



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Information 30 September 2017

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the nine months ended 30 September 2017

Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2017 (reviewed)	30 September 2016 (reviewed)	30 September 2017 (reviewed)	30 September 2016 (reviewed)
Interest income	25,320	22,018	8,849	7,805
Interest expense	(7,643)	(5,890)	(2,695)	(2,093)
Net interest income	17,677	16,128	6,154	5,712
Automotive sales	39,606	47,354	11,318	15,865
Cost of sales	(34,733)	(42,351)	(9,757)	(14,158)
Gross profit on automotive sales	4,873	5,003	1,561	1,707
Fee and commission income	7,842	6,336	2,824	2,194
Profit from sale of land inventory	473	2,011	222	670
Rental income	539	529	182	194
Total operating income	31,404	30,007	10,943	10,477
Operating expenses	(14,311)	(13,385)	(5,042)	(4,589)
Impairment allowance on loans and receivables, net of recoveries	(3,496)	(2,879)	(1,310)	(1,022)
Other income	820	910	347	349
Profit for the period	14,417	14,653	4,938	5,215
Basic and diluted earnings per 100 fils share	89 fils	91 fils	31 fils	32 fils

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the nine months ended 30 September 2017

Bahraini dinars in thousands	Nine months ended		Three months ended	
	30 September 2017 (reviewed)	30 September 2016 (reviewed)	30 September 2017 (reviewed)	30 September 2016 (reviewed)
Profit for the period	14,417	14,653	4,938	5,215
Other comprehensive income: Items that may be reclassified subsequently to profit or loss:				
Fair value gain / (loss) on cash flow hedge reserve	227	(723)	271	551
Total comprehensive income for the period	14,644	13,930	5,209	5,766

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 September 2017

Bahraini dinars in thousands	30 September 2017 (reviewed)	31 December 2016 (audited)
Assets		
Cash and balances with banks	2,868	2,313
Loans and advances to customers	290,606	270,126
Trade receivables	7,808	8,642
Inventories	38,196	35,596
Investment properties	6,865	7,054
Property and equipment	25,499	24,424
Other assets	2,933	2,607
Total assets	374,775	350,762
Liabilities and equity		
Liabilities		
Bank overdrafts	1,598	1,073
Trade and other payables	18,483	15,363
Bank term loans	184,344	170,204
Bonds issued	39,882	39,829
Total liabilities	244,307	226,469
Equity		
Share capital	16,335	16,335
Treasury shares	(599)	(599)
Statutory reserve	33,542	33,542
Other reserves	24,469	22,854
Retained earnings	56,721	52,161
Total equity	130,468	124,293
Total liabilities and equity	374,775	350,762

OPERATING SEGMENT INFORMATION for the nine months ended 30 September 2017

Bahraini dinars in thousands	Revenue		Profit	
	Nine months ended 30 September 2017 (reviewed)	Nine months ended 30 September 2016 (reviewed)	Nine months ended 30 September 2017 (reviewed)	Nine months ended 30 September 2016 (reviewed)
Consumer finance	32,303	27,303	12,340	10,670
Automotive	39,615	47,381	1,674	1,257
Insurance	850	1,024	490	872
Real estate	2,210	8,501	(87)	1,854
	74,978	84,209	14,417	14,653

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2017

Bahraini dinars in thousands	30 September 2017 (reviewed)	30 September 2016 (reviewed)
Operating activities		
Loan repayments, interest received and other credit related receipt	206,830	169,118
Cash receipts from automotive sales	41,223	47,432
Insurance commission received	951	1,056
Sale of land inventory	2,019	7,095
Rental income received	540	511
Loans and advances to customers disbursed	(198,476)	(179,605)
Payments to suppliers	(30,443)	(42,134)
Payments for operating expenses	(12,590)	(11,782)
Payment for purchase of land inventory	(4,904)	(1,133)
Directors' fees paid	(393)	(350)
Interest paid	(8,148)	(6,245)
Net cash used in operating activities	(3,391)	(16,037)
Investing activities		
Capital expenditure on property and equipment	(3,448)	(4,362)
Addition to investment properties	(66)	(1,379)
Proceeds from sale of property and equipment	717	413
Net cash used in investing activities	(2,797)	(5,328)
Financing activities		
Bank term loans availed, net	14,674	32,136
Dividends paid	(7,974)	(7,243)
Donations paid	(412)	(242)
Net cash generated from financing activities	6,288	24,651
Net increase in cash and cash equivalents	100	3,286
Cash and cash equivalents at 1 January	917	(158)
Cash and cash equivalents at 30 September	1,017	3,128
Cash and cash equivalents comprise:		
Cash and balances with banks	2,868	5,311
Less:		
Restricted cash	(253)	(224)
Bank overdrafts	(1,598)	(1,959)
	1,017	3,128

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 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		
30 September 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 declared	-	-	-	-	300	-	(300)	-
- Dividend declared	-	-	-	-	-	-	(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	-	-	-	-	-	-	14,417	14,417
Other comprehensive income:								
- Net changes in cash flow hedge reserve	-	-	-	227	-	-	-	227
Total comprehensive income for the period	-	-	-	227	-	-	14,417	14,644
Utilisation of donation reserve	-	-	-	-	(412)	-	-	(412)
At 30 September 2017	16,335	(599)	33,542	540	679	23,250	56,721	130,468

The Board of Directors approved the condensed consolidated interim financial information on 31 October 2017 and signed on its behalf by:

Reyadh Yusuf Hasan Sater
Vice Chairman

Khalid Mohammed Ali Mattar
Chairman of the Executive Committee

Dr. Adel Hubail
Chief Executive Officer

The above condensed consolidated financial information has been reviewed by KPMG, who expressed an unqualified opinion on 31 October 2017.

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