

# ESKAN BANK B.S.C. (c)

## CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2019

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2019

(Amounts in Bahraini Dinars thousands)

	30 June 2019 (reviewed)	31 December 2018 (audited)
<b>Assets</b>		
Cash and bank balances	25,832	18,082
Investments	9,115	9,286
Loans	701,065	632,511
Investment in associates	3,984	5,254
Investment properties	50,954	51,018
Development properties	27,405	23,822
Other assets	31,007	29,743
<b>Total assets</b>	<b>849,362</b>	<b>769,716</b>
<b>Liabilities and Equity</b>		
<b>Liabilities</b>		
Deposits from financial and other institutions	10,000	10,500
Customer current accounts	2,839	1,862
Government accounts	469,140	394,946
Term loans	66,450	73,700
Other liabilities	6,340	4,893
<b>Total liabilities</b>	<b>554,769</b>	<b>485,901</b>
<b>Equity</b>		
Share capital	108,300	108,300
Contribution by shareholder	22,007	22,007
Statutory reserve	54,462	54,462
Fair value reserve	8	8
Retained earnings	103,175	92,386
Equity attributable to Bank's shareholder	287,952	277,163
Non-controlling interest	6,641	6,652
<b>Total equity</b>	<b>294,593</b>	<b>283,815</b>
<b>Total liabilities and equity</b>	<b>849,362</b>	<b>769,716</b>

### CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2019

(Amounts in Bahraini Dinars thousands)

	Six months ended 30 June		Three months ended 30 June	
	2019 (reviewed)	2018 (reviewed)	2019 (reviewed)	2018 (reviewed)
Interest income	14,837	13,757	7,695	6,988
Income from properties	278	356	143	182
Share of profit from investment in associates	121	199	38	106
Other income	241	856	203	736
<b>Total income</b>	<b>15,477</b>	<b>15,168</b>	<b>8,079</b>	<b>8,012</b>
Staff costs	(2,367)	(2,263)	(1,263)	(1,167)
Interest expense	(116)	(155)	(60)	(90)
Other expenses	(824)	(788)	(466)	(406)
<b>Total expenses</b>	<b>(3,307)</b>	<b>(3,206)</b>	<b>(1,789)</b>	<b>(1,663)</b>
<b>Profit before (charge) / release of impairment provision</b>	<b>12,170</b>	<b>11,962</b>	<b>6,290</b>	<b>6,349</b>
(Charge) / release of impairment provision	(1,392)	203	(1,303)	167
<b>Profit for the period</b>	<b>10,778</b>	<b>12,165</b>	<b>4,987</b>	<b>6,516</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>10,778</b>	<b>12,165</b>	<b>4,987</b>	<b>6,516</b>
<b>Attributable to:</b>				
Equity shareholders of the parent	10,789	12,175	4,994	6,528
Non-controlling interest	(11)	(10)	(7)	(12)
	<b>10,778</b>	<b>12,165</b>	<b>4,987</b>	<b>6,516</b>

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2019

(Amounts in Bahraini Dinars thousands)

	30 June 2019 (reviewed)	30 June 2018 (reviewed)
<b>Operating activities</b>		
<b>Profit for the period</b>	<b>10,778</b>	12,165
Adjustments for:		
Net share of profit of associates	(121)	(152)
Gain on sale of development properties	-	(25)
Charge / (release) of impairment provision	1,392	(203)
Depreciation and amortization	262	155
Operating profit before working capital changes	<b>12,311</b>	11,940
Decrease in placements with banks (original maturity more than 90 days)	-	1,353
Decrease in loans	<b>18,569</b>	11,985
Increase in development properties	<b>(3,583)</b>	(3,532)
Increase in other assets	<b>(233)</b>	(204)
Decrease in deposits from financial and other institutions	<b>(500)</b>	(500)
Increase / (decrease) in customer current account	<b>977</b>	(71)
Increase / (decrease) in other liabilities	<b>227</b>	(1,025)
<b>Net cash generated from operating activities</b>	<b>27,768</b>	19,946
<b>Investing activities</b>		
Purchase of equipment	<b>(33)</b>	(83)
Proceed from redemption of / (investment) in debt securities	<b>170</b>	(4,985)
Proceed from redemption of / (investment) in associate	<b>11</b>	(35)
<b>Net cash generated from / (used in) investing activities</b>	<b>148</b>	(5,103)
<b>Financing activities</b>		
Proceeds from term loans	<b>2,750</b>	50,000
Repayment of term loans	<b>(10,000)</b>	-
Net movement on government accounts	<b>(12,917)</b>	32,277
<b>Net cash (used in) / generated from financing activities</b>	<b>(20,167)</b>	82,277
Net increase in cash and cash equivalents	<b>7,749</b>	54,255
Cash and cash equivalents at 1 January	<b>18,088</b>	38,310
<b>Cash and cash equivalents at 30 June</b>	<b>25,837</b>	92,565

Cash and cash equivalent comprise:

Cash in hand and current accounts with banks

Placements with banks (with an original maturity of 90 days or less)

1,637

2,565

**24,200**

**92,000**

**25,837**

**92,565**

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2019

(Amounts in Bahraini Dinars thousands)

	Equity attributable to Bank's shareholder							Non-controlling interest	Total equity
	Share capital	Contribution by shareholder	Statutory reserve	Fair value reserve	Retained earnings	Total	Total		
<b>2019 (reviewed)</b>									
As at 1 January 2019	108,300	22,007	54,462	8	92,386	277,163	6,652	283,815	
Total comprehensive income for the period	-	-	-	-	10,789	10,789	(11)	10,778	
<b>As at 30 June 2019</b>	<b>108,300</b>	<b>22,007</b>	<b>54,462</b>	<b>8</b>	<b>103,175</b>	<b>287,952</b>	<b>6,641</b>	<b>294,593</b>	
<b>2018 (reviewed)</b>									
As at 1 January 2018	108,300	23,946	54,462	-	68,976	255,684	6,681	262,365	
Adjustment on initial adoption of IFRS 9 as at 1 January 2018	-	-	-	-	(10,839)	(10,839)	(7)	(10,846)	
Adjusted balance at 1 January 2018	108,300	23,946	54,462	-	58,137	244,845	6,674	251,519	
Total comprehensive income for the period	-	-	-	-	12,175	12,175	(10)	12,165	
Expected credit loss on social housing loans borne by the Government	-	-	-	-	10,777	10,777	-	10,777	
<b>As at 30 June 2018</b>	<b>108,300</b>	<b>23,946</b>	<b>54,462</b>	<b>-</b>	<b>81,089</b>	<b>267,797</b>	<b>6,664</b>	<b>274,461</b>	

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 six months ended 30 June 2019 which were approved by board of directors on 6 August 2019 and reviewed by KPMG Fakhro which issued unmodified review report.

٢٠١٩  
البحرين

www.eskanbank.com

بنك الإسكان  
ESKAN BANK