



BAHRAIN COMMERCIAL FACILITIES COMPANY BSC

Condensed Consolidated Interim Financial Statements 30 June 2021

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2021

Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2021 (reviewed)	30 June 2020 (reviewed)	30 June 2021 (reviewed)	30 June 2020 (unreviewed)
Interest income	14,832	18,513	7,382	8,806
Interest expense	(4,689)	(5,894)	(2,219)	(2,853)
Net interest income	10,143	12,619	5,163	5,953
Automotive revenue	19,213	20,519	9,354	8,888
Cost of sales	(16,699)	(18,272)	(8,118)	(8,249)
Gross profit on automotive revenue	2,514	2,247	1,236	639
Fee and commission income	2,983	3,269	1,531	717
Profit from sale of real estate inventory	113	100	16	30
Rental and evaluation income	314	479	125	236
Total operating income	16,067	18,714	8,071	7,575
Other income	392	78	330	25
Salaries and related costs	(3,822)	(3,871)	(1,898)	(1,711)
Operating expenses	(4,825)	(5,507)	(2,584)	(2,461)
Profit before allowance on financial instruments	7,812	9,414	3,919	3,428
Allowance on loans and receivables, net of recoveries	(5,404)	(6,877)	(2,657)	(3,839)
Profit / (loss) for the period	2,408	2,537	1,262	(411)
Basic and diluted earnings per 100 fils share	12 fils	13 fils	6 fils	(2) fils

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2021

Bahraini dinars in thousands	Six months ended		Three months ended	
	30 June 2021 (reviewed)	30 June 2020 (reviewed)	30 June 2021 (reviewed)	30 June 2020 (unreviewed)
Profit / (loss) for the period	2,408	2,537	1,262	(411)
Other comprehensive income:				
Items that are or may be reclassified to profit or loss				
Net change on cash flow hedge reserve	1,943	(3,777)	362	(466)
Total comprehensive income / (loss) for the period	4,351	(1,240)	1,624	(877)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2021

Bahraini dinars in thousands	30 June 2021 (reviewed)	31 December 2020 (audited)
Assets		
Cash and balances with banks	18,033	25,530
Loans and advances to customers	243,088	264,006
Trade receivables	3,736	4,495
Inventories	19,242	18,706
Investment properties	12,420	12,563
Property and equipment	26,110	27,650
Other assets	4,020	2,504
Total Assets	326,649	355,454
Liabilities and equity		
Liabilities		
Trade and other payables	21,014	23,865
Bank term loans	175,864	205,956
Total Liabilities	196,878	229,821
Equity		
Share capital	20,419	20,419
Treasury shares	(599)	(599)
Statutory reserve	10,210	10,210
Share premium	25,292	25,292
Other reserves	23,814	22,084
Retained earnings	50,635	48,227
Total Equity	129,771	125,633
Total Liabilities and Equity	326,649	355,454

OPERATING SEGMENT INFORMATION

for the six months ended 30 June 2021

Bahraini dinars in thousands	Revenue		Profit	
	Six months ended		Six months ended	
	30 June 2021 (reviewed)	30 June 2020 (reviewed)	30 June 2021 (reviewed)	30 June 2020 (reviewed)
Consumer finance	17,460	21,289	1,937	2,869
Automotive	19,218	20,525	383	(587)
Insurance	351	486	77	123
Real estate	1,783	1,208	11	132
	38,812	43,508	2,408	2,537

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2021

Bahraini dinars in thousands	30 June 2021 (reviewed)	30 June 2020 (reviewed)
OPERATING ACTIVITIES		
Loan repayments, interest received and other credit related receipts	111,701	115,657
Cash receipts from automotive sales	20,153	21,827
Insurance commission received	256	536
Proceeds from sale of real estate inventory	1,389	757
Rental and evaluation income received	386	501
Loans and advances to customers	(78,630)	(87,231)
Payments to suppliers	(19,478)	(18,719)
Payments for operating expenses	(7,838)	(8,113)
Payment for real estate inventory	-	(529)
Directors' fees paid	(219)	(440)
Interest paid	(4,532)	(5,736)
Net cash generated from operating activities	23,188	18,510
INVESTING ACTIVITIES		
Capital expenditure on property and equipment	(1,054)	(1,975)
Addition to investment properties	-	(195)
Proceeds from sale of property and equipment	868	561
Net cash used in investing activities	(186)	(1,609)
FINANCING ACTIVITIES		
Bank term loans availed	-	67,379
Bank term loans paid	(30,486)	(72,703)
Dividends paid	-	(4,975)
Government grant received	174	1,412
Donations paid	(213)	(412)
Net cash used in financing activities	(30,525)	(9,299)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(7,523)	7,602
Cash and cash equivalents at 1 January	25,435	4,884
CASH AND CASH EQUIVALENTS AT 30 JUNE	17,912	12,486
Cash and cash equivalents comprise:		
Cash and balances with banks	18,033	12,659
Less:		
Restricted cash	(121)	(170)
Bank overdrafts	-	(3)
	17,912	12,486

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the six months ended 30 June 2021

Bahraini dinars in thousands	Share capital		Reserves and retained earnings						
	Share capital	Treasury shares	Statutory reserve	Share Premium	Other reserves			Retained earnings	Total equity
					Cash flow hedge reserve	Donation reserve	General reserve		
As at 1 January 2021	20,419	(599)	10,210	25,292	(5,445)	529	27,000	48,227	125,633
Comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	-	2,408	2,408
Other comprehensive income:									
- Net change on cash flow hedge reserve	-	-	-	-	1,943	-	-	-	1,943
	20,419	(599)	10,210	25,292	(3,502)	529	27,000	50,635	129,984
Utilization of donation reserve	-	-	-	-	-	(213)	-	-	(213)
At 30 June 2021	20,419	(599)	10,210	25,292	(3,502)	316	27,000	50,635	129,771

The condensed consolidated financial statements were approved by the Board of Directors on 10th August 2021 and signed on its behalf by:

AbdulRahman Yusuf Fakhro
Chairman

Dr. AbdulRahman Ali Saif
Vice Chairman

Abdulla Abdulrazaq Bukhwa
Chief Executive Officer

The above condensed interim consolidated financial statements has been reviewed by Ernst and Young, who expressed an unqualified opinion on 10th August 2021.

The Company is licensed and regulated by the Central Bank of Bahrain as a financing company.