



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Interim Condensed Consolidated Financial Information 30 September 2022

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the nine months ended 30 September 2022

Bahraini dinars in thousands	Nine months ended 30 September		Three months ended 30 September	
	2022 (Reviewed)	2021 (Reviewed)	2022 (Reviewed)	2021 (Reviewed)
Interest income	19,382	21,794	6,105	6,962
Interest expense	(5,695)	(6,775)	(2,037)	(2,086)
Net interest income	13,687	15,019	4,068	4,876
Automotive revenue	30,510	31,320	12,307	12,107
Cost of sales	(25,537)	(26,913)	(10,479)	(10,214)
Gross profit on automotive revenue	4,973	4,407	1,828	1,893
Fee and commission income	3,994	4,640	1,379	1,657
Profit from sale of real estate inventory	41	130	-	17
Rental and evaluation income	398	451	133	137
Total operating income	23,093	24,647	7,408	8,580
Other income	469	762	218	370
Salaries and related costs	(5,495)	(5,838)	(1,710)	(2,016)
Operating expenses	(8,094)	(7,436)	(2,674)	(2,611)
Profit before allowance on financial instruments	9,973	12,135	3,242	4,323
Allowance on loans and receivables, net of recoveries	(6,344)	(9,000)	(3,992)	(3,596)
Profit / (Loss) for the period	3,629	3,135	(750)	727
Basic and diluted earnings per 100 fils share	18 fils	16 fils	(4 fils)	4 fils

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the nine months ended 30 September 2022

Bahraini dinars in thousands	Nine months ended 30 September		Three months ended 30 September	
	2022 (Reviewed)	2021 (Reviewed)	2022 (Reviewed)	2021 (Reviewed)
Profit / (Loss) for the period	3,629	3,135	(750)	727
Other comprehensive income:				
Items that are or may be reclassified to profit or loss				
Net change in cash flow hedge reserve	4,206	2,419	1,476	476
Total comprehensive income for the period	7,835	5,554	726	1,203

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 September 2022

Bahraini dinars in thousands	30 September 2022 (Reviewed)	31 December 2021 (Audited)
ASSETS		
Cash and balances with banks	33,962	28,354
Loans and advances to customers	206,069	229,325
Trade receivables	3,314	3,569
Inventories	17,473	11,479
Investment properties	10,574	10,787
Property and equipment	24,676	24,945
Other assets	5,956	2,442
TOTAL ASSETS	302,024	310,901
LIABILITIES AND EQUITY		
LIABILITIES		
Trade and other payables	18,769	19,484
Bank term loans	145,738	156,497
TOTAL LIABILITIES	164,507	175,981
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	29,844	25,190
Retained earnings	52,351	54,408
TOTAL EQUITY	137,517	134,920
TOTAL LIABILITIES AND EQUITY	302,024	310,901

OPERATING SEGMENT INFORMATION For the nine months ended 30 September 2022

Bahraini dinars in thousands	Revenue		Profit / (Loss)	
	Nine months ended 30 September		Nine months ended 30 September	
	2022 (Reviewed)	2021 (Reviewed)	2022 (Reviewed)	2021 (Reviewed)
Consumer finance	22,945	25,909	2,055	2,070
Automotive	30,538	31,330	1,774	946
Insurance	403	515	6	104
Real estate	1,290	2,152	(206)	15
	55,176	59,906	3,629	3,135

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2022

Bahraini dinars in thousands	Nine months ended 30 September	
	2022 (Reviewed)	2021 (Reviewed)
OPERATING ACTIVITIES		
Loan repayments, interest received and other credit related receipts	164,217	164,592
Cash receipts from automotive sales	30,741	32,638
Insurance commission received	440	573
Proceeds from sale of real estate inventory	976	1,617
Rental and evaluation income received	472	513
Loans and advances to customers	(124,295)	(118,554)
Payments to suppliers	(29,590)	(25,370)
Payments for operating expenses	(13,435)	(10,174)
Directors' remuneration paid	(330)	(219)
Interest paid	(5,516)	(6,712)
Net cash generated from operating activities	23,680	38,904
INVESTING ACTIVITIES		
Capital expenditure on property and equipment	(2,974)	(1,450)
Proceeds from sale of property and equipment	1,102	734
Proceeds from sale of investment properties	-	1,200
Fixed deposit held with banks	(8,500)	(6,600)
Net cash used in investing activities	(10,372)	(6,116)
FINANCING ACTIVITIES		
Bank term loans availed	21,007	2,000
Bank term loans paid	(31,981)	(33,486)
Dividends paid	(5,036)	(14)
Government grant received	-	347
Donations paid	(202)	(217)
Net cash used in financing activities	(16,212)	(31,370)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(2,904)	1,418
Cash and cash equivalents at 1 January	28,301	25,435
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	25,397	26,853
Cash and cash equivalents comprise:		
Cash and balances with banks	33,962	33,652
Less: Restricted cash	(65)	(199)
Fixed deposit held with banks	(8,500)	(6,600)
	25,397	26,853

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2022

(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 2022	20,419	(599)	10,210	25,292	(2,113)	303	27,000	54,408	134,920
2021 appropriations (approved by shareholders):									
- Donations approved	-	-	-	-	-	150	-	(150)	-
- Dividend to equity holders declared and paid	-	-	-	-	-	-	-	(5,036)	(5,036)
- Transfer to general reserve	-	-	-	-	-	-	500	(500)	-
Balance after 2021 appropriations	20,419	(599)	10,210	25,292	(2,113)	453	27,500	48,722	129,884
Comprehensive income for the period:									
Profit for the period	-	-	-	-	-	-	-	3,629	3,629
Other comprehensive income:									
- Net change in cash flow hedge reserve	-	-	-	-	4,206	-	-	-	4,206
	20,419	(599)	10,210	25,292	2,093	453	27,500	52,351	137,719
Utilisation of donation reserve	-	-	-	-	-	(202)	-	-	(202)
At 30 September 2022	20,419	(599)	10,210	25,292	2,093	251	27,500	52,351	137,517

The interim condensed consolidated financial statements were approved by the Board of Directors on 25th October 2022 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 25th October 2022.

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