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2017

(Amounts in Bahraini Dinars thousands)

	30 September 2017 (reviewed)	31 December 2016 (audited)
ASSETS		
Cash and bank balances	62,199	81,991
Investments	4,757	4,757
Loans	472,357	479,006
Investment in associates	5,796	3,408
Investment properties	54,450	44,550
Development properties	14,732	20,757
Other assets	3,216	2,338
TOTAL ASSETS	617,507	636,807
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial and other institutions	24,800	35,500
Customer current accounts	3,246	4,597
Government accounts	273,687	272,215
Term loans	39,000	69,000
Other liabilities	24,409	24,667
Total liabilities	365,142	405,979
EQUITY		
Share capital	108,300	108,300
Contribution by shareholder	23,945	13,950
Statutory reserve	54,462	54,462
Retained earnings	58,984	47,451
Equity attributable to Banks shareholders	245,691	224,163
Non-controlling interest	6,674	6,665
Total equity	252,365	230,828
TOTAL LIABILITIES AND EQUITY	617,507	636,807

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND

OTHER COMPREHENSIVE INCOME

For the nine month period ended 30 September 2017

(Amounts in Bahraini Dinars thousands)

	Nine months ended		Three months ended	
	30 September 2017 (reviewed)	30 September 2016 (reviewed)	30 September 2017 (reviewed)	30 September 2016 (reviewed)
Management charges	11,892	11,489	3,950	3,819
Interest income	1,585	1,848	526	612
Income from properties	3,213	386	335	114
Share of profit / (loss)	246	459	(143)	146
Other income	562	247	147	80
TOTAL INCOME	17,498	14,429	4,815	4,771
Staff costs	4,049	3,747	1,307	1,277
Interest expense	457	467	181	108
Other expenses	1,062	1,302	323	579
Provision of impairment on loans	388	157	254	51
TOTAL EXPENSES	5,956	5,673	2,065	2,015
PROFIT FOR THE PERIOD	11,542	8,756	2,750	2,756
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	11,542	8,756	2,750	2,756
Attributable to:				
Equity shareholders of the parent	11,533	8,824	2,742	2,751
Non-controlling interest	9	(68)	8	5
	11,542	8,756	2,750	2,756

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2017

(Amounts in Bahraini Dinars thousands)

	30 September 2017 (reviewed)	30 September 2016 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	11,542	8,756
Adjustments for:		
Net share of profit of associates	(246)	(459)
Gain on sale of development properties	(2,793)	-
Provision of impairment on loans	388	157
Depreciation	244	331
Operating profit before working capital changes	9,135	8,785
Increase in placements with banks	(10,497)	(12,281)
Decrease / (increase) in loans	6,261	(14,279)
Increase in development properties	(1,373)	(4,738)
Increase in other assets	(839)	(71)
(Decrease) / increase in deposits from financial and other institutions	(10,700)	16,997
Decrease in customer current account	(1,351)	(1,499)
(Decrease) / Increase in other liabilities	(256)	6,039
Net Cash flow used in operating activities	(9,620)	(1,047)
INVESTING ACTIVITIES		
Purchase of equipment	(189)	(366)
Proceeds from sale of development properties	10,191	-
Acquisition of shares in associate	(2,142)	-
Capital repayment from associate	-	1,212
Net cash flow generated from investing activities	7,860	846
FINANCING ACTIVITIES		
Repayment of term loans	(30,000)	(20,000)
Dividends paid	-	(10,000)
Net movement on government accounts	1,471	33,017
Net cash flow (used in) / generated from financing activities	(28,529)	3,017
Net (decrease) / increase in cash and cash equivalents	(30,289)	2,816
Cash and cash equivalents at 1 January	71,879	34,510
CASH AND CASH EQUIVALENTS AT 30 September	41,590	37,326
Cash and cash equivalent comprise:		
Cash and bank balances	3,390	1,779
Short term placements (with an original maturity of 90 days or less)	38,200	35,547
	41,590	37,326

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine month period ended 30 September 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	-	-	-	11,533	11,533	9	11,542
As at 30 September 2017	108,300	23,945	54,462	58,984	245,691	6,674	252,365
As at 1 January 2016	108,300	1,509	54,462	50,989	215,260	6,638	221,898
Dividend	-	-	-	(20,000)	(20,000)	-	(20,000)
Total comprehensive income for the period	-	-	-	8,824	8,824	(68)	8,756
As at 30 September 2016	108,300	1,509	54,462	39,813	204,084	6,570	210,654

Basim Bin Yacob Al Hamer, Chairman

Dr. Khalid Abdulla, General Manager

This information has been extracted from the condensed consolidated interim financial information for the nine months ended 30 September 2017 which were approved by the board of directors on 13 November 2017 and reviewed by KPMG Fakhro.