



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Information 30 June 2020

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2020

Bahraini dinars in thousands	Six months ended	
	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Interest income	18,513	19,864
Interest expense	(5,894)	(6,365)
Net interest income	12,619	13,499
Automotive revenue	20,519	21,753
Cost of sales	(18,272)	(18,534)
Gross profit on automotive revenue	2,247	3,219
Fee and commission income	3,269	5,631
Profit from sale of real estate inventory	100	161
Rental and evaluation income	479	488
Total operating income	18,714	22,998
Other income	78	579
Operating expenses	(9,378)	(10,932)
Impairment allowance on loans and receivables, net of recoveries	(6,877)	(1,808)
Profit for the period	2,537	10,837
Basic and diluted earnings per 100 fils share	13 fils	54 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the six months ended 30 June 2020

Bahraini dinars in thousands	Six months ended	
	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Profit for the period	2,537	10,837
Other comprehensive income		
Items that are or may be reclassified subsequently to profit or loss		
Fair value loss on cash flow hedge reserve	(3,777)	(2,855)
Total comprehensive (loss) / income for the period	(1,240)	7,982

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 June 2020

Bahraini dinars in thousands	30 June 2020 (reviewed)	31 December 2019 (audited)
Assets		
Cash and balances with banks	12,659	5,040
Loans and advances to customers	296,004	325,289
Trade receivables	5,261	7,270
Inventories	24,428	26,322
Investment properties	12,679	12,641
Property and equipment	29,158	29,592
Other assets	3,785	3,673
Total assets	383,974	409,827
Liabilities and equity		
Liabilities		
Bank overdrafts	3	1
Trade and other payables	27,339	27,301
Bank term loans	224,898	230,163
Total liabilities	252,240	257,465
Equity		
Share capital	20,419	20,419
Treasury shares	(599)	(599)
Statutory reserve	10,210	10,210
Share premium	25,292	25,292
Other reserves	22,082	25,221
Retained earnings	54,330	71,819
Total equity	131,734	152,362
Total liabilities and equity	383,974	409,827

OPERATING SEGMENT INFORMATION for the six months ended 30 June 2020

Bahraini dinars in thousands	Revenue		Profit	
	Six months ended		Six months ended	
	30 June 2020 (reviewed)	30 June 2019 (reviewed)	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Consumer finance	21,289	24,736	2,869	9,121
Automotive	20,525	21,767	(587)	1,231
Insurance	486	745	123	369
Real estate	1,208	1,983	132	116
	43,508	49,231	2,537	10,837

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the six months ended 30 June 2020

Bahraini dinars in thousands	30 June 2020 (reviewed)	30 June 2019 (reviewed)
Operating activities		
Loan repayments, interest received and other credit related receipts	115,657	160,527
Cash receipts from automotive sales	21,827	23,454
Insurance commission received	536	650
Sale of real estate inventory	757	1,496
Rental and evaluation income received	501	472
Loans and advances to customers	(87,231)	(148,988)
Payments to suppliers	(18,719)	(20,048)
Payments for operating expenses	(8,113)	(9,926)
Payment for real estate inventory	(529)	(488)
Directors' fees paid	(440)	(535)
Interest paid	(5,736)	(6,652)
Net cash generated from / (used in) operating activities	18,510	(38)
Investing activities		
Capital expenditure on property and equipment	(1,975)	(2,418)
Addition to investment properties	(195)	(3,554)
Proceeds from sale of property and equipment	561	353
Net cash used in investing activities	(1,609)	(5,619)
Financing activities		
Bank term loans availed	67,379	51,182
Bank term loans paid	(72,703)	(37,721)
Dividends paid	(4,975)	(7,126)
Government grant received	1,412	-
Donations paid	(412)	(126)
Net cash (used in) / generated from financing activities	(9,299)	6,209
Net increase in cash and cash equivalents	7,602	552
Cash and cash equivalents at 1 January	4,884	4,967
Cash and cash equivalents at 30 June	12,486	5,519
Cash and cash equivalents comprise:		
Cash and balances with banks	12,659	6,627
Less: Restricted cash	(170)	(411)
Bank overdrafts	(3)	(697)
	12,486	5,519

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2020

Bahraini dinars in thousands	Share capital		Reserves and retained earnings						
	Share capital	Treasury shares	Statutory reserve	Share Premium	Other reserves			Retained earnings	Total equity
					Cash flow hedge reserve	Donation reserve	General reserve		
As at 1 January 2020	20,419	(599)	10,210	25,292	(1,722)	693	26,250	71,819	152,362
2019 appropriations (approved by shareholders):									
- Donations approved	-	-	-	-	-	300	-	(300)	-
- Dividend to equity holders	-	-	-	-	-	-	-	(5,036)	(5,036)
- Transfer to general reserve	-	-	-	-	-	-	750	(750)	-
Balance after 2019 appropriations	20,419	(599)	10,210	25,292	(1,722)	993	27,000	65,733	147,326
Comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	2,537	2,537
Other comprehensive income	-	-	-	-	(3,777)	-	-	-	(3,777)
Total comprehensive (loss) / income for the period	-	-	-	-	(3,777)	-	-	2,537	(1,240)
Modification loss	-	-	-	-	-	-	-	(15,352)	(15,352)
Government grant	-	-	-	-	-	-	-	1,412	1,412
Utilisation of donation reserve	-	-	-	-	-	(412)	-	-	(412)
At 30 June 2020	20,419	(599)	10,210	25,292	(5,499)	581	27,000	54,330	131,734

The condensed consolidated interim financial information has been approved by the Board of Directors on 12 August 2020 and signed on its behalf by:

Abdulrahman Yusuf Fakhro
Chairman

Dr. AbdulRahman Ali Saif
Vice Chairman

Dr. Adel Hubail
Chief Executive Officer

The above condensed consolidated interim financial information has been reviewed by KPMG, who expressed an unqualified opinion on 12 August 2020.

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