

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

## CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE THREE MONTHS ENDED 31 MARCH 2022

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2022

(Amounts in Bahraini Dinars thousands)

|   | 31 March 2022<br>(reviewed) | 31 December 2021<br>(audited) |
|---|-----------------------------|-------------------------------|
| <b>Assets</b>                             |                             |                               |
| Cash and bank balances                    | 90,843                      | 85,472                        |
| Investments                               | 8,745                       | 7,223                         |
| Loans                                     | 772,723                     | 749,670                       |
| Investment in associate                   | 4,040                       | 4,189                         |
| Investment properties                     | 60,724                      | 59,474                        |
| Development properties                    | 28,379                      | 13,779                        |
| Other assets                              | 11,553                      | 14,394                        |
| <b>Total assets</b>                       | <b>977,007</b>              | <b>934,201</b>                |
| <b>Liabilities and equity</b>             |                             |                               |
| <b>Liabilities</b>                        |                             |                               |
| Interbank borrowings                      | 10,000                      | 10,000                        |
| Customer current accounts                 | 9,641                       | 8,547                         |
| Government accounts                       | 502,200                     | 469,185                       |
| Term loans                                | 75,000                      | 75,000                        |
| Other liabilities                         | 7,577                       | 6,533                         |
| <b>Total liabilities</b>                  | <b>604,418</b>              | <b>569,265</b>                |
| <b>Equity</b>                             |                             |                               |
| Share capital                             | 108,300                     | 108,300                       |
| Contribution by shareholder               | 22,450                      | 22,450                        |
| Statutory reserve                         | 54,462                      | 54,462                        |
| Fair value reserve                        | (572)                       | (572)                         |
| Retained earnings                         | 178,612                     | 171,022                       |
| Equity attributable to Bank's shareholder | 363,252                     | 355,662                       |
| Non-controlling interest                  | 9,337                       | 9,274                         |
| <b>Total equity</b>                       | <b>372,589</b>              | <b>364,936</b>                |
| <b>Total liabilities and equity</b>       | <b>977,007</b>              | <b>934,201</b>                |

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

For the three months ended 31 March 2022

(Amounts in Bahraini Dinars thousands)

|  | Three months ended 31 March |                 |
|--|-----------------------------|-----------------|
|  | 2022 (reviewed)             | 2021 (reviewed) |
| Interest income                                      | 9,103                       | 7,970           |
| Interest expense                                     | (20)                        | (32)            |
| <b>Net interest income</b>                           | <b>9,083</b>                | <b>7,938</b>    |
| Income from properties                               | 247                         | 780             |
| Share of profit from investment in associate         | 59                          | 65              |
| Other income   | 168                         | 256             |
| <b>Total operating income</b>                        | <b>9,557</b>                | <b>9,039</b>    |
| Staff costs  | (1,351)                     | (1,265)         |
| Other expenses                                       | (598)                       | (490)           |
| <b>Total operating expenses</b>                      | <b>(1,949)</b>              | <b>(1,755)</b>  |
| <b>Profit before reversal of net impairment loss</b> | <b>7,608</b>                | <b>7,284</b>    |
| Reversal of net impairment loss                      | 46                          | 99              |
| <b>Profit for the period</b>                         | <b>7,654</b>                | <b>7,383</b>    |
| Other comprehensive income                           | -                           | -               |
| <b>Total comprehensive income for the period</b>     | <b>7,654</b>                | <b>7,383</b>    |
| <b>Attributable to:</b>                              |                             |                 |
| Equity shareholder of the parent                     | 7,591                       | 7,097           |
| Non-controlling interest                             | 63                          | 286             |
|  | <b>7,654</b>                | <b>7,383</b>    |

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2022

(Amounts in Bahraini Dinars thousands)

|   | 31 March 2022<br>(reviewed) | 31 March 2021<br>(reviewed) |
|---|-----------------------------|-----------------------------|
| <b>Operating activities</b>                         |                             |                             |
| Profit for the period                               | 7,654                       | 7,383                       |
| Adjustments for:                                    | -                           | -                           |
| Share of profit from investment in associate        | (59)                        | (65)                        |
| Reversal of net impairment loss                     | (46)                        | (99)                        |
| Gain on sale of development properties              | (110)                       | (634)                       |
| Depreciation and amortization                       | 144                         | 128                         |
| Operating profit before working capital changes     | 7,583                       | 6,713                       |
| Net collections from loans                          | 5,468                       | 8,423                       |
| (Increase) / decrease in development properties     | (12,888)                    | 2,426                       |
| Increase in other assets                            | (85)                        | (8,408)                     |
| Increase in customer current account                | 1,095                       | 229                         |
| Increase in restricted bank balance                 | (1,568)                     | -                           |
| Increase in other liabilities                       | 1,150                       | 1,051                       |
| Net movement in government account                  | 6,076                       | (2,650)                     |
| <b>Net cash generated from operating activities</b> | <b>6,831</b>                | <b>7,784</b>                |
| <b>Investing activities</b>                         |                             |                             |
| Purchase of equipment                               | (14)                        | (24)                        |
| Investment in debt securities                       | (1,522)                     | (399)                       |
| Additional investment in associate                  | (1)                         | (4)                         |
| <b>Net cash used in investing activities</b>        | <b>(1,537)</b>              | <b>(427)</b>                |
| <b>Financing activities</b>                         |                             |                             |
| Payment to and on behalf of government              | (1,499)                     | (921)                       |
| <b>Net cash used in financing activities</b>        | <b>(1,499)</b>              | <b>(921)</b>                |
| <b>Net increase in cash and cash equivalents</b>    | <b>3,795</b>                | <b>6,436</b>                |
| Cash and cash equivalents at 1 January              | 80,076                      | 29,282                      |
| <b>Cash and cash equivalents at 31 March</b>        | <b>83,871</b>               | <b>35,718</b>               |

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2022

(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          |                          |                |
| <b>2022 (reviewed)</b>                    |   |                             |                   |                    |                   |                |                          |                |
| As at 1 January 2022                      | 108,300                                   | 22,450                      | 54,462            | (572)              | 171,021           | 355,661        | 9,274                    | 364,935        |
| Total comprehensive income for the period | -   | -                           | -                 | -                  | 7,591             | 7,591          | 63                       | 7,654          |
| <b>As at 31 March 2022</b>                | <b>108,300</b>                            | <b>22,450</b>               | <b>54,462</b>     | <b>(572)</b>       | <b>178,612</b>    | <b>363,252</b> | <b>9,337</b>             | <b>372,589</b> |
| <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 | -   | -                           | -                 | -                  | 7,097             | 7,097          | 286                      | 7,383          |
| As at 31 March 2021                       | 108,300                                   | 22,345                      | 54,462            | (650)              | 149,408           | 333,865        | 8,381                    | 342,246        |