



# BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Information 30 June 2019

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2019				
Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2019 (reviewed)	30 June 2018 (reviewed)	30 June 2019 (reviewed)	30 June 2018 (reviewed)
Interest income	19,864	17,892	10,117	9,120
Interest expense	(6,365)	(5,590)	(3,230)	(2,931)
<b>Net interest income</b>	<b>13,499</b>	<b>12,302</b>	<b>6,887</b>	<b>6,189</b>
Automotive revenue	21,753	27,898	10,663	14,749
Cost of sales	(18,534)	(24,332)	(8,908)	(12,757)
<b>Gross profit on automotive revenue</b>	<b>3,219</b>	<b>3,566</b>	<b>1,755</b>	<b>1,992</b>
Fee and commission income	5,631	5,668	2,760	2,922
Profit from sale of land inventory	161	442	65	104
Rental and evaluation income	488	348	267	153
<b>Total operating income</b>	<b>22,998</b>	<b>22,326</b>	<b>11,734</b>	<b>11,360</b>
Operating expenses	(10,932)	(10,453)	(5,536)	(5,243)
Impairment allowance on loans and receivables, net of recoveries	(1,808)	(1,948)	(1,130)	(855)
Other income	579	488	247	165
<b>Profit for the period</b>	<b>10,837</b>	<b>10,413</b>	<b>5,315</b>	<b>5,427</b>
<b>Basic and diluted earnings per 100 fils share</b>	<b>54 fils</b>	<b>52 fils</b>	<b>26 fils</b>	<b>27 fils</b>

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the six months ended 30 June 2019				
Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2019 (reviewed)	30 June 2018 (reviewed)	30 June 2019 (reviewed)	30 June 2018 (reviewed)
<b>Profit for the period</b>	<b>10,837</b>	<b>10,413</b>	<b>5,315</b>	<b>5,427</b>
<b>Other comprehensive income: Items that may be reclassified subsequently to profit or loss:</b>				
Fair value (loss)/ gain on cash flow hedge reserve	(2,855)	1,416	(1,832)	406
<b>Total comprehensive income for the period</b>	<b>7,982</b>	<b>11,829</b>	<b>3,483</b>	<b>5,833</b>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 June 2019		
Bahraini dinars in thousands	30 June 2019 (reviewed)	31 December 2018 (audited)
<b>Assets</b>		
Cash and balances with banks	6,627	5,171
Loans and advances to customers	327,927	314,803
Trade receivables	7,624	8,879
Inventories	24,699	22,842
Investment properties	10,181	6,757
Property and equipment	29,083	27,364
Other assets	4,164	5,266
<b>Total assets</b>	<b>410,305</b>	<b>391,082</b>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Bank overdrafts	697	141
Trade and other payables	25,610	20,757
Bank term loans	217,490	204,292
Bonds issued	19,975	19,964
<b>Total liabilities</b>	<b>263,772</b>	<b>245,154</b>
<b>Equity</b>		
Share capital	20,419	16,335
Treasury shares	(599)	(599)
Statutory reserve	35,042	33,542
Other reserves	25,667	26,848
Retained earnings	66,004	69,802
<b>Total equity</b>	<b>146,533</b>	<b>145,928</b>
<b>Total liabilities and equity</b>	<b>410,305</b>	<b>391,082</b>

