

ESKAN BANK B.S.C. (C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2022
(Amounts in Bahraini Dinars thousands)

	30 September 2022 (reviewed)	31 December 2021 (audited)
Assets		
Cash and bank balances	108,969	85,472
Investments	6,919	7,223
Loans	781,671	749,670
Investment in associate	4,033	4,189
Investment properties	59,756	59,474
Development properties	28,216	13,779
Other assets	11,721	14,394
Total assets	1,001,285	934,201
Liabilities and equity		
Liabilities		
Interbank borrowings	10,000	10,000
Customer current accounts	9,413	8,547
Government accounts	510,995	469,185
Term loans	75,000	75,000
Other liabilities	6,202	6,533
Total liabilities	611,610	569,265
Equity		
Share capital	108,300	108,300
Contribution by shareholder	22,461	22,450
Statutory reserve	54,462	54,462
Fair value reserve	(572)	(572)
Retained earnings	195,128	171,022
Equity attributable to Bank's shareholder	379,779	355,662
Non-controlling interest	9,896	9,274
Total equity	389,675	364,936
Total liabilities and equity	1,001,285	934,201

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the nine months ended 30 September 2022
(Amounts in Bahraini Dinars thousands)

	Nine months ended 30 September		Three months ended 30 September	
	2022 (reviewed)	2021 (reviewed)	2022 (reviewed)	2021 (reviewed)
Interest income	28,131	24,516	9,772	8,277
Interest expense	(83)	(90)	(36)	(29)
Net interest income	28,048	24,426	9,736	8,248
Income from properties	1,629	1,956	647	237
Share of profit from investment in associate	153	187	38	37
Other income	635	855	236	346
Total operating income	30,465	27,424	10,657	8,868
Staff costs	(3,916)	(3,720)	(1,304)	(1,210)
Other expenses	(1,719)	(1,425)	(583)	(450)
Total operating expenses	(5,635)	(5,145)	(1,887)	(1,660)
Profit before (charge) / release of provision for impairment loss, net	24,830	22,279	8,770	7,208
(Charge) / release of provision for impairment loss, net	(102)	(1,125)	63	(1,015)
Profit for the period	24,728	21,154	8,833	6,193
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	24,728	21,154	8,833	6,193
Attributable to:				
Equity shareholder of the parent	24,107	20,455	8,601	6,116
Non-controlling interest	621	699	232	77
	24,728	21,154	8,833	6,193

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2022
(Amounts in Bahraini Dinars thousands)

	30 September 2022 (reviewed)	30 September 2021 (reviewed)
Operating activities		
Profit for the period	24,728	21,154
Adjustments for:		
Share of profit from investment in associate	(153)	(187)
Charge of impairment loss	102	1,125
Gain on sale of development properties	(977)	(1,583)
Depreciation and amortization	440	390
Operating profit before working capital changes	24,140	20,899
Net collections from loans	16,862	24,427
(Increase) / decrease in development properties	(11,170)	4,920
Increase in other assets	(385)	(11,357)
Increase in customer current account	866	577
Decrease / (increase) in restricted bank balance	323	(2,338)
(Decrease) / increase in other liabilities	(335)	2,965
Net movement in government account	(2,451)	(12,880)
Net cash generated from operating activities	27,850	27,213
Investing activities		
Maturity of / (additional) placement with financial institution with original maturity of more than 90 days	5,059	(7,302)
Purchase of equipment	(88)	(175)
Maturity of debt securities in the investing activities	304	473
Additional investment in associate	(9)	(33)
Dividend received on investment in associate	187	86
Net cash generated from / (used in) investing activities	5,453	(6,951)
Financing activities		
Proceeds from government	-	20,000
Payment to and on behalf of government	(4,438)	(2,687)
Net cash (used in) / generated from financing activities	(4,438)	17,313
Net increase in cash and cash equivalents	28,865	37,575
Cash and cash equivalents at 1 January	80,076	29,282
Cash and cash equivalents at 30 September	108,941	66,857

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 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			
2022 (reviewed)									
As at 1 January 2022	108,300	22,450	54,462	(572)	171,022	355,662	9,274	364,936	
Total comprehensive income for the period	-	-	-	-	24,106	24,106	622	24,728	
Transfer of land	-	11	-	-	-	11	-	11	
As at 30 September 2022	108,300	22,461	54,462	(572)	195,128	379,779	9,896	389,675	
2021 (reviewed)									
As at 1 January 2021	108,300	22,345	54,462	(650)	142,311	326,768	8,094	334,862	
Total comprehensive income for the period	-	-	-	-	20,455	20,455	699	21,154	
Transfer of land	-	105	-	-	-	105	-	105	
As at 30 September 2021	108,300	22,450	54,462	(650)	162,766	347,328	8,793	356,121	

H.E. Mrs. Amna Bint Ahmed Al Romaihi, Chairperson

Mrs. Najla Al Shirawi, Director

Dr. Khalid Abdulla, General Manager

This information has been extracted from the condensed consolidated interim financial information for the nine months ended 30 September 2022 which were approved by board of directors on 10 November 2022 and reviewed by KPMG Fakhro