

ESKAN BANK B.S.C. (c)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 September 2013

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2013 (Unaudited)
(Amounts in Bahraini Dinars thousands)

	30 September 2013 (unaudited)	31 December 2012 (audited)
ASSETS		
Cash and bank balances	99,465	106,357
Investments	3,541	3,541
Loans	388,387	355,750
Investment in associates	10,424	8,939
Investment properties	39,293	39,008
Development properties	12,111	11,695
Other assets	6,244	7,697
Disposal group	-	436
TOTAL ASSETS	559,465	533,423
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial and other institutions	52,894	51,333
Government accounts	212,463	192,423
Term loans	65,500	65,500
Other liabilities	19,518	19,924
Disposal group	-	144
Total liabilities	350,375	329,324
EQUITY		
Share capital	108,300	108,300
Contribution by shareholder	18,258	20,292
Statutory reserve	54,462	54,462
Retained earnings	28,070	21,045
Total equity	209,090	204,099
TOTAL LIABILITIES AND EQUITY	559,465	533,423

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine month period ended 30 September 2013 (unaudited)
(Amounts in Bahraini Dinars thousands)

	Three months ended		Nine months ended	
	30 September 2013 (unaudited)	30 September 2012 (unaudited)	30 September 2013 (unaudited)	30 September 2012 (unaudited)
Management charges	3,043	2,655	8,955	7,977
Interest income	680	723	2,109	2,154
Income from investment properties	96	92	282	267
Share of loss of associates	(91)	(410)	(216)	(539)
Other income	598	913	1,609	2,034
TOTAL INCOME	4,326	3,973	12,739	11,893
Staff costs	874	812	2,924	2,786
Interest expense	569	541	1,680	1,832
Other expenses	360	353	892	1,131
Impairment provision / (recoveries) on loans	32	40	218	94
TOTAL EXPENSES	1,835	1,746	5,714	5,843
PROFIT FOR THE PERIOD	2,491	2,227	7,025	6,050
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,491	2,227	7,025	6,050

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2013 (unaudited)
(Amounts in Bahraini Dinars thousands)

	30 September 2013 (unaudited)	30 September 2012 (unaudited)
OPERATING ACTIVITIES		
Profit for the period	7,025	6,050
Adjustments for:		
Net share of loss of associates	216	539
Impairment provision on loans	218	94
Depreciation	270	323
Operating profit before working capital changes	7,729	7,006
Increase in placements with banks	(8,924)	(1,243)
Increase in loans	(32,855)	(34,054)
Increase in investment properties	-	(46)
Increase in development properties	(416)	(280)
Increase in other assets	(198)	(20)
(Decrease) / increase in deposits from financial and other institutions	(569)	6,812
(Decrease) / increase in other liabilities	(438)	4,937
Net cash flows used in operating activities	(35,671)	(16,888)
INVESTING ACTIVITY		
Purchase of equipment	(200)	(62)
Net cash flows used in investing activity	(200)	(62)
FINANCING ACTIVITIES		
Repayment of term loans	-	(16,667)
Proceeds from term loans	-	16,667
Net movement in Government Accounts	20,040	19,712
Net cash flows from financing activities	20,040	19,712
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(15,831)	2,762
Cash and cash equivalents at 1 January	99,888	89,412
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	84,057	92,174
Non-cash activities		
Investment in associate by transfer of receivables	1,700	-
Transfer to the Shareholder	2,449	-
Investment properties (land contribution by the shareholder)	415	63

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine month period ended 30 September 2013 (unaudited)
(Amounts in Bahraini Dinars thousands)

	Share capital	Contribution by shareholder	Statutory reserve	Retained earnings	Total Equity
As at 1 January 2013	108,300	20,292	54,462	21,045	204,099
Transfer of land	-	415	-	-	415
Transfer to the Shareholder	-	(2,449)	-	-	(2,449)
Total comprehensive income for the period	-	-	-	7,025	7,025
At 30 September 2013	108,300	18,258	54,462	28,070	209,090
As at 1 January 2012	108,300	20,229	54,462	12,717	195,708
Transfer of land	-	63	-	-	63
Total comprehensive income for the period	-	-	-	6,050	6,050
At 30 September 2012	108,300	20,292	54,462	18,767	201,821

Basim Bin Yacob Al Hamer, Chairman

Dr. Khalid Abdulla, General Manager

The above interim consolidated statement of financial position and the related interim consolidated statements of comprehensive income, changes in equity and cash flows have been extracted from the interim consolidated financial statements of Eskan Bank B.S.C. (c), which were approved by the Board of Directors and on which an unqualified review opinion was issued by Ernst & Young, Kingdom of Bahrain on 31 October 2013

بنك الإسكان
ESKAN BANK