OPERATING SEGMENT INFORMATION for the six months ended 30 June 2019				
Bahraini dinars in thousands	Revenue		Profit	
	Six months ended		Six months ended	
	30 June 2019 (reviewed)	30 June 2018 (reviewed)	30 June 2019 (reviewed)	30 June 2018 (reviewed)
Consumer finance	24,736	22,856	9,121	8,458
Automotive	21,767	27,905	1,231	1,348
Insurance	745	697	369	365
Real estate	1,983	3,486	116	242
	<b>49,231</b>	<b>54,944</b>	<b>10,837</b>	<b>10,413</b>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the six months ended 30 June 2019		
Bahraini dinars in thousands	30 June 2019 (reviewed)	30 June 2018 (reviewed)
<b>Operating activities</b>		
Loan repayments, interest received and other credit related receipts	160,527	155,551
Cash receipts from automotive sales	23,454	27,905
Insurance commission received	650	641
Sale of land inventory	1,496	3,032
Rental income received	472	340
Loans and advances to customers disbursed	(148,988)	(143,440)
Payments to suppliers	(19,735)	(24,765)
Payments for operating expenses	(10,239)	(11,411)
Payment for real estate inventory	(488)	-
Directors' fees paid	(535)	(464)
Interest paid	(6,652)	(5,475)
<b>Net cash (used in) / generated from operating activities</b>	<b>(38)</b>	<b>1,914</b>
<b>Investing activities</b>		
Capital expenditure on property and equipment	(2,418)	(855)
Addition to investment properties	(3,554)	(949)
Proceeds from sale of property and equipment	353	465
<b>Net cash used in investing activities</b>	<b>(5,619)</b>	<b>(1,339)</b>
<b>Financing activities</b>		
Bank term loans availed	51,182	21,998
Bank term loans paid	(37,721)	(14,906)
Dividends paid	(7,126)	(7,846)
Donations paid	(126)	(8)
<b>Net cash generated from / (used in) financing activities</b>	<b>6,209</b>	<b>(762)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>552</b>	<b>(187)</b>
Cash and cash equivalents at 1 January	4,967	5,280
<b>Cash and cash equivalents at 30 June</b>	<b>5,519</b>	<b>5,093</b>
Cash and cash equivalents comprise:		
Cash and balances with banks	6,627	5,432
Less:		
Restricted cash	(411)	(227)
Bank overdrafts	(697)	(112)
	<b>5,519</b>	<b>5,093</b>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2019								
Bahraini dinars in thousands	Share capital		Reserves and retained earnings					
	Share capital	Treasury shares	Statutory reserve	Other reserves			Retained earnings	Total equity
				Cash flow hedge reserve	Donation reserve	General reserve		
as at 1 January 2019	16,335	(599)	33,542	1,366	732	24,750	69,802	145,928
<b>2018 appropriations (approved by shareholders):</b>								
- Donations approved	-	-	-	-	300	-	(300)	-
- Dividend to equity holders	-	-	-	-	-	-	(7,251)	(7,251)
- Bonus share issue	4,084	-	-	-	-	-	(4,084)	-
- Transfer to statutory reserve	-	-	1,500	-	-	-	(1,500)	-
- Transfer to general reserve	-	-	-	-	-	1,500	(1,500)	-
<b>Balance after 2018 appropriations</b>	<b>20,419</b>	<b>(599)</b>	<b>35,042</b>	<b>1,366</b>	<b>1,032</b>	<b>26,250</b>	<b>55,167</b>	<b>138,677</b>
<b>Comprehensive income for the period:</b>								
Profit for the period	-	-	-	-	-	-	10,837	10,837
Other comprehensive income:								
- Fair value loss on cash flow hedge reserve	-	-	-	(2,855)	-	-	-	(2,855)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,855)</b>	<b>-</b>	<b>-</b>	<b>10,837</b>	<b>7,982</b>
Utilisation of donation reserve	-	-	-	-	(126)	-	-	(126)
<b>At 30 June 2019</b>	<b>20,419</b>	<b>(599)</b>	<b>35,042</b>	<b>(1,489)</b>	<b>906</b>	<b>26,250</b>	<b>66,004</b>	<b>146,533</b>

The condensed consolidated interim financial information has been approved by the Board of Directors on 30 July 2019 and signed on its behalf by:

**Reyadh Yusuf Hasan Sater**  
Vice Chairman

**Khalid Mohammed Ali Mattar**  
Chairman of The Executive Committee

**Dr. Adel Hubail**  
Chief Executive Officer

The above condensed consolidated interim financial information has been reviewed by KPMG, who expressed an unqualified opinion on 30 July 2019.

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