

NATIONAL FINANCE HOUSE B.S.C. (closed)

Consolidated Financial Statements as at 31 December 2018

(All amounts are in Bahraini Dinars)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2018

	2018	2017
ASSETS		
Cash and cash equivalents	2,281,569	1,577,144
Deposits with banks	-	2,000,000
Loans to customers	53,097,407	48,926,848
Furniture, fixtures and equipment	324,992	272,341
Other assets	370,871	342,308
Total assets	56,074,839	53,118,641
LIABILITIES AND EQUITY		
Liabilities		
Bank borrowing	38,531,049	37,141,057
Other liabilities	3,026,416	1,441,822
Total liabilities	41,557,465	38,582,879
Equity		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	1,089,690	962,327
Retained earnings	5,815,184	5,960,935
Total equity	14,517,374	14,535,762
Total equity and liabilities	56,074,839	53,118,641

CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2018

	2018	2017
Operating activities		
Interest, fees and commission received	6,104,401	5,801,614
Loans disbursed	(25,641,524)	(21,394,205)
Loans repayments	22,271,355	20,462,948
Payments for staff salaries and related costs	(999,339)	(952,667)
Payments for other operating expenses	(1,345,628)	(1,305,849)
Net cash generated from operating activities	389,265	2,611,841
Investing activities		
Deposits with bank	2,000,000	(2,000,000)
Purchase of furniture, fixtures and equipment	(198,035)	(18,805)
Sale of furniture, fixtures and equipment	143	68
Net cash generated from / (used in) investing activities	1,802,108	(2,018,737)
Financing activities		
Drawdown of bank borrowings	11,495,163	10,000,000
Repayment of bank borrowings	(10,105,171)	(8,882,164)
Interest paid	(2,238,387)	(1,949,537)
Dividends paid	(600,000)	(600,000)
Net cash (used in) financing activities	(1,448,395)	(1,431,701)
Net increase / (decrease) in cash and cash equivalent	742,978	(838,597)
Cash and cash equivalents at 1 January	1,577,144	2,415,741
Cash and cash equivalents as at 31 December	2,320,122	1,577,144

CONSOLIDATED STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME for the year ended 31 December 2018

	2018	2017
Interest income	4,853,463	4,691,913
Interest expense	(2,250,217)	(1,971,714)
Net interest income	2,603,246	2,720,199
Fees and commission income	1,250,938	1,096,488
Fees and commission expense	(619,172)	(498,852)
Net fee and commission income	631,766	597,636
Other income	136,335	118,896
Total income	3,371,347	3,436,731
Salaries and related costs	1,012,866	927,485
Other operating expenses	788,919	718,755
Depreciation	107,502	151,735
Impairment losses on loans to customers	188,434	436,737
Total expenses	2,097,721	2,234,712
Profit for the year	1,273,626	1,202,019
Other comprehensive income	-	-
Total comprehensive income for the year	1,273,626	1,202,019

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2018

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
2018					
At 31 December 2017	7,500,000	112,500	962,327	5,960,935	14,535,762
Impact of adopting IFRS 9 as at 1 January 2018	-	-	-	(692,014)	(692,014)
Balance at 1 January 2018 (restated)	7,500,000	112,500	962,327	5,268,921	13,843,748
Profit and total comprehensive income for the year	-	-	-	1,273,626	1,273,626
Dividends declared for 2017	-	-	-	(600,000)	(600,000)
Transfer to statutory reserve	-	-	127,363	(127,363)	-
At 31 December 2018	7,500,000	112,500	1,089,690	5,815,184	14,517,374
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

Talal Fuad Ebrahim Kanoo
Chairman

Mohammed Farouk Y. Almoayyed
Deputy Chairman

Venkatachalam PS
Chief Executive Officer

The above published figures have been extracted from the consolidated financial statements of NFH for the year ended 31 December 2018 audited by KPMG, who expressed an unqualified audit opinion on 27 February 2019