



# BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

## Consolidated Financial Information 31 December 2022

| CONSOLIDATED STATEMENT OF PROFIT OR LOSS<br>For the year ended 31 December 2022 |                |                | CONSOLIDATED STATEMENT OF FINANCIAL POSITION<br>At 31 December 2022 |                  |                  | CONSOLIDATED STATEMENT OF CASH FLOWS<br>For the year ended 31 December 2022 |                 |                 |
|---|----------------|----------------|---|------------------|------------------|---|-----------------|-----------------|
| Bahraini dinars in thousands  | 2022           | 2021           | Bahraini dinars in thousands  | 31 December 2022 | 31 December 2021 | Bahraini dinars in thousands  | 2022            | 2021            |
| Interest income   | 25,204         | 28,915         | <b>ASSETS</b>   |                  |                  | <b>OPERATING ACTIVITIES</b>   |                 |                 |
| Interest expense  | (7,990)        | (8,749)        | Cash and balances with banks  | 40,702           | 28,354           | Loan repayments, interest received and other credit related receipts        | 216,888         | 211,318         |
| <b>Net interest income</b>  | <b>17,214</b>  | <b>20,166</b>  | Loans and advances to customers                                     | 197,605          | 229,325          | Cash receipts from automotive sales   | 40,586          | 44,731          |
| Automotive revenue  | 39,746         | 43,408         | Trade receivables   | 3,026            | 3,569            | Insurance commission received   | 579             | 713             |
| Cost of sales   | (33,129)       | (38,020)       | Inventories   | 16,472           | 11,479           | Proceeds from sale of real estate inventory                                 | 1,244           | 2,302           |
| <b>Gross profit on automotive revenue</b>                                       | <b>6,617</b>   | <b>5,388</b>   | Investment properties   | 10,502           | 10,787           | Rental and evaluation income received                                       | 568             | 627             |
| Net fee and commission income   | 4,140          | 5,380          | Property and equipment  | 24,613           | 24,945           | Loans and advances to customers   | (165,836)       | (152,638)       |
| Profit from sale of real estate inventory                                       | 55             | 156            | Other assets  | 5,558            | 2,442            | Payments to suppliers   | (37,536)        | (34,673)        |
| Rental and evaluation income  | 527            | 595            | <b>TOTAL ASSETS</b>   | <b>298,478</b>   | <b>310,901</b>   | Payments for operating expenses   | (15,410)        | (11,056)        |
| <b>Total operating income</b>   | <b>28,553</b>  | <b>31,685</b>  | <b>LIABILITIES AND EQUITY</b>                                       |                  |                  | Directors' fees paid  | (330)           | (335)           |
| Other income  | 839            | 1,129          | <b>LIABILITIES</b>  |                  |                  | Interest paid   | (7,817)         | (8,396)         |
| Salaries and related costs  | (7,049)        | (7,001)        | Trade and other payables  | 16,924           | 19,484           | <b>Net cash generated from operating activities</b>                         | <b>32,936</b>   | <b>52,593</b>   |
| Operating expenses  | (9,146)        | (8,665)        | Bank term loans   | 143,915          | 156,497          | <b>INVESTING ACTIVITIES</b>   |                 |                 |
| <b>Profit before allowance on financial instruments</b>                         | <b>13,197</b>  | <b>17,148</b>  | <b>TOTAL LIABILITIES</b>  | <b>160,839</b>   | <b>175,981</b>   | Capital expenditure on property and equipment                               | (3,942)         | (2,093)         |
| Allowance on loans and receivables, net of recoveries                           | (9,532)        | (10,967)       | <b>EQUITY</b>   |                  |                  | Addition to investment properties   | (1)             | -               |
| <b>Profit for the year</b>  | <b>3,665</b>   | <b>6,181</b>   | Share capital   | 20,419           | 20,419           | Proceeds from sale of property and equipment                                | 1,431           | 1,231           |
| <b>Basic and diluted earnings per 100 fils share</b>                            | <b>18 fils</b> | <b>31 fils</b> | Treasury shares   | (599)            | (599)            | Proceeds from sale of investment properties                                 | -               | 1,200           |
| <b>Proposed cash dividend per 100 fils share</b>                                | <b>20 fils</b> | <b>25 fils</b> | Statutory reserve   | 10,210           | 10,210           | Fixed deposit held with banks with maturities more than 3 months            | (6,300)         | -               |
|   |                |                | Share premium   | 25,292           | 25,292           | <b>Net cash (used in) / generated from investing activities</b>             | <b>(8,812)</b>  | <b>338</b>      |
|   |                |                | Other reserves  | 29,930           | 25,190           | <b>FINANCING ACTIVITIES</b>   |                 |                 |
|   |                |                | Retained earnings   | 52,387           | 54,408           | Bank term loans availed   | 26,021          | 2,000           |
|   |                |                | <b>TOTAL EQUITY</b>   | <b>137,639</b>   | <b>134,920</b>   | Bank term loans paid  | (38,880)        | (52,170)        |
|   |                |                | <b>TOTAL LIABILITIES AND EQUITY</b>                                 | <b>298,478</b>   | <b>310,901</b>   | Dividends paid  | (5,036)         | (16)            |
|   |                |                |   |                  |                  | Government grant received   | -               | 347             |
|   |                |                |   |                  |                  | Donations paid  | (205)           | (226)           |
|   |                |                |   |                  |                  | <b>Net cash used in financing activities</b>                                | <b>(18,100)</b> | <b>(50,065)</b> |
|   |                |                |   |                  |                  | <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>                              | <b>6,024</b>    | <b>2,866</b>    |
|   |                |                |   |                  |                  | Cash and cash equivalents at 1 January                                      | 28,301          | 25,435          |
|   |                |                |   |                  |                  | <b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>                             | <b>34,325</b>   | <b>28,301</b>   |
|   |                |                |   |                  |                  | Cash and cash equivalents comprise:   |                 |                 |
|   |                |                |   |                  |                  | Cash and balances with banks  | 40,702          | 28,354          |
|   |                |                |   |                  |                  | Less:   |                 |                 |
|   |                |                |   |                  |                  | Restricted cash   | (77)            | (53)            |
|   |                |                |   |                  |                  | Fixed deposit held with banks   | (6,300)         | -               |
|   |                |                |   |                  |                  |   | <b>34,325</b>   | <b>28,301</b>   |

| CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME<br>For the year ended 31 December 2022 |              |              |
|---|--------------|--------------|
| Bahraini dinars in thousands  | 2022         | 2021         |
| <b>Profit for the year</b>  | <b>3,665</b> | <b>6,181</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   | 4,295        | 3,332        |
| <b>Total comprehensive income for the year</b>  | <b>7,960</b> | <b>9,513</b> |

| OPERATING SEGMENT INFORMATION<br>For the year ended 31 December 2022 |               |               |                 |              |
|--|---------------|---------------|-----------------|--------------|
| Bahraini dinars in thousands   | Revenue       |               | Profit / (Loss) |              |
|  | 2022          | 2021          | 2022            | 2021         |
| <b>Lending</b>   | 20,771        | 24,837        | 1,658           | 4,437        |
| <b>Automotive</b>  | 6,644         | 5,402         | 2,213           | 1,536        |
| <b>Insurance</b>   | 556           | 695           | 36              | 151          |
| <b>Real estate</b>   | 582           | 751           | (242)           | 57           |
|  | <b>28,553</b> | <b>31,685</b> | <b>3,665</b>    | <b>6,181</b> |

| CONSOLIDATED STATEMENT OF CHANGES IN EQUITY<br>For the year ended 31 December 2022 |               |                 |                                |               |                         |                  |                 |                   |                |
|--|---------------|-----------------|--------------------------------|---------------|-------------------------|------------------|-----------------|-------------------|----------------|
| 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        |
| <b>2021 appropriations (approved by shareholders):</b>                             |               |                 |                                |               |                         |                  |                 |                   |                |
| - Donations approved   | -             | -               | -                              | -             | -                       | 150              | -               | (150)             | -              |
| - Dividend to equity holders declared  | -             | -               | -                              | -             | -                       | -                | -               | (5,036)           | (5,036)        |
| - Transfer to general reserve  | -             | -               | -                              | -             | -                       | -                | 500             | (500)             | -              |
| <b>Balance after 2021 appropriations</b>   | <b>20,419</b> | <b>(599)</b>    | <b>10,210</b>                  | <b>25,292</b> | <b>(2,113)</b>          | <b>453</b>       | <b>27,500</b>   | <b>48,722</b>     | <b>129,884</b> |
| <b>Comprehensive income for the year:</b>  |               |                 |                                |               |                         |                  |                 |                   |                |
| Profit for the year  | -             | -               | -                              | -             | -                       | -                | -               | 3,665             | 3,665          |
| Other comprehensive income:  |               |                 |                                |               |                         |                  |                 |                   |                |
| - Net change in cash flow hedge reserve  | -             | -               | -                              | -             | 4,295                   | -                | -               | -                 | 4,295          |
|  | 20,419        | (599)           | 10,210                         | 25,292        | 2,182                   | 453              | 27,500          | 52,387            | 137,844        |
| Utilisation of donation reserve  | -             | -               | -                              | -             | -                       | (205)            | -               | -                 | (205)          |
| <b>At 31 December 2022</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>52,387</b>     | <b>137,639</b> |

The consolidated financial statements were approved by the Board of Directors on 27<sup>th</sup> February 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 consolidated financial statements has been audited by Ernst and Young, who expressed an unqualified opinion on 27<sup>th</sup> February 2023.

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