



# BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Interim Condensed Consolidated Financial Information 30 June 2023

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS For the six months ended 30 June 2023				
Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)
Interest income	10,089	13,277	4,732	6,521
Interest expense	(4,555)	(3,658)	(2,204)	(1,877)
<b>Net interest income</b>	<b>5,534</b>	<b>9,619</b>	<b>2,528</b>	<b>4,644</b>
Automotive revenue	19,928	18,203	10,061	10,236
Cost of sales	(16,528)	(15,058)	(8,438)	(8,523)
<b>Gross profit on automotive revenue</b>	<b>3,400</b>	<b>3,145</b>	<b>1,623</b>	<b>1,713</b>
Net fee and commission income	1,815	1,987	869	1,022
Profit from sale of real estate inventory	-	41	-	-
Rental and evaluation income	280	265	138	128
<b>Total operating income</b>	<b>11,029</b>	<b>15,057</b>	<b>5,158</b>	<b>7,507</b>
Other income	967	251	297	184
Salaries and related costs	(3,934)	(3,785)	(1,999)	(1,874)
Operating expenses	(4,901)	(4,792)	(2,551)	(2,534)
<b>Profit before allowance on financial instruments</b>	<b>3,161</b>	<b>6,731</b>	<b>905</b>	<b>3,283</b>
Allowance on loans and receivables, net of recoveries	(8,677)	(2,352)	(5,299)	(571)
<b>(Loss) / profit for the period</b>	<b>(5,516)</b>	<b>4,379</b>	<b>(4,394)</b>	<b>2,712</b>
<b>Basic and diluted earnings per 100 fils share</b>	<b>(27) fils</b>	<b>22 fils</b>	<b>(22) fils</b>	<b>13 fils</b>

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the six months ended 30 June 2023				
Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)
<b>(Loss) / profit for the period</b>	<b>(5,516)</b>	<b>4,379</b>	<b>(4,394)</b>	<b>2,712</b>
<b>Other comprehensive (loss) / income:</b>				
<b>Items that are or may be reclassified to profit or loss</b>				
Net change in cash flow hedge reserve	(145)	2,730	336	695
<b>Total comprehensive (loss) / income for the period</b>	<b>(5,661)</b>	<b>7,109</b>	<b>(4,058)</b>	<b>3,407</b>

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 June 2023		
Bahraini dinars in thousands	30 June 2023 (Reviewed)	31 December 2022 (Audited)
<b>ASSETS</b>		
Cash and balances with banks	16,302	40,702
Loans and advances to customers	179,471	197,605
Trade receivables	2,965	3,026
Inventories	19,553	16,472
Investment properties	10,379	10,502
Property and equipment	24,990	24,613
Other assets	5,697	5,558
<b>TOTAL ASSETS</b>	<b>259,357</b>	<b>298,478</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Trade and other payables	17,936	16,924
Bank term loans and borrowings	113,532	143,915
<b>TOTAL LIABILITIES</b>	<b>131,468</b>	<b>160,839</b>
<b>Equity</b>		
Share capital	20,419	20,419
Treasury shares	(599)	(599)
Statutory reserve	10,210	10,210
Share premium	25,292	25,292
Other reserves	29,725	29,930
Retained earnings	42,842	52,387
<b>TOTAL EQUITY</b>	<b>127,889</b>	<b>137,639</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>259,357</b>	<b>298,478</b>

OPERATING SEGMENT INFORMATION For the six months ended 30 June 2023				
Bahraini dinars in thousands	Operating Income		(Loss) / Profit	
	Six months ended		Six months ended	
	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)
Consumer finance	7,072	11,312	(6,795)	3,477
Automotive	3,400	3,171	1,171	1,086
Insurance	278	260	11	3
Real estate	279	314	97	(187)
	<b>11,029</b>	<b>15,057</b>	<b>(5,516)</b>	<b>4,379</b>

