

# NATIONAL FINANCE HOUSE BSC (c)

## Consolidated Financial Statements as at 31 December 2011

(All amounts are in Bahraini Dinars)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2011			CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2011		
	2011	2010		2011	2010
<b>ASSETS</b>			<b>Operating activities</b>		
Cash and cash equivalents	2,109,640	2,216,672	Interest, fees and commission received	3,522,233	3,481,128
Loans to customers	31,097,537	31,130,485	Loans disbursed	(14,318,596)	(13,676,176)
Furniture, fixtures and equipment	111,108	181,312	Loan repayments	14,126,366	13,340,211
Other assets	101,726	103,951	Payments for staff salaries and related costs	(772,569)	(756,746)
<b>Total assets</b>	<b>33,420,011</b>	<b>33,632,420</b>	Payments for other operating expenses	(628,109)	(667,198)
<b>LIABILITIES AND EQUITY</b>			<b>Cash flows from operating activities</b>	<b>1,929,325</b>	<b>1,721,219</b>
<b>Liabilities</b>			<b>Investing activities</b>		
Borrowings from banks	21,590,279	22,222,222	Purchase of furniture, fixtures and equipment	(13,417)	(17,862)
Other liabilities	1,194,856	1,201,337	Sale of furniture, fixtures and equipment	-	111
<b>Total liabilities</b>	<b>22,785,135</b>	<b>23,423,559</b>	<b>Cash flows used in investing activities</b>	<b>(13,417)</b>	<b>(17,751)</b>
<b>Equity</b>			<b>Financing activities</b>		
Share capital	7,500,000	7,500,000	Proceeds from bank borrowings	750,000	-
Share premium	112,500	112,500	Repayment from bank borrowings	(1,381,943)	(666,667)
Statutory reserve	339,738	259,636	Interest paid	(1,015,997)	(1,041,861)
Retained earnings	2,682,638	2,336,725	Dividends paid	(375,000)	-
<b>Total equity</b>	<b>10,634,876</b>	<b>10,208,861</b>	<b>Cash flows used in financing activities</b>	<b>(2,022,940)</b>	<b>(1,708,528)</b>
<b>Total equity and liabilities</b>	<b>33,420,011</b>	<b>33,632,420</b>	<b>Net decrease in cash and cash equivalents</b>	<b>(107,032)</b>	<b>(5,060)</b>
			Cash and cash equivalents at 1 January	2,216,672	2,221,732
			<b>Cash and cash equivalents as at 31 December</b>	<b>2,109,640</b>	<b>2,216,672</b>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2011		
	2011	2010
Interest income	3,052,699	3,105,619
Interest expense	(989,502)	(1,016,207)
<b>Net interest income</b>	<b>2,063,197</b>	<b>2,089,412</b>
Fees and commission income	469,534	375,588
Fees and commission expense	(272,740)	(221,146)
<b>Net fee and commission income</b>	<b>196,794</b>	<b>154,442</b>
<b>Total operating income</b>	<b>2,259,991</b>	<b>2,243,854</b>
Salaries and related costs	741,489	759,111
General and administrative expenses	408,688	401,655
Depreciation	83,621	92,729
Impairment on loans to customers	225,178	96,235
<b>Total operating expenses</b>	<b>1,458,976</b>	<b>1,349,730</b>
<b>Profit for the year</b>	<b>801,015</b>	<b>894,124</b>
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>801,015</b>	<b>894,124</b>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2011					
	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
<b>2011</b>					
At 1 January	7,500,000	112,500	259,636	2,336,725	<b>10,208,861</b>
Profit for the year	-	-	-	801,015	<b>801,015</b>
Total comprehensive income for the year	-	-	-	801,015	<b>801,015</b>
Dividends declared for 2010	-	-	-	(375,000)	<b>(375,000)</b>
Transfer to statutory reserve	-	-	80,102	(80,102)	-
<b>At 31 December</b>	<b>7,500,000</b>	<b>112,500</b>	<b>339,738</b>	<b>2,682,638</b>	<b>10,634,876</b>
<b>2010</b>					
At 1 January	7,500,000	112,500	170,224	1,532,013	9,314,737
Profit for the year	-	-	-	894,124	894,124
Total comprehensive income for the year	-	-	-	894,124	894,124
Transfer to statutory reserve	-	-	89,412	(89,412)	-
At 31 December	7,500,000	112,500	259,636	2,336,725	10,208,861

Farouk Yousif Almoayyed  
Chairman

The above financial statements were audited by KPMG Fakhro

Fuad Ebrahim Kanoo  
Deputy Chairman