



# BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

## Condensed Consolidated Interim Financial Information 30 September 2019

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the nine months ended 30 September 2019				
Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2019 (reviewed)	30 September 2018 (reviewed)	30 September 2019 (reviewed)	30 September 2018 (reviewed)
Interest income	30,356	27,384	10,412	9,492
Interest expense	(9,633)	(8,644)	(3,268)	(3,054)
<b>Net interest income</b>	<b>20,723</b>	18,740	<b>7,144</b>	6,438
Automotive revenue	35,360	42,862	13,608	14,964
Cost of sales	(30,288)	(37,453)	(11,755)	(13,121)
<b>Gross profit on automotive revenue</b>	<b>5,072</b>	5,409	<b>1,853</b>	1,843
Fee and commission income	8,440	8,786	2,810	3,118
Profit from sale of land inventory	293	512	132	70
Rental and evaluation income	627	517	219	169
<b>Total operating income</b>	<b>35,155</b>	33,964	<b>12,158</b>	11,638
Operating expenses	(16,582)	(15,797)	(5,652)	(5,344)
Impairment allowance on loans and receivables, net recoveries	(3,891)	(2,739)	(2,082)	(791)
Other income	782	659	203	171
<b>Profit for the period</b>	<b>15,464</b>	16,087	<b>4,627</b>	5,674
Basic and diluted earnings per 100 fils share	<b>77 fils</b>	80 fils	<b>23 fils</b>	28 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the nine months ended 30 September 2019				
Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2019 (reviewed)	30 September 2018 (reviewed)	30 September 2019 (reviewed)	30 September 2018 (reviewed)
<b>Profit for the period</b>	<b>15,464</b>	16,087	<b>4,627</b>	5,674
<b>Other comprehensive income: Items that may be reclassified subsequently to profit or loss:</b>				
Fair value (loss) / gain on cash flow hedge reserve	(3,456)	1,714	(601)	298
<b>Total comprehensive income for the period</b>	<b>12,008</b>	17,801	<b>4,026</b>	5,972

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 September 2019		
Bahraini dinars in thousands	30 September 2019 (reviewed)	31 December 2018 (audited)
<b>Assets</b>		
Cash and balances with banks	6,736	5,171
Loans and advances to customers	330,626	314,803
Trade receivables	7,780	8,879
Inventories	27,141	22,842
Investment properties	11,441	6,757
Property and equipment	29,501	27,364
Other assets	3,238	5,266
<b>Total assets</b>	<b>416,463</b>	391,082
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Bank overdrafts	110	141
Trade and other payables	25,979	20,757
Bank term loans	220,016	204,292
Bonds issued	19,981	19,964
<b>Total liabilities</b>	<b>266,086</b>	245,154
<b>Equity</b>		
Share capital	20,419	16,335
Treasury shares	(599)	(599)
Statutory reserve	35,042	33,542
Other reserves	24,884	26,848
Retained earnings	70,631	69,802
<b>Total equity</b>	<b>150,377</b>	145,928
<b>Total liabilities and equity</b>	<b>416,463</b>	391,082

OPERATING SEGMENT INFORMATION for the nine months ended 30 September 2019				
Bahraini dinars in thousands	Revenue		Profit	
	Nine months ended		Nine months ended	
	30 September 2019 (reviewed)	30 September 2018 (reviewed)	30 September 2019 (reviewed)	30 September 2018 (reviewed)
Consumer finance	37,655	35,068	12,804	13,372
Automotive	35,381	42,872	1,928	1,941
Insurance	1,121	1,091	553	573
Real estate	3,270	4,267	179	201
	<b>77,427</b>	83,298	<b>15,464</b>	16,087

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2019		
Bahraini dinars in thousands	30 September 2019 (reviewed)	30 September 2018 (reviewed)
<b>Operating activities</b>		
Loan repayments, interest received and other credit related receipt	244,548	233,328
Cash receipts from automotive sales	37,612	41,413
Insurance commission received	1,090	1,161
Sale of land inventory	2,655	3,695
Rental income received	622	503
Loans and advances to customers disbursed	(224,854)	(216,579)
Payments to suppliers	(36,123)	(37,545)
Payments for operating expenses	(14,141)	(15,347)
Payment for real estate inventory	(593)	-
Directors' fees paid	(535)	(464)
Interest paid	(9,453)	(8,207)
<b>Net cash generated from operating activities</b>	<b>828</b>	1,958
<b>Investing activities</b>		
Capital expenditure on property and equipment	(3,243)	(1,346)
Addition to investment properties	(4,898)	(1,145)
Proceeds from sale of property and equipment	406	610
<b>Net cash used in investing activities</b>	<b>(7,735)</b>	(1,881)
<b>Financing activities</b>		
Bank term loans availed	60,646	27,745
Bank term loans paid	(44,788)	(21,584)
Dividends paid	(7,199)	(7,991)
Donations paid	(308)	(70)
<b>Net cash generated from / (used in) financing activities</b>	<b>8,351</b>	(1,900)
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>1,444</b>	(1,823)
Cash and cash equivalents at 1 January	4,967	5,356
<b>Cash and cash equivalents at 30 September</b>	<b>6,411</b>	3,533
Cash and cash equivalents comprise:		
Cash and balances with banks	6,736	4,725
Less:		
Restricted cash	(215)	(233)
Bank overdrafts	(110)	(959)
	<b>6,411</b>	3,533

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2019								
Bahraini dinars in thousands	Share capital		Reserves and retained earnings					
	Share capital	Treasury shares	Statutory reserve	Other reserves			Retained earnings	Total equity
				Cash flow hedge reserve	Donation reserve	General reserve		
As at 1 January 2019	16,335	(599)	33,542	1,366	732	24,750	69,802	145,928
<b>2018 appropriations (approved by shareholders):</b>								
- Donations approved	-	-	-	-	300	-	(300)	-
- Dividend to equity holders	-	-	-	-	-	-	(7,251)	(7,251)
- Bonus share issue	4,084	-	-	-	-	-	(4,084)	-
- Transfer to statutory reserve	-	-	1,500	-	-	-	(1,500)	-
- Transfer to general reserve	-	-	-	-	-	1,500	(1,500)	-
<b>Balance after 2018 appropriations</b>	<b>20,419</b>	<b>(599)</b>	<b>35,042</b>	<b>1,366</b>	<b>1,032</b>	<b>26,250</b>	<b>55,167</b>	<b>138,677</b>
<b>Comprehensive income for the period</b>								
Profit for the period	-	-	-	-	-	-	15,464	15,464
Other comprehensive income:								
- Fair value loss on cash flow hedge reserve	-	-	-	(3,456)	-	-	-	(3,456)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,456)</b>	<b>-</b>	<b>-</b>	<b>15,464</b>	<b>12,008</b>
Utilisation of donation reserve	-	-	-	-	(308)	-	-	(308)
<b>At 30 September 2019</b>	<b>20,419</b>	<b>(599)</b>	<b>35,042</b>	<b>(2,090)</b>	<b>724</b>	<b>26,250</b>	<b>70,631</b>	<b>150,377</b>

The condensed consolidated interim financial information has been approved by the Board of Directors on 29 October 2019 and signed on its behalf by:

Abdulrahman Yusuf Fakhro  
Chairman

Reyadh Yusuf Hasan Sater  
Vice Chairman

Dr. Adel Hubail  
Chief Executive Officer

The above condensed consolidated financial information has been reviewed by KPMG, who expressed an unqualified opinion on 29 October 2019

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