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS For the six months ended 30 June 2023		
Bahraini dinars in thousands	30 June 2023 (Reviewed)	30 June 2022 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Loan repayments, interest received and other credit related receipts	100,748	108,028
Cash receipts from automotive sales	20,439	18,567
Insurance commission received	168	270
Proceeds from sale of real estate inventory	64	902
Rental and evaluation income received	267	345
Loans and advances to customers	(79,644)	(82,135)
Payments to suppliers	(18,209)	(17,210)
Payments for operating expenses	(6,875)	(9,608)
Directors' fees paid	(275)	(330)
Interest paid	(5,000)	(3,754)
<b>Net cash generated from operating activities</b>	<b>11,683</b>	<b>15,075</b>
<b>INVESTING ACTIVITIES</b>		
Capital expenditure on property and equipment	(2,929)	(1,517)
Proceeds from sale of property and equipment	1,123	589
Movement in fixed deposit held with banks with maturities of more than three months	200	-
<b>Net cash used in investing activities</b>	<b>(1,606)</b>	<b>(928)</b>
<b>FINANCING ACTIVITIES</b>		
Bank loans availed	31,668	21,007
Bank loans paid	(62,395)	(31,981)
Dividends paid	(4,029)	(5,036)
Donations paid	(60)	(184)
<b>Net cash used in financing activities</b>	<b>(34,816)</b>	<b>(16,194)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(24,739)</b>	<b>(2,047)</b>
Cash and cash equivalents at 1 January	34,325	28,301
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>9,586</b>	<b>26,254</b>
Cash and cash equivalents comprise:		
Cash and balances with banks	16,302	26,331
Less:		
Restricted cash	(92)	(77)
Bank overdrafts	(524)	-
Fixed deposit held with banks with maturities of more than three months	(6,100)	-
	<b>9,586</b>	<b>26,254</b>

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2023									
(Reviewed) Bahraini dinars in thousands	Share capital	Treasury shares	Reserves and retained earnings						Total equity
			Statutory reserve	Share Premium	Other reserves			Retained earnings	
					Cash flow hedge reserve	Donation reserve	General reserve		
As at 1 January 2023	20,419	(599)	10,210	25,292	2,182	248	27,500	52,387	137,639
<b>2022 appropriations (approved by shareholders):</b>									
- Dividend to equity holders declared	-	-	-	-	-	-	-	(4,029)	(4,029)
<b>Balance after 2022 appropriations</b>	<b>20,419</b>	<b>(599)</b>	<b>10,210</b>	<b>25,292</b>	<b>2,182</b>	<b>248</b>	<b>27,500</b>	<b>48,358</b>	<b>133,610</b>
<b>Comprehensive loss for the period:</b>									
Loss for the period	-	-	-	-	-	-	-	(5,516)	(5,516)
Other comprehensive loss:									
- Net change in cash flow hedge reserve	-	-	-	-	(145)	-	-	-	(145)
	<b>20,419</b>	<b>(599)</b>	<b>10,210</b>	<b>25,292</b>	<b>2,037</b>	<b>248</b>	<b>27,500</b>	<b>42,842</b>	<b>127,949</b>
Utilisation of donation reserve	-	-	-	-	-	(60)	-	-	(60)
<b>At 30 June 2023</b>	<b>20,419</b>	<b>(599)</b>	<b>10,210</b>	<b>25,292</b>	<b>2,037</b>	<b>188</b>	<b>27,500</b>	<b>42,842</b>	<b>127,889</b>

The interim condensed consolidated financial statements were approved by the Board of Directors on 7<sup>th</sup> August 2023 and signed on its behalf by:

AbdulRahman Yusuf Fakhro  
Chairman

Dr. AbdulRahman Ali Saif  
Vice Chairman

Abdulla Abdulrazaq Bukhowa  
Chief Executive Officer

The above interim condensed consolidated financial statements have been reviewed by Ernst and Young, who expressed an unqualified opinion on 7<sup>th</sup> August 2023.

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