

Financial Statements as at 31 December 2012

(All amounts are in Bahraini Dinars)

STATEMENT OF FINANCIAL POSITION as at 31 December 2012

	2012	2011
ASSETS		
Cash and cash equivalents	3,614,665	2,109,640
Loans to customers	36,418,052	31,097,537
Furniture, fixtures, equipment and capital WIP	167,191	111,108
Other assets	90,614	101,726
Total assets	40,290,522	33,420,011
LIABILITIES AND EQUITY		
Liabilities		
Bank borrowings	26,238,432	21,590,279
Other liabilities	2,695,262	1,194,856
Total liabilities	28,933,694	22,785,135
Equity		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	411,933	339,738
Retained earnings	3,332,395	2,682,638
Total equity	11,356,828	10,634,876
Total equity and liabilities	40,290,522	33,420,011

STATEMENT OF CASH FLOWS for the year ended 31 December 2012

	2012	2011
Operating activities		
Interest, fees and commission received	3,873,594	3,522,233
Loans disbursed	(20,285,337)	(14,318,596)
Loan repayments	15,966,117	14,126,366
Payments for staff salaries and related costs	(712,675)	(772,569)
Payments for other operating expenses	(866,045)	(628,109)
Cash flows (used in) / from operating activities	(2,024,346)	1,929,325
Investing activities		
Purchase of furniture, fixtures and equipment	(116,730)	(13,417)
Sale of furniture, fixtures and equipment	130	-
Cash flows used in investing activities	(116,600)	(13,417)
Financing activities		
Proceeds from bank borrowings	10,000,000	750,000
Repayment from bank borrowings	(5,351,847)	(1,381,943)
Interest paid	(1,002,182)	(1,015,997)
Dividends paid	-	(375,000)
Cash flows from / (used in) financing activities	3,645,971	(2,022,940)
Cash flows from / (decrease) in cash and cash equivalents	1,505,025	(107,032)
Cash and cash equivalents at 1 January	2,109,640	2,216,672
Cash and cash equivalents as at 31 December	3,614,665	2,109,640

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2012

	2012	2011
Interest income	3,183,084	3,052,699
Interest expense	(961,416)	(989,502)
Net interest income	2,221,668	2,063,197
Fees and commission income	690,640	469,534
Fees and commission expense	(401,569)	(272,740)
Net fee and commission income	289,071	196,794
Total operating income	2,510,739	2,259,991
Salaries and related costs	718,393	741,489
General and administrative expenses	465,954	408,688
Depreciation	53,847	83,621
Impairment on loans to customers	550,593	225,178
Total operating expenses	1,788,787	1,458,976
Profit for the year	721,952	801,015
Other comprehensive income	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	721,952	801,015

STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2012

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
2012					
At 1 January	7,500,000	112,500	339,738	2,682,638	10,634,876
Profit for the year	-	-	-	721,952	721,952
Total comprehensive income for the year	-	-	-	721,952	721,952
Transfer to statutory reserve	-	-	72,195	(72,195)	-
At 31 December	7,500,000	112,500	411,933	3,332,395	11,356,828
2011					
At 1 January	7,500,000	112,500	259,636	2,336,725	10,208,861
Profit for the year	-	-	-	801,015	801,015
Total comprehensive income for the year	-	-	-	801,015	801,015
Dividends declared for 2010	-	-	-	(375,000)	(375,000)
Transfer to statutory reserve	-	-	80,102	(80,102)	-
At 31 December	7,500,000	112,500	339,738	2,682,638	10,634,876

Farouk Yousef Almoayyed
Chairman

Fuad Ebrahim Kanoo
Deputy Chairman

Venkatachalam PS
General Manager