



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Financial Information 31 December 2019

CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the year ended 31 December 2019		
Bahraini dinars in thousands	2019	2018
Interest income	39,505	37,218
Interest expense	(12,803)	(11,729)
Net interest income	26,702	25,489
Automotive revenue	48,183	60,406
Cost of sales	(41,803)	(53,236)
Gross profit on automotive revenue	6,380	7,170
Fee and commission income	10,988	12,016
Profit from sale of land inventory	334	909
Rental and evaluation income	862	714
Total operating income	45,266	46,298
Salaries and related costs	(9,522)	(9,027)
Other operating expenses	(12,248)	(11,557)
Other income	1,584	826
Profit before impairment allowance on loans and receivables	25,080	26,540
Impairment allowance on loans and receivables, net of recoveries	(7,968)	(3,649)
Profit for the year	17,112	22,891
Basic and diluted earnings per 100 fils share	85 fils	114 fils
Proposed cash dividend per 100 fils share	50 fils	45 fils

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2019		
Bahraini dinars in thousands	2019	2018
Profit for the year	17,112	22,891
Other comprehensive income		
Items that are or may be reclassified to profit or loss		
Net change in cash flow hedge reserve	(3,088)	184
Total other comprehensive income for the year	(3,088)	184
Total comprehensive income for the year	14,024	23,075

CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2019		
Bahraini dinars in thousands	31 December 2019	31 December 2018
Assets		
Cash and balances with banks	5,040	5,171
Loans and advances to customers	325,289	314,803
Trade receivables	7,270	8,879
Inventories	26,322	22,842
Investment properties	12,641	6,757
Property and equipment	29,592	27,364
Other assets	3,673	5,266
Total assets	409,827	391,082
Liabilities and equity		
Liabilities		
Bank overdrafts	1	141
Trade and other payables	27,301	20,757
Bank term loans	230,163	204,292
Bonds issued	-	19,964
Total liabilities	257,465	245,154
Equity		
Share capital	20,419	16,335
Treasury shares	(599)	(599)
Statutory reserve	35,502	33,542
Other reserves	25,221	26,848
Retained earnings	71,819	69,802
Total equity	152,362	145,928
Total liabilities and equity	409,827	391,082

SEGMENTAL INFORMATION for the year ended 31 December 2019				
Bahraini dinars in thousands	Operating Income		Net Profit	
	2019	2018	2019	2018
Consumer finance	36,190	36,029	13,867	18,870
Automotive	6,408	7,189	2,366	2,620
Insurance	1,472	1,456	692	773
Real estate	1,196	1,624	187	628
	45,266	46,298	17,112	22,891

CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2019		
Bahraini dinars in thousands	2019	2018
Cash flow from operating activities		
Loan repayments, interest received and credit card related receipts	328,399	313,822
Receipts from automotive sales	51,262	58,504
Insurance commission received	1,402	1,499
Proceeds from sale of land inventory	3,049	6,465
Rental received	849	698
Loans and advances to customers disbursed	(296,037)	(295,182)
Payments to automotive suppliers	(44,024)	(48,615)
Payment for real estate inventory	(696)	(784)
Payments for operating expenses	(20,524)	(19,739)
Directors' fees paid	(535)	(464)
Interest paid	(13,106)	(11,820)
Net cash generated from operating activities	10,039	4,384
Cash flow from investing activities		
Capital expenditure on property and equipment	(3,020)	(3,145)
Addition to / purchase of investment properties (net)	(6,165)	(669)
Proceeds from sale of property and equipment	708	804
Net cash used in investing activities	(8,477)	(3,010)
Cash flow from financing activities		
Bank term loans availed	41,473	55,280
Bank term loans repaid	(15,593)	(28,775)
Bonds paid on maturity	(19,981)	(20,000)
Dividends paid	(7,205)	(8,020)
Donations paid	(339)	(248)
Net cash used in financing activities	(1,645)	(1,763)
Net decrease in cash and cash equivalents	(83)	(389)
Cash and cash equivalents at 1 January	4,967	5,356
Cash and cash equivalents at 31 December	4,884	4,967
Cash and cash equivalents comprise:		
Cash and balances with banks	5,040	5,171
Less:		
Restricted cash	(155)	(63)
Bank overdrafts	(1)	(141)
	4,884	4,967

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2019								
Bahraini dinars in thousands	Share capital		Statutory reserve	Reserves and retained earnings			Retained earnings	Total equity
	Share capital	Treasury shares		Other reserves				
			Cash flow hedge reserve	Donation reserve	General reserve			
As at 31 December 2018	16,335	(599)	33,542	1,366	732	24,750	69,802	145,928
2018 appropriations (approved by shareholders):								
- Donations approved	-	-	-	-	300	-	(300)	-
- Bonus share	4,084	-	-	-	-	-	(4,084)	-
- Dividend to equity holders declared	-	-	-	-	-	-	(7,251)	(7,251)
- Transfer to statutory reserve	-	-	1,500	-	-	-	(1,500)	-
- Transfer to general reserve	-	-	-	-	-	1,500	(1,500)	-
Balance after 2018 appropriations	20,419	(599)	35,042	1,366	1,032	26,250	55,167	138,677
Comprehensive income for the year								
Profit for the year	-	-	-	-	-	-	17,112	17,112
Other comprehensive income:								
- Fair value loss on cash flow hedge reserve	-	-	-	(3,088)	-	-	-	(3,088)
Total comprehensive income for the year	-	-	-	(3,088)	-	-	17,112	14,024
Utilisation of donation reserve	-	-	-	-	(339)	-	-	(339)
- Transfer to statutory reserve	-	-	460	-	-	-	(460)	-
At 31 December 2019	20,419	(599)	35,502	(1,722)	693	26,250	71,819	152,362

The consolidated financial statements were approved by the Board of Directors on 26 February 2020 and signed on its behalf by:

Abdulrahman Yusuf Fakhro
Chairman

Reyadh Yusuf Hasan Sater
Vice Chairman

Dr. Adel Hubail
Chief Executive Officer

The above consolidated financial information has been extracted from the Company's consolidated financial statements audited by KPMG, who expressed an unqualified opinion on 26 February 2020.

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