

Financial Statements as at 31 December 2017

(All amounts are in Bahraini Dinars)

STATEMENT OF FINANCIAL POSITION as at 31 December 2017

	2017	2016
ASSETS		
Cash and cash equivalents	1,577,144	2,415,741
Deposits with banks	2,000,000	-
Loans to customers	48,926,848	48,142,730
Furniture, fixtures, and equipment	272,341	408,566
Other assets	342,308	265,777
Total assets	53,118,641	51,232,814
LIABILITIES AND EQUITY		
Liabilities		
Bank loans	37,141,057	36,023,221
Other liabilities	1,441,822	1,275,850
Total liabilities	38,582,879	37,299,071
Equity		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	962,327	842,125
Retained earnings	5,960,935	5,479,118
Total equity	14,535,762	13,933,743
Total equity and liabilities	53,118,641	51,232,814

STATEMENT OF CASH FLOWS for the year ended 31 December 2017

	2017	2016
Operating activities		
Interest, fees and commission received	5,801,614	5,500,820
Loans disbursed	(21,394,205)	(22,073,445)
Proceeds from loan repayments	20,462,948	19,378,403
Payments for staff salaries and related costs	(952,667)	(927,288)
Payments for other operating expenses	(1,305,849)	(1,131,409)
Net cash generated from operating activities	2,611,841	747,081
Investing activities		
Deposits with bank	(2,000,000)	-
Purchase of furniture, fixtures and equipment	(18,805)	(79,600)
Sale of furniture, fixtures and equipment	68	250
Net cash used in investing activities	(2,018,737)	(79,350)
Financing activities		
Proceeds from bank borrowings	10,000,000	9,500,000
Repayment of bank borrowings	(8,882,164)	(7,336,032)
Interest paid	(1,949,537)	(1,652,547)
Dividends paid	(600,000)	(525,000)
Net cash used in financing activities	(1,431,701)	(13,579)
Net (decrease) / increase in cash and cash equivalents	(838,597)	654,152
Cash and cash equivalents at 1 January	2,415,741	1,761,589
Cash and cash equivalents as at 31 December	1,577,144	2,415,741

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME for the year ended 31 December 2017

	2017	2016
Interest income	4,691,913	4,534,503
Interest expense	(1,971,714)	(1,658,581)
Net interest income	2,720,199	2,875,922
Fees and commission income	1,110,480	966,561
Fees and commission expense	(498,852)	(486,378)
Net fee and commission income	611,628	480,183
Total income	3,331,827	3,356,105
Staff costs	927,485	923,715
Depreciation	151,735	160,228
Impairment on loans to customers, net of recoveries	331,833	378,963
Other operating expenses	718,755	624,094
Total expenses	2,129,808	2,087,000
Profit for the year	1,202,019	1,269,105
Other comprehensive income	-	-
Total comprehensive income for the year	1,202,019	1,269,105

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

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
2017					
At 1 January 2017	7,500,000	112,500	842,125	5,479,118	13,933,743
Profit and total comprehensive income for the year	-	-	-	1,202,019	1,202,019
Dividends declared for 2016	-	-	-	(600,000)	(600,000)
Transfer to statutory reserve	-	-	120,202	(120,202)	-
At 31 December 2017	7,500,000	112,500	962,327	5,960,935	14,535,762
2016					
At 1 January 2016	7,500,000	112,500	715,214	4,861,924	13,189,638
Profit and total comprehensive income for the year	-	-	-	1,269,105	1,269,105
Dividends declared for 2015	-	-	-	(525,000)	(525,000)
Transfer to statutory reserve	-	-	126,911	(126,911)	-
At 31 December 2016	7,500,000	112,500	842,125	5,479,118	13,933,743

Farouk Yousef Almoayyed
Chairman

Fuad Ebrahim Kanoo
Deputy Chairman

Venkatachalam PS
Chief Executive Officer