



# BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

## Interim Condensed Consolidated Financial Statements 30 September 2021

### INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Nine months ended 30 September 2021

Bahraini dinars in thousands	Nine months ended 30 September		Three months ended 30 September	
	2021 (reviewed)	2020 (reviewed)	2021 (reviewed)	2020 (reviewed)
Interest income	21,794	26,862	6,962	8,349
Interest expense	(6,775)	(8,443)	(2,086)	(2,549)
<b>Net interest income</b>	<b>15,019</b>	<b>18,419</b>	<b>4,876</b>	<b>5,800</b>
Automotive revenue	31,320	29,411	12,107	8,892
Cost of sales	(26,913)	(26,195)	(10,214)	(7,923)
<b>Gross profit on automotive revenue</b>	<b>4,407</b>	<b>3,216</b>	<b>1,893</b>	<b>969</b>
Fee and commission income	4,640	4,070	1,657	801
Profit from sale of real estate inventory	130	115	17	15
Rental and evaluation income	451	704	137	225
<b>Total operating income</b>	<b>24,647</b>	<b>26,524</b>	<b>8,580</b>	<b>7,810</b>
Other income	762	700	370	622
Salaries and related costs	(5,838)	(5,784)	(2,016)	(1,913)
Operating expenses	(7,436)	(8,517)	(2,611)	(3,010)
<b>Profit before allowance on financial instruments</b>	<b>12,135</b>	<b>12,923</b>	<b>4,323</b>	<b>3,509</b>
Allowance on loans and receivables, net of recoveries	(9,000)	(9,908)	(3,596)	(3,031)
<b>Profit for the period</b>	<b>3,135</b>	<b>3,015</b>	<b>727</b>	<b>478</b>
Basic and diluted earnings per 100 fils share	<b>16 fils</b>	15 fils	<b>4 fils</b>	2 fils

### INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine months ended 30 September 2021

Bahraini dinars in thousands	Nine months ended 30 September		Three months ended 30 September	
	2021 (reviewed)	2020 (reviewed)	2021 (reviewed)	2020 (reviewed)
<b>Profit for the period</b>	<b>3,135</b>	<b>3,015</b>	<b>727</b>	<b>478</b>
<b>Other comprehensive income:</b>				
<b>Items that are or may be reclassified to profit or loss</b>				
Net change in cash flow hedge reserve	2,419	(3,353)	476	424
<b>Total comprehensive income / (loss) for the period</b>	<b>5,554</b>	<b>(338)</b>	<b>1,203</b>	<b>902</b>

### INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2021

Bahraini dinars in thousands	30 September 2021 (reviewed)	31 December 2020 (audited)
<b>ASSETS</b>		
Cash and balances with banks	33,652	25,530
Loans and advances to customers	235,021	264,006
Trade receivables	3,208	4,495
Inventories	14,553	18,706
Investment properties	11,194	12,563
Property and equipment	25,515	27,650
Other assets	3,439	2,504
<b>Total Assets</b>	<b>326,582</b>	<b>355,454</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Trade and other payables	20,597	23,865
Bank term loans	175,015	205,956
<b>Total Liabilities</b>	<b>195,612</b>	<b>229,821</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	24,286	22,084
Retained earnings	51,362	48,227
<b>Total Equity</b>	<b>130,970</b>	<b>125,633</b>
<b>Total Liabilities and Equity</b>	<b>326,582</b>	<b>355,454</b>

### OPERATING SEGMENT INFORMATION

Nine months ended 30 September 2021

Bahraini dinars in thousands	Revenue		Profit	
	Nine months ended		Nine months ended	
	2021 (reviewed)	2020 (reviewed)	2021 (reviewed)	2020 (reviewed)
Consumer finance	25,909	30,260	2,070	3,502
Automotive	31,330	29,421	946	(752)
Insurance	515	662	104	153
Real estate	2,152	1,717	15	112
	<b>59,906</b>	<b>62,060</b>	<b>3,135</b>	<b>3,015</b>

### INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Nine months ended 30 September 2021

Bahraini dinars in thousands	30 September 2021 (reviewed)	30 September 2020 (reviewed)
<b>OPERATING ACTIVITIES</b>		
Loan repayments, interest received and other credit related receipts	164,592	160,369
Cash receipts from automotive sales	32,638	31,247
Insurance commission received	573	721
Proceeds from sale of real estate inventory	1,617	1,120
Rental and evaluation income received	513	675
Loans and advances to customers	(118,554)	(116,396)
Payments to suppliers	(25,370)	(26,147)
Payments for operating expenses	(10,174)	(11,936)
Payment for real estate inventory	-	(561)
Directors' fees paid	(219)	(440)
Interest paid	(6,712)	(8,182)
<b>Net cash generated from operating activities</b>	<b>38,904</b>	<b>30,470</b>
<b>INVESTING ACTIVITIES</b>		
Capital expenditure on property and equipment	(1,450)	(2,399)
Addition to investment properties	-	(257)
Proceeds from sale of property and equipment	734	944
Proceeds from sale of investment properties	1,200	-
Fixed deposit held with banks	(6,600)	-
<b>Net cash used in investing activities</b>	<b>(6,116)</b>	<b>(1,712)</b>
<b>FINANCING ACTIVITIES</b>		
Bank term loans availed	2,000	68,838
Bank term loans paid	(33,486)	(89,563)
Dividends paid	(14)	(5,109)
Government grant received	347	1,684
Donations paid	(217)	(470)
<b>Net cash used in financing activities</b>	<b>(31,370)</b>	<b>(24,620)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,418</b>	<b>4,138</b>
Cash and cash equivalents at 1 January	25,435	4,884
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b>26,853</b>	<b>9,022</b>
Cash and cash equivalents comprise:		
Cash and balances with banks	33,652	9,162
Less:		
Restricted cash	(199)	(140)
Fixed deposit held with banks	(6,600)	-
	<b>26,853</b>	<b>9,022</b>

### INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine months ended 30 September 2021

(reviewed) 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 2021	20,419	(599)	10,210	25,292	(5,445)	529	27,000	48,227	125,633
<b>Comprehensive income for the period</b>									
Profit for the period	-	-	-	-	-	-	-	3,135	3,135
Other comprehensive income:									
- Net change in cash flow hedge reserve	-	-	-	-	2,419	-	-	-	2,419
	20,419	(599)	10,210	25,292	(3,026)	529	27,000	51,362	131,187
Utilization of donation reserve	-	-	-	-	-	(217)	-	-	(217)
<b>At 30 September 2021</b>	<b>20,419</b>	<b>(599)</b>	<b>10,210</b>	<b>25,292</b>	<b>(3,026)</b>	<b>312</b>	<b>27,000</b>	<b>51,362</b>	<b>130,970</b>

The condensed consolidated financial statements were approved by the Board of Directors on 26<sup>th</sup> October 2021 and signed on its behalf by:

**AbdulRahman Yusuf Fakhro**  
Chairman

**Dr. AbdulRahman Ali Saif**  
Vice Chairman

**Abdulla Abdulrazaq Bukhawa**  
Chief Executive Officer

The above condensed interim consolidated financial statements has been reviewed by Ernst and Young, who expressed an unqualified opinion on 26<sup>th</sup> October 2021.

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