

NATIONAL FINANCE HOUSE BSC (c)

Consolidated Financial Statements as at 31 December 2009

(All amounts are in Bahraini Dinars)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2009

	2009	2008
ASSETS		
Cash and cash equivalents	2,221,732	1,329,286
Loans to customers	30,811,416	25,770,166
Furniture, fixtures and equipment	256,211	257,490
Other assets	77,648	31,377
Total assets	33,367,007	27,388,319
LIABILITIES AND EQUITY		
Liabilities		
Bank borrowings	22,888,889	15,000,000
Other liabilities	1,163,381	3,981,148
Total liabilities	24,052,270	18,981,148
Equity		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	170,224	79,467
Retained earnings	1,532,013	715,204
Total equity	9,314,737	8,407,171
Total equity and liabilities	33,367,007	27,388,319

CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2009

	2009	2008
Operating activities		
Interest, fees and commission received	3,371,117	2,109,692
Loans disbursed	(15,972,980)	(19,337,877)
Loan repayments	7,849,898	8,090,922
Payments for staff salaries and related costs	(709,642)	(481,836)
Payments for other operating expenses	(525,556)	(448,643)
Cash flows from operating activities	(5,987,163)	(10,067,742)
Investing activities		
Purchase of furniture, fixtures and equipment	(84,534)	(162,112)
Cash flows from investing activities	(84,534)	(162,112)
Financing activities		
Proceeds from bank borrowings, net	7,888,889	11,000,000
Interest paid	(924,746)	(416,478)
Cash flows from financing activities	6,964,143	10,583,522
Net increase in cash and cash equivalents	892,446	353,668
Cash and cash equivalents at 1 January	1,329,286	975,618
Cash and cash equivalents as at 31 December	2,221,732	1,329,286

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2009

	2009	2008
Interest income	3,036,945	1,811,939
Interest expense	(991,578)	(419,967)
Net interest income	2,045,367	1,391,972
Fees and commission income	334,172	297,753
Fees and commission expense	(180,329)	(162,450)
Net fee and commission income	153,843	135,303
Operating income	2,199,210	1,527,275
Salaries and related costs	702,122	524,049
General and administrative expenses	384,014	288,479
Depreciation	85,813	47,606
Impairment on loans to customers	119,695	137,565
Total operating expenses	1,291,644	997,699
Profit for the year	907,566	529,576
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	907,566	529,576

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2009

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
2009					
At 1 January	7,500,000	112,500	79,467	715,204	8,407,171
Profit for the year	-	-	-	907,566	907,566
Total comprehensive income for the year	-	-	-	907,566	907,566
Transfer to statutory reserve	-	-	90,757	(90,757)	-
At 31 December	7,500,000	112,500	170,224	1,532,013	9,314,737
2008					
At 1 January	7,500,000	112,500	26,509	238,586	7,877,595
Profit for the year	-	-	-	529,576	529,576
Total comprehensive income for the year	-	-	-	529,576	529,576
Transfer to statutory reserve	-	-	52,958	(52,958)	-
At 31 December	7,500,000	112,500	79,467	715,204	8,407,171

Farouk Yousif Almoayed
Chairman

Fuad Ebrahim Kanoo
Deputy Chairman

Jassim Khalaf
General Manager

The above financial statements were audited by KPMG Fakhro