



BAHRAIN COMMERCIAL FACILITIES COMPANY B.S.C

Consolidated Financial Statements 31 December 2023

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2023

Bahraini dinars in thousands	2023	2022
Interest income	19,307	25,204
Interest expense	(8,752)	(7,990)
Net interest income	10,555	17,214
Automotive revenue	39,995	39,746
Cost of sales	(33,698)	(33,129)
Gross profit on automotive revenue	6,297	6,617
Net fee and commission income	3,363	4,117
Rental and real estate income	554	582
Other income	2,036	839
Total operating income	22,805	29,369
Salaries and related costs	(8,266)	(7,049)
Other operating expenses	(9,314)	(8,998)
Total operating expenses	(17,580)	(16,047)
Profit before net provisions and credits losses	5,225	13,322
Net provisions and credit losses	(36,037)	(9,657)
(Loss) / profit for the year	(30,812)	3,665
Basic and diluted (loss) / earnings per 100 fils share	(153 fils)	18 fils
Proposed cash dividend per 100 fils share	-	20 fils

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2023

Bahraini dinars in thousands	2023	2022
(Loss) / profit for the year	(30,812)	3,665
Other comprehensive income:		
Items that are or may be reclassified to profit or loss		
Net change in cash flow hedge reserve	(938)	4,295
Total comprehensive (loss) / income for the year	(31,750)	7,960

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2023

Bahraini dinars in thousands	31 December 2023	31 December 2022
ASSETS		
Cash and balances with banks	13,244	40,702
Loans and advances to customers	144,044	197,605
Trade receivables	2,509	3,026
Inventories	18,959	16,472
Investment properties	9,972	10,502
Property and equipment	25,423	24,613
Other assets	5,712	5,558
TOTAL ASSETS	219,863	298,478
LIABILITIES AND EQUITY		
Liabilities		
Trade and other payables	17,863	16,924
Bank term loans and other borrowings	100,355	143,915
TOTAL LIABILITIES	118,218	160,839
Equity		
Share capital	20,419	20,419
Treasury shares	(599)	(599)
Statutory reserve	10,210	10,210
Share premium	25,292	25,292
Other reserves	28,777	29,930
Retained earnings	17,546	52,387
TOTAL EQUITY	101,645	137,639
TOTAL LIABILITIES AND EQUITY	219,863	298,478

OPERATING SEGMENT INFORMATION

For the year ended 31 December 2023

Bahraini dinars in thousands	Operating Income		(Loss) / Profit	
	2023	2022	2023	2022
Lending	13,944	20,850	(30,733)	1,658
Automotive	7,497	7,381	1,910	2,213
Insurance	810	556	86	36
Real estate	554	582	(2,075)	(242)
	22,805	29,369	(30,812)	3,665

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2023

Bahraini dinars in thousands	2023	2022
OPERATING ACTIVITIES		
Loan repayments, interest received and other credit related receipts	202,451	216,888
Cash receipts from automotive sales	41,293	40,586
Insurance commission received	583	579
Proceeds from sale of real estate inventory	240	1,244
Rental and evaluation income received	501	568
Loans and advances to customers	(162,010)	(165,836)
Payments to suppliers	(36,489)	(37,536)
Payments for operating expenses	(12,810)	(15,410)
Directors' fees paid	(275)	(330)
Interest paid	(9,120)	(7,817)
Net cash generated from operating activities	24,364	32,936
INVESTING ACTIVITIES		
Capital expenditure on property and equipment	(5,863)	(3,942)
Addition to investment properties	(2)	(1)
Proceeds from sale of property and equipment	1,846	1,431
Fixed deposit held with banks with maturities of more than three months	300	(6,300)
Net cash used in investing activities	(3,719)	(8,812)
FINANCING ACTIVITIES		
Bank loans and other borrowings availed	39,455	26,021
Bank loans and other borrowings paid	(83,966)	(38,880)
Dividends paid	(4,029)	(5,036)
Donations paid	(215)	(205)
Net cash used in financing activities	(48,755)	(18,100)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(28,110)	6,024
Cash and cash equivalents at 1 January	34,325	28,301
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	6,215	34,325
Cash and cash equivalents comprise:		
Cash and balances with banks	13,244	40,702
Less:		
Restricted cash	(69)	(77)
Bank overdrafts	(960)	-
Fixed deposit held with banks with maturities of more than three months	(6,000)	(6,300)
	6,215	34,325

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2023

Bahraini dinars in thousands	Share capital		Reserves and retained earnings					Total equity	
	Share capital	Treasury shares	Statutory reserve	Share Premium	Other reserves				Retained earnings
					Cash flow hedge reserve	Donation reserve	General reserve		
As at 1 January 2023	20,419	(599)	10,210	25,292	2,182	248	27,500	52,387	137,639
2022 appropriations (approved by shareholders):									
- Dividend to equity holders declared and paid	-	-	-	-	-	-	-	(4,029)	(4,029)
Balance after 2022 appropriations	20,419	(599)	10,210	25,292	2,182	248	27,500	48,358	133,610
Comprehensive income for the year:									
Loss for the year	-	-	-	-	-	-	-	(30,812)	(30,812)
Other comprehensive loss:									
- Net change in cash flow hedge reserve	-	-	-	-	(938)	-	-	-	(938)
	20,419	(599)	10,210	25,292	1,244	248	27,500	17,546	101,860
Utilisation of donation reserve	-	-	-	-	-	(215)	-	-	(215)
At 31 December 2023	20,419	(599)	10,210	25,292	1,244	33	27,500	17,546	101,645

The consolidated financial statements were approved by the Board of Directors on 28th February 2024 and signed on its behalf by:

AbdulRahman Yusuf Fakhro Dr. AbdulRahman Ali Saif Abdulla Abdulrazaq Bukhowa
Chairman Vice Chairman Chief Executive Officer

The above consolidated financial statements have been audited by Ernst and Young, who expressed an unqualified opinion on 28th February 2024.

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