

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

## CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2021

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

(Amounts in Bahraini Dinars thousands)

	31 March 2021 (reviewed)	31 December 2020 (audited)
<b>Assets</b>		
Cash and bank balances	36,568	30,104
Investments	5,170	4,771
Loans	740,892	750,860
Investment in associate	4,295	4,413
Investment properties	49,982	50,021
Development properties	16,580	18,372
Other assets	11,647	3,217
<b>Total assets</b>	<b>865,134</b>	<b>861,758</b>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Interbank borrowings	10,000	10,000
Customer current account	2,332	2,103
Government accounts	458,567	463,754
Term loans	45,000	45,000
Other liabilities	6,990	6,039
<b>Total liabilities</b>	<b>522,889</b>	<b>526,896</b>
<b>Equity</b>		
Share capital	108,300	108,300
Contribution by shareholder	22,345	22,345
Statutory reserve	54,462	54,462
Fair value reserve	(650)	(650)
Retained earnings	149,407	142,311
Equity attributable to Bank's shareholder	333,864	326,768
Non-controlling interest	8,381	8,094
<b>Total equity</b>	<b>342,245</b>	<b>334,862</b>
<b>Total liabilities and equity</b>	<b>865,134</b>	<b>861,758</b>

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

For the three months ended 31 March 2021

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2021 (reviewed)	2020 (reviewed)
Interest income	7,970	7,968
Interest expense	(32)	(44)
<b>Net interest income</b>	<b>7,938</b>	<b>7,924</b>
Income from properties	780	139
Net share of profit from investment in associate	65	43
Other income	256	78
<b>Total operating income</b>	<b>9,039</b>	<b>8,184</b>
Staff costs	(1,265)	(1,224)
Other expenses	(490)	(503)
<b>Total operating expenses</b>	<b>(1,755)</b>	<b>(1,727)</b>
<b>Profit before reversal of / (provision for) impairment loss</b>	<b>7,284</b>	<b>6,457</b>
Reversal of / (provision for) impairment loss	99	(201)
<b>Profit for the period</b>	<b>7,383</b>	<b>6,256</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>7,383</b>	<b>6,256</b>
<b>Attributable to:</b>		
Equity shareholder of the parent	7,097	6,275
Non-controlling interest	286	(19)
	<b>7,383</b>	<b>6,256</b>

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2021

(Amounts in Bahraini Dinars thousands)

	31 March 2021 (reviewed)	31 March 2020 (reviewed)
<b>Operating activities</b>		
Profit for the period	7,383	6,256
Adjustments for:		
Net share of profit from investment in associate	(65)	(43)
(Reversal of) / provision for impairment loss	(99)	201
Gain on sale of development properties	(634)	-
Depreciation and amortization	128	136
Operating profit before working capital changes	6,713	6,550
Decrease in loans	8,423	5,122
Decrease / (increase) in development properties	2,426	(910)
(increase) / decrease in other assets	(8,408)	261
Decrease in interbank borrowings	-	(10,000)
Increase / (decrease) in customer current account	229	(110)
Increase / (decrease) in other liabilities	1,051	(398)
Net movement in government account	(2,650)	6,032
<b>Net cash generated from operating activities</b>	<b>7,784</b>	<b>6,547</b>
<b>Investing activities</b>		
Purchase of equipment	(24)	(38)
Investment in debt securities	(399)	(2,446)
(Additional investment) / partial redemption of investment in associate	(4)	62
<b>Net cash used in investing activities</b>	<b>(427)</b>	<b>(2,422)</b>
<b>Financing activities</b>		
Proceeds from term loans	-	500
Repayment of term loans	-	(15,000)
Payment to and on behalf of government	(921)	(1,397)
<b>Net cash used in financing activities</b>	<b>(921)</b>	<b>(15,897)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>6,436</b>	<b>(11,772)</b>
Cash and cash equivalents at 1 January	29,282	30,901
<b>Cash and cash equivalents at 31 March</b>	<b>35,718</b>	<b>19,129</b>

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2021

(Amounts in Bahraini Dinars thousands)

	Equity attributable to Bank's shareholder					Total	Non-controlling interest	Total equity
	Share capital	Contribution by shareholder	Statutory reserve	Fair value reserve	Retained earnings			
<b>2021 (reviewed)</b>								
As at 1 January 2021	108,300	22,345	54,462	(650)	142,311	326,768	8,095	334,863
Total comprehensive income for the period	-	-	-	-	7,096	7,096	286	7,382
<b>As at 31 March 2021</b>	<b>108,300</b>	<b>22,345</b>	<b>54,462</b>	<b>(650)</b>	<b>149,407</b>	<b>333,864</b>	<b>8,381</b>	<b>342,245</b>
<b>2020 (reviewed)</b>								
As at 1 January 2020	108,300	22,007	54,462	(416)	115,528	299,881	6,627	306,508
Total comprehensive income for the period	-	-	-	-	6,275	6,275	(19)	6,256
As at 31 March 2020	108,300	22,007	54,462	(416)	121,803	306,156	6,608	312,764

Basim Bin Yacub Al Hamer, Chairman

Najla Al Shirawi, Director

Dr. Khalid Abdulla, General Manager

This information has been extracted from the condensed consolidated interim financial information for the three months ended 31 March 2021 which were approved by board of directors on 10 May 2021 and reviewed by KPMG Fakhro