



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Financial Statements 31 December 2017

CONSOLIDATED STATEMENT OF PROFIT OR LOSS for the year ended 31 December 2017

	2017	2016
<i>Bahraini dinars in thousands</i>		
Interest income	34,137	30,020
Interest expense	(10,287)	(8,162)
Net interest income	23,850	21,858
Automotive revenue	57,117	60,900
Cost of sales	(50,745)	(54,172)
Gross profit on automotive revenue	6,372	6,728
Fee and commission income	10,613	8,501
Profit from sale of land inventory	1,151	2,599
Rental and evaluation income	751	710
Total operating income	42,737	40,396
Salaries and related costs	(7,646)	(7,385)
Other operating expenses	(10,966)	(10,027)
Impairment allowance on loans and receivables, net of recoveries	(4,394)	(4,027)
Other income	983	953
Profit for the year	20,714	19,910
Basic and diluted earnings per 100 fils share	129 fils	124 fils
Proposed cash dividend per 100 fils share	50 fils	50 fils

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2017

	2017	2016
<i>Bahraini dinars in thousands</i>		
Profit for the year	20,714	19,910
Other comprehensive income:		
Items that are or may be reclassified to profit or loss:		
Net change in cash flow hedge reserve	869	537
Total other comprehensive income for the year	869	537
Total comprehensive income for the year	21,583	20,447

CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2017

	31 December 2017	31 December 2016
<i>Bahraini dinars in thousands</i>		
Assets		
Cash and balances with banks	5,637	2,313
Loans and advances to customers	294,718	270,126
Trade receivables	7,111	8,642
Inventories	29,716	35,596
Investment properties	6,939	7,054
Property and equipment	25,343	24,424
Other assets	3,608	2,607
Total assets	373,072	350,762
Liabilities and equity		
Liabilities		
Bank overdrafts	73	1,073
Trade and other payables	17,988	15,363
Bank term loans	177,703	170,204
Bonds issued	39,900	39,829
Total liabilities	235,664	226,469
Equity		
Share capital	16,335	16,335
Treasury shares	(599)	(599)
Statutory reserve	33,542	33,542
Other reserves	25,112	22,854
Retained earnings	63,018	52,161
Total equity	137,408	124,293
Total liabilities and equity	373,072	350,762

SEGMENTAL INFORMATION for the year ended 31 December 2017

	Operating income		Net profit	
	2017	2016	2017	2016
<i>Bahraini dinars in thousands</i>				
Lending	33,328	29,020	17,476	14,502
Automotive	6,383	6,758	2,179	1,704
Real estate	1,902	3,309	449	2,624
Insurance	1,124	1,309	610	1,080
	42,737	40,396	20,714	19,910

CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2017

	2017	2016
<i>Bahraini dinars in thousands</i>		
Cash flow from operating activities		
Loan repayments, interest received and credit card related receipts	273,903	230,566
Receipts from automotive sales	59,573	60,878
Insurance commission received	1,248	1,325
Proceeds from sale of land inventory	6,162	9,122
Rental received	750	697
Loans and advances to customers disbursed	(259,167)	(237,066)
Payments to automotive suppliers	(41,325)	(58,320)
Payment for land held as inventory	(4,931)	(10,500)
Payments for operating expenses	(17,057)	(13,881)
Directors' fees paid	(393)	(350)
Interest paid	(10,998)	(8,711)
Net cash generated from / (used in) operating activities	7,765	(26,240)
Cash flows from investing activities		
Capital expenditure on property and equipment	(3,483)	(5,899)
Addition to / purchase of investment properties	(226)	(1,446)
Proceeds from sale of property and equipment	829	769
Proceeds from sale of an investment property	-	822
Net cash used in investing activities	(2,880)	(5,754)
Cash flows from financing activities		
Bank term loans availed	79,486	93,471
Bank term loan repaid	(71,527)	(52,829)
Dividends paid	(7,994)	(7,250)
Donations paid	(411)	(323)
Net cash (used in) / generated from financing activities	(446)	33,069
Net increase in cash and cash equivalents	4,439	1,075
Cash and cash equivalents at 1 January	917	158
Cash and cash equivalents at 31 December	5,356	917
Cash and cash equivalents comprise:		
Cash and balances with banks	5,637	2,313
Less:		
Restricted cash	(208)	(323)
Bank overdrafts	(73)	(1,073)
	5,356	917

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2017

	Share capital		Reserves and retained earnings					Total equity
	Share capital	Treasury shares	Statutory reserve	Cash flow hedge reserve	Donation reserve	General reserve	Retained earnings	
<i>Bahraini dinars in thousands</i>								
2017								
At 1 January 2017	16,335	(599)	33,542	313	791	21,750	52,161	124,293
2016 appropriations (approved by shareholders):								
- Donation declared for 2016	-	-	-	-	300	-	(300)	-
- Transfer to general reserve for 2016	-	-	-	-	-	1,500	(1,500)	-
Balance after 2016 appropriations	16,335	(599)	33,542	313	1,091	23,250	50,361	124,293
Comprehensive income for the year								
Profit for the year	-	-	-	-	-	-	20,714	20,714
Other comprehensive Income	-	-	-	-	-	-	-	-
- Net change in cash flow hedge reserve	-	-	-	869	-	-	-	869
Total comprehensive income for the year	-	-	-	869	-	-	20,714	21,583
Transactions with equity holders, recognised directly in equity								
Dividend declared for 2016	-	-	-	-	-	-	(8,057)	(8,057)
Total distributions to shareholders	-	-	-	-	-	-	(8,057)	(8,057)
Utilisation of donation	-	-	-	-	(411)	-	-	(411)
At 31 December 2017	16,335	(599)	33,542	1,182	680	23,250	63,018	137,408

The Board of Directors approved the consolidated financial statements on 27 February 2018 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 27 February 2018.

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