

ESKAN BANK B.S.C. (C)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2019

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2019

(Amounts in Bahraini Dinars thousands)

	31 March 2019 (reviewed)	31 December 2018 (audited)
Assets		
Cash and bank balances	29,062	18,082
Investments	9,835	9,286
Loans	689,324	632,511
Investment in associates	5,425	5,254
Investment properties	50,986	51,018
Development properties	25,570	23,822
Other assets	30,954	29,743
Total assets	841,156	769,716
Liabilities and Equity		
Liabilities		
Deposits from financial and other institutions	10,000	10,500
Customer current accounts	1,994	1,862
Government accounts	458,265	394,946
Term loans	74,850	73,700
Other liabilities	6,441	4,893
Total liabilities	551,550	485,901
Equity		
Share capital	108,300	108,300
Contribution by shareholder	22,007	22,007
Statutory reserve	54,462	54,462
Fair value reserve	8	8
Retained earnings	98,181	92,386
Equity attributable to Bank's shareholder	282,958	277,163
Non-controlling interest	6,648	6,652
Total equity	289,606	283,815
Total liabilities and equity	841,156	769,716

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months ended 31 March 2019

(Amounts in Bahraini Dinars thousands)

	Three months ended 31 March 2019 (reviewed)	2018 (reviewed)
Interest income	7,142	6,769
Income from properties	135	175
Share of profit from investment in associates	83	92
Other income	38	120
Total income	7,398	7,156
Staff costs	(1,105)	(1,096)
Interest expense	(55)	(65)
Other expenses	(359)	(382)
Total expenses	(1,519)	(1,543)
Profit before (Charge) / release of impairment provision	5,879	5,613
(Charge) / release of impairment provision	(88)	36
Profit for the period	5,791	5,649
Other comprehensive income	-	-
Total comprehensive income for the period	5,791	5,649
Attributable to:		
Equity shareholders of the parent	5,795	5,647
Non-controlling interest	(4)	2
	5,791	5,649

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2019

(Amounts in Bahraini Dinars thousands)

	31 March 2019 (reviewed)	31 March 2018 (reviewed)
Operating activities		
Profit for the period	5,791	5,649
Adjustments for:		
Net share of profit of associates	(83)	(92)
Gain on sale of development properties	-	(26)
Charge / (release) of impairment provision	88	(36)
Depreciation and amortization	133	82
Operating profit before working capital changes	5,929	5,577
Decrease in placements with banks (original maturity more than 90 days)	-	517
Decrease in loans	8,889	5,371
Increase in development properties	(1,747)	(1,820)
(Increase) /decrease in other assets	(74)	322
Decrease in deposits from financial and other institutions	(500)	(4,000)
Increase / (decrease) in customer current account	132	(359)
Increase / (decrease) in other liabilities	329	(446)
Net cash generated from operating activities	12,958	5,182
Investing activities		
Purchase of equipment	(31)	(31)
Investment in debt securities	(549)	(3,433)
Investment in associates	(88)	35
Net cash used in investing activities	(668)	(3,429)
Financing activities		
Proceeds of term loans	1,150	-
Net movement on government accounts	(2,456)	(2,171)
Net cash used in financing activities	(1,306)	(2,171)
Net increase / (decrease) in cash and cash equivalents	10,984	(418)
Cash and cash equivalents at 1 January	18,088	38,310
Cash and cash equivalents at 31 March	29,072	37,892
Cash and cash equivalent comprise :		
Cash in hand and current accounts with banks	1,172	7,222
Placements with banks (with an original maturity of 90 days or less)	27,900	30,670
	29,072	37,892

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2019

(Amounts in Bahraini Dinars thousands)

	Equity attributable to Bank's shareholder							
	Share capital	Contribution by shareholder	Statutory reserve	Fair value reserve	Retained earnings	Total	Non-controlling interest	Total equity
2019 (reviewed)								
As at 1 January 2019	108,300	22,007	54,462	8	92,386	277,163	6,652	283,815
Total comprehensive income for the period	-	-	-	-	5,795	5,795	(4)	5,791
As at 31 March 2019	108,300	22,007	54,462	8	98,181	282,958	6,648	289,606
2018 (reviewed)								
As at 1 January 2018	108,300	23,946	54,462	-	68,976	255,684	6,681	262,365
Adjustment on initial adoption of IFRS 9 as at 1 January 2018	-	-	-	-	(10,846)	(10,846)	-	(10,846)
Adjusted balance at 1 January 2018	108,300	23,946	54,462	-	58,130	244,838	6,681	251,519
Total comprehensive income for the period	-	-	-	-	5,647	5,647	2	5,649
Expected credit loss on social housing loans borne by the Government	-	-	-	-	10,776	10,776	-	10,776
As at 31 March 2018	108,300	23,946	54,462	-	74,553	261,261	6,683	267,944

Basim Bin Yacob Al Hamer, Chairman

Dr. Khalid Abdulla, General Manager

This information has been extracted from the condensed consolidated financial information for the three months ended 31 March 2019 which were approved by board of directors on 12 May 2019 and revised by KPMG Fakhro.