



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Information 30 September 2016

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the nine months ended 30 September 2016

Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2016 (reviewed)	30 September 2015 (reviewed)	30 September 2016 (reviewed)	30 September 2015 (reviewed)
Interest income	22,018	17,740	7,805	6,305
Interest expense	(5,890)	(4,674)	(2,093)	(1,623)
Net interest income	16,128	13,066	5,712	4,682
Automotive sales	47,354	54,355	15,865	16,962
Cost of sales	(42,351)	(48,518)	(14,158)	(15,188)
Gross profit on automotive sales	5,003	5,837	1,707	1,774
Fee and commission income	6,336	5,062	2,194	1,828
Profit from sale of land inventory	2,011	1,317	670	229
Rental income	529	489	194	162
Total operating income	30,007	25,771	10,477	8,675
Operating expenses	(13,385)	(11,539)	(4,589)	(4,004)
Impairment allowance on loans and receivables, net of recoveries	(2,879)	(1,997)	(1,022)	(715)
Other income	910	814	349	565
Profit for the period	14,653	13,049	5,215	4,521
Basic and diluted earnings per 100 fils share	91 fils	81 fils	32 fils	28 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the nine months ended 30 September 2016

Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2016 (reviewed)	30 September 2015 (reviewed)	30 September 2016 (reviewed)	30 September 2015 (reviewed)
Profit for the period	14,653	13,049	5,215	4,521
Other comprehensive income: Items that may be reclassified subsequently to profit or loss:				
Fair value (loss) / gain on cash flow hedge reserve	(723)	(421)	551	(456)
Total comprehensive income for the period	13,930	12,628	5,766	4,065

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 September 2016

Bahraini dinars in thousands	30 September 2016 (reviewed)	31 December 2015 (audited)
Assets		
Cash and balances with banks	5,311	1,669
Loans and advances to customers	265,318	230,362
Trade receivables	9,114	8,066
Inventories	27,780	36,674
Investment properties	7,642	6,061
Property and equipment	21,840	19,859
Other assets	3,106	1,906
Total assets	340,111	304,597
Liabilities and equity		
Liabilities		
Bank overdrafts	1,959	1,411
Trade and other payables	18,851	22,155
Bank term loans	161,628	129,845
Bonds issued	39,816	39,766
Total liabilities	222,254	193,177
Equity		
Share capital	16,335	16,335
Treasury shares	(599)	(599)
Statutory reserve	33,542	33,542
Other reserves	21,675	20,840
Retained earnings	46,904	41,302
Total equity	117,857	111,420
Total liabilities and equity	340,111	304,597

OPERATING SEGMENT INFORMATION for the nine months ended 30 September 2016

Bahraini dinars in thousands	Revenue		Profit	
	Nine months ended		Nine months ended	
	30 September 2016 (reviewed)	30 September 2015 (reviewed)	30 September 2016 (reviewed)	30 September 2015 (reviewed)
Consumer finance	27,330	21,891	10,670	8,855
Automotive	47,354	54,355	1,257	1,789
Insurance	1,024	910	872	783
Real estate	8,501	4,913	1,854	1,622
	84,209	82,069	14,653	13,049

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2016

Bahraini dinars in thousands	30 September 2016 (reviewed)	30 September 2015 (reviewed)
Operating activities		
Loan repayments, interest received and other credit related receipt	169,118	136,267
Cash receipts from automotive sales	47,432	54,136
Insurance commission received	1,056	663
Sale of land inventory	7,095	4,424
Rental income received	511	500
Loans and advances to customers disbursed	(179,605)	(140,628)
Payments to suppliers	(42,134)	(43,167)
Payments for operating expenses	(11,782)	(11,357)
Payment for purchase of land inventory	(1,133)	(53)
Directors' fees paid	(350)	(325)
Interest paid	(6,245)	(4,543)
Net cash used in operating activities	(16,037)	(4,083)
Investing activities		
Capital expenditure on property & equipment	(4,362)	(4,793)
Purchase of Investment Properties	(1,379)	(1,812)
Proceeds from sale of property & equipment	413	715
Proceeds from sale of Investment property	-	1,300
Net cash used in investing activities	(5,328)	(4,590)
Financing activities		
Bank term loans availed, net	32,136	15,533
Dividends paid	(7,243)	(7,241)
Donations paid	(242)	(360)
Net cash generated from financing activities	24,651	7,932
Net increase/(decrease) in cash and cash equivalents	3,286	(741)
Cash and cash equivalents at 1 January	(158)	1,226
Cash and cash equivalents at 30 September	3,128	485
Cash and cash equivalents comprise:		
Cash and balances with banks	5,311	2,206
Less:		
Restricted cash	(224)	(393)
Bank overdrafts	(1,959)	(1,328)
	3,128	485

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2016

Bahraini dinars in thousands	Share capital		Reserves and retained earnings					Total equity
	Share capital	Treasury shares	Statutory reserve	Cash flow hedge reserve	Donation reserve	General reserve	Retained earnings	
30 September 2016 (reviewed)								
As at 1 January 2016	16,335	(599)	33,542	(224)	814	20,250	41,302	111,420
2015 appropriations (approved by shareholders):								
- Donations approved	-	-	-	-	300	-	(300)	-
- Dividend to equity holders	-	-	-	-	-	-	(7,251)	(7,251)
- Transfer to general reserve	-	-	-	-	-	1,500	(1,500)	-
Balance after 2015 appropriations	16,335	(599)	33,542	(224)	1,114	21,750	32,251	104,169
Comprehensive income for the period								
Profit for the period	-	-	-	-	-	-	14,653	14,653
Other comprehensive income:								
- Net changes in cash flow hedge reserve	-	-	-	(723)	-	-	-	(723)
Total comprehensive income for the period	-	-	-	(723)	-	-	14,653	13,930
Utilisation of donation reserve	-	-	-	-	(242)	-	-	(242)
At 30 September 2016	16,335	(599)	33,542	(947)	872	21,750	46,904	117,857

The Board of Directors approved the condensed consolidated interim financial information on 27 October 2016 and signed on its behalf by:

Abdulrahman Yusuf Fakhro
Chairman

Reyadh Yusuf Hasan Sater
Vice Chairman

Dr. Adel Hubail
Chief Executive Officer

The above condensed consolidated financial information has been reviewed by KPMG, who expressed an unqualified opinion on 27 October 2016.

The Company is licensed and regulated by the Central Bank of Bahrain as a financing company.