



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Information 30 June 2017

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the six months ended 30 June 2017

Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2017 (reviewed)	30 June 2016 (reviewed)	30 June 2017 (reviewed)	30 June 2016 (reviewed)
Interest income	16,471	14,214	8,457	7,434
Interest expense	(4,948)	(3,798)	(2,559)	(2,009)
Net interest income	11,523	10,416	5,898	5,425
Automotive sales	28,288	31,487	14,989	17,312
Cost of sales	(24,976)	(28,192)	(13,388)	(15,585)
Gross profit on automotive sales	3,312	3,295	1,601	1,727
Fee and commission income	5,018	4,142	2,609	2,123
Profit from sale of land inventory	251	1,342	69	771
Rental income	357	335	181	183
Total operating income	20,461	19,530	10,358	10,229
Operating expenses	(9,269)	(8,795)	(4,663)	(4,629)
Impairment allowance on loans and receivables, net of recoveries	(2,186)	(1,858)	(1,208)	(993)
Other income	473	561	304	364
Profit for the period	9,479	9,438	4,791	4,971
Basic and diluted earnings per 100 fils share	59 fils	59 fils	30 fils	31 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the six months ended 30 June 2017

Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2017 (reviewed)	30 June 2016 (reviewed)	30 June 2017 (reviewed)	30 June 2016 (reviewed)
Profit for the period	9,479	9,438	4,791	4,971
Other comprehensive income: Items that may be reclassified subsequently to profit or loss:				
Fair value loss on cash flow hedge reserve	(44)	(1,274)	(153)	(296)
Total comprehensive income for the period	9,435	8,164	4,638	4,675

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 June 2017

Bahraini dinars in thousands	30 June 2017 (reviewed)	31 December 2016 (audited)
Assets		
Cash and balances with banks	3,577	2,313
Loans and advances to customers	282,434	270,126
Trade receivables	8,868	8,642
Inventories	38,417	35,596
Investment properties	6,932	7,054
Property and equipment	25,627	24,424
Other assets	3,325	2,607
Total assets	369,180	350,762
Liabilities and equity		
Liabilities		
Bank overdrafts	929	1,073
Trade and other payables	20,485	15,363
Bank term loans	182,581	170,204
Bonds issued	39,863	39,829
Total liabilities	243,858	226,469
Equity		
Share capital	16,335	16,335
Treasury shares	(599)	(599)
Statutory reserve	33,542	33,542
Other reserves	24,261	22,854
Retained earnings	51,783	52,161
Total equity	125,322	124,293
Total liabilities and equity	369,180	350,762

OPERATING SEGMENT INFORMATION for the six months ended 30 June 2017

Bahraini dinars in thousands	Revenue		Profit	
	Six months ended 30 June 2017 (reviewed)	Six months ended 30 June 2016 (reviewed)	Six months ended 30 June 2017 (reviewed)	Six months ended 30 June 2016 (reviewed)
Consumer finance	20,935	17,655	8,083	6,916
Automotive	28,295	31,508	1,220	749
Insurance	548	680	285	576
Real estate	1,134	5,750	(109)	1,197
	50,912	55,593	9,479	9,438

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the six months ended 30 June 2017

Bahraini dinars in thousands	30 June 2017 (reviewed)	30 June 2016 (reviewed)
Operating activities		
Loan repayments, interest received and other credit related receipt	134,376	109,439
Cash receipts from automotive sales	28,377	30,684
Insurance commission received	614	665
Sale of land inventory	1,128	4,646
Rental income received	356	324
Loans and advances to customers disbursed	(127,918)	(118,462)
Payments to suppliers	(17,579)	(31,744)
Payments for operating expenses	(9,901)	(7,688)
Payment for purchase of land inventory	(4,904)	(1,130)
Directors' fees paid	(393)	(350)
Interest paid	(5,711)	(3,786)
Net cash used in operating activities	(1,555)	(17,402)
Investing activities		
Capital expenditure on property and equipment	(2,173)	(2,803)
Addition to investment properties	(60)	-
Proceeds from sale of property and equipment	472	310
Net cash used in investing activities	(1,761)	(2,493)
Financing activities		
Bank term loans availed, net	13,000	27,688
Dividends paid	(7,949)	(7,188)
Donations paid	(349)	(91)
Net cash generated from financing activities	4,702	20,409
Net increase in cash and cash equivalents	1,386	514
Cash and cash equivalents at 1 January	917	(158)
Cash and cash equivalents at 30 June	2,303	356
Cash and cash equivalents comprise:		
Cash and balances with banks	3,577	2,834
Less:		
Restricted cash	(345)	(353)
Bank overdrafts	(929)	(2,125)
	2,303	356

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2017

Bahraini dinars in thousands	Share capital		Reserves and retained earnings				Total equity	
	Share capital	Treasury shares	Statutory reserve	Other reserves				
				Cash flow hedge reserve	Donation reserve	General reserve		Retained earnings
2017 (reviewed)								
As at 1 January 2017	16,335	(599)	33,542	313	791	21,750	52,161	124,293
2016 appropriations (approved by shareholders):								
- Donations approved	-	-	-	-	300	-	(300)	-
- Dividend to equity holders	-	-	-	-	-	-	(8,057)	(8,057)
- Transfer to general reserve	-	-	-	-	-	1,500	(1,500)	-
Balance after 2016 appropriations	16,335	(599)	33,542	313	1,091	23,250	42,304	116,236
Comprehensive income for the period								
Profit for the period	-	-	-	-	-	-	9,479	9,479
Other comprehensive income:								
- Fair value loss on cash flow hedge reserve	-	-	-	(44)	-	-	-	(44)
Total comprehensive income for the period	-	-	-	(44)	-	-	9,479	9,435
Utilisation of donation reserve	-	-	-	-	(349)	-	-	(349)
At 30 June 2017	16,335	(599)	33,542	269	742	23,250	51,783	125,322

The Board of Directors approved the condensed consolidated interim financial information on 25 July 2017 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 25 July 2017.

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