

ESKAN BANK B.S.C. (C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION FOR THE THREE MONTHS ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2023

(Amounts in Bahraini Dinars thousands)

	31 March 2023 (reviewed)	31 December 2022 (audited)
Assets		
Cash and bank balances	78,712	87,820
Investments	3,487	4,493
Loans	825,595	808,805
Investment in associate	3,928	4,120
Investment properties	62,349	61,523
Development properties	37,566	39,094
Other assets	2,844	2,703
Total assets	1,014,481	1,008,558
Liabilities and equity		
Liabilities		
Interbank borrowings	10,000	10,000
Customer current accounts	8,303	9,267
Government accounts	497,594	505,202
Term loans	75,000	75,000
Other liabilities	12,764	7,305
Total liabilities	603,661	606,774
Equity		
Share capital	108,300	108,300
Contribution by shareholder	37,790	36,915
Statutory reserve	54,462	54,462
Fair value reserve	(108)	(108)
Retained earnings	210,376	202,215
Total equity	410,820	401,784
Total liabilities and equity	1,014,481	1,008,558

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months ended 31 March 2023

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March	
	2023 (reviewed)	2022 (reviewed)
Interest income	9,660	9,103
Interest expense	(54)	(20)
Net interest income	9,606	9,083
Income from properties	499	247
Share of profit from investment in associate	64	59
Other income	162	169
Total operating income	10,331	9,558
Staff costs	(1,533)	(1,352)
Other expenses	(673)	(598)
Total operating expenses	(2,206)	(1,950)
Profit before release of provision for impairment loss, net	8,125	7,608
Release of provision for impairment loss, net	36	46
Profit for the period	8,161	7,654
Other comprehensive income	-	-
Total comprehensive income for the period	8,161	7,654
Profit and total comprehensive income attributable to:		
Equity shareholder of the parent	8,161	7,591
Non-controlling interest	-	63
	8,161	7,654

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2023

(Amounts in Bahraini Dinars thousands)

	31 March 2023 (reviewed)	31 March 2022 (reviewed)
Operating activities		
Profit for the period	8,161	7,654
Adjustments for:		
Share of profit from investment in associate	(64)	(59)
Release of provision for impairment loss, net	(36)	(46)
Gain on sale of development properties	(335)	(110)
Depreciation and amortization	145	144
Operating profit before working capital changes	7,871	7,583
(Disbursement of) / collection from loans, net	(11,886)	5,468
Decrease / (increase) in development properties	1,862	(12,888)
Decrease / (increase) in other assets	103	(85)
(Decrease) / increase in customer current account	(964)	1,095
Increase in restricted bank balance	(19)	(1,568)
Increase in other liabilities	5,445	1,150
Net movement in government account	(10,879)	6,076
Net cash (used in) / generated from operating activities	(8,467)	6,831
Investing activities		
Maturity of placement with financial institution with original maturity of more than 90 days	10,000	-
Purchase of equipment	(62)	(14)
Maturity of debt securities / (investment in debt securities)	1,006	(1,522)
Additional investment in associate	(26)	(1)
Net cash generated from / (used in) investing activities	10,918	(1,537)
Financing activities		
Payment to and on behalf of government, net	(1,580)	(1,499)
Net cash used in financing activities	(1,580)	(1,499)
Net increase in cash and cash equivalents	871	3,795
Cash and cash equivalents at 1 January	77,798	80,076
Cash and cash equivalents at 31 March	78,669	83,871

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2023

(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			
2023 (reviewed)									
As at 1 January 2023	108,300	36,915	54,462	(108)	202,215	401,784	-	401,784	
Total comprehensive income for the period	-	-	-	-	8,161	8,161	-	8,161	
Transfer of land	-	875	-	-	-	875	-	875	
As at 31 March 2023	108,300	37,790	54,462	(108)	210,376	410,820	-	410,820	
2022 (reviewed)									
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	
As at 31 March 2022	108,300	22,450	54,462	(572)	178,612	363,252	9,337	372,589	

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

Isha Abdulla Zainal, 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 2023 which were approved by board of directors on 09 May 2023 and reviewed by KPMG Fakhro