

FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2018

All amounts are in BD 000's

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 December 2018

	31 December 2018 (Audited)	31 December 2017 (Audited)
ASSETS		
Cash and bank balances	99,401	75,787
Placements with financial institutions	43,637	33,969
Financing assets	327,640	354,504
Investment in sukuk	161,324	113,347
Assets acquired for leasing	108,678	97,193
Lease rentals receivables	11,525	8,590
Investment in equity securities	50,039	52,203
Investment in real estate	18,081	19,621
Development property	6,251	6,251
Other assets	16,498	16,000
Property and equipment	7,865	7,755
Total assets	850,939	785,220
LIABILITIES		
Placement from financial institutions	158,349	124,265
Placement from non-financial institutions and individuals	120,470	61,359
Medium-term borrowing	41,357	41,308
Customers' current accounts	70,416	74,833
Other liabilities	10,512	7,953
Total liabilities	401,104	309,718
Equity of investment account holders	346,373	359,818
OWNERS' EQUITY		
Share capital	105,000	105,000
Statutory reserve	8,225	8,159
Treasury shares	(11,295)	(10,212)
Employee share incentive scheme	(29)	(70)
(Accumulated losses) / Retained earnings	(729)	10,162
Total equity attributable to shareholders of the parent	101,172	113,039
Non-controlling interest	2,290	2,645
Total Liabilities, equity of investment account holders and owner's equity	850,939	785,220

CONSOLIDATED INCOME STATEMENT For the year ended 31 December 2018

	31 December 2018 (Audited)	31 December 2017 (Audited)
Income from financing assets and assets acquired for leasing	26,565	27,368
Income from placements with financial institutions	955	761
Income from sukuk	6,377	4,736
Income from equity securities	1,422	(1,658)
Fees and other income	2,842	2,644
Total income before return to investment account holders	38,161	33,851
Less: Return to investment account holders before Bank's Share as Mudarib	(14,221)	(14,884)
Bank's Share as a Mudarib	5,619	7,436
Return to investment account holders	(8,602)	(7,448)
Finance expense on placements from financial institutions, non-financial institutions and individuals	(8,190)	(5,334)
Finance expense on medium-term borrowing	(2,054)	(648)
Total income	19,315	20,421
Staff cost	7,175	6,674
Other operating expenses	5,252	5,459
Total expenses	12,427	12,133
Profit for the year before impairment allowances	6,888	8,288
Net impairment charge	(6,288)	(7,470)
PROFIT FOR THE YEAR	600	818
Attributable to:		
Shareholders of the parent	659	1,969
Non-controlling interest	(59)	(1,151)
	600	818
Earnings per share		
Basic and diluted earnings per share (filis)	0.69	2.04

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

	31 December 2018 (Audited)	31 December 2017 (Audited)
OPERATING ACTIVITIES		
Receipts relating to financing assets, net	40,392	23,286
Payment for assets acquired for leasing, net	(15,145)	(10,543)
Receipt of profit on short-term placements	955	760
Returns paid to investment account holders	(7,184)	(7,533)
Withdrawals from investment account holders, net	(13,444)	(44,834)
Payment of profit on placements	(6,190)	(4,612)
Payment for expenses	(10,642)	(13,228)
Other receipts	2,878	2,643
Payment for charity	(422)	(427)
Withdrawal in customers' current accounts, net	(4,341)	(981)
Placements from financial institutions, net	34,084	65,186
Placements from non-financial institutions and individuals, net	59,111	(39,290)
Net (Payment to) / withdrawal from CBB reserve account	(3,360)	2,395
Income from sukuk received	5,937	4,015
Placements with financial institutions	-	(1,048)
Net cash generated from / (used in) operating activities	80,629	(24,211)
INVESTING ACTIVITIES		
Purchase of sukuk	(63,205)	(59,054)
Proceed from redemption / sale of sukuk	15,135	19,465
(Purchase) / disposal of equity securities	(97)	92
(Purchase) / disposal of investment of real estate, net	(105)	452
Receipt of dividends / income from equity securities	1,478	399
(Purchase) / disposal of property and equipment, net	(674)	41
Net cash used in investing activities	(47,468)	(38,605)
FINANCING ACTIVITIES		
Purchase of treasury shares, net	(1,234)	(1,380)
Drawdown of medium-term borrowing	50	41,004
Finance expense paid on medium-term borrowing	(2,054)	(425)
Net cash (used in) / generated from financing activities	(3,238)	39,199
Net increase / (decrease) in cash and cash equivalents	29,923	(23,617)
Cash and cash equivalents at 1 January	91,248	114,865
Cash and cash equivalents at 31 December	121,171	91,248
Cash and cash equivalents comprise:		
Cash and bank balances (excluding CBB reserve)	78,581	58,327
Placement with financial institutions with original maturities of 90 days or less	42,590	32,921
	121,171	91,248

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

31 December 2018 (Audited)	Equity attributable to shareholders of the parent						Non-controlling interest	Total Equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Retained earnings / (Accumulated losses)	Total		
Balance at 1 January 2018 (as previously reported):	105,000	8,159	(10,212)	(70)	10,162	113,039	2,645	115,684
Impact of adopting FAS 30	-	-	-	-	(11,069)	(11,069)	-	(11,069)
Restated balance at 1 January 2018	105,000	8,159	(10,212)	(70)	(907)	101,970	2,645	104,615
Profit for the year	-	-	-	-	659	659	(59)	600
Total recognised income and expense for the year	-	-	-	-	659	659	(59)	600
Transfer to statutory reserve	-	66	-	-	(66)	-	-	-
Net treasury shares purchased	-	-	(1,083)	-	42	(1,083)	-	(1,083)
Issue of shares under incentive scheme	-	-	-	41	42	83	-	83
Loss of Control	-	-	-	-	(16)	(16)	(296)	(312)
Transfer to Zakah fund	-	-	-	-	(441)	(441)	-	(441)
Balance at 31 December 2018	105,000	8,225	(11,295)	(29)	(729)	101,172	2,290	103,462

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2017

31 December 2017 (Audited)	Equity attributable to shareholders of the parent						Non-controlling interest	Total equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Retained earnings	Total		
Balance at 1 January 2017:	105,000	7,962	(8,832)	(182)	8,751	112,699	3,796	116,495
Profit for the year	-	-	-	-	1,969	1,969	(1,151)	818
Total recognised income and expense for the year	-	-	-	-	1,969	1,969	(1,151)	818
Transfer to statutory reserve	-	197	-	-	(197)	-	-	-
Net treasury shares purchased	-	-	(1,380)	-	-	(1,380)	-	(1,380)
Issue of shares under incentive scheme	-	-	-	112	-	112	-	112
Transfer to Zakah fund	-	-	-	-	(361)	(361)	-	(361)
Balance at 31 December 2017	105,000	8,159	(10,212)	(70)	10,162	113,039	2,645	115,684

Jassim Mohamed Alseddij
Chairman

Sh. Ahmed Bin Isa Al Khalifa
Vice Chairman

Sattam Sulaiman Algoasibi
Chief Executive Officer

This information has been extracted from the consolidated financial statements for the year ended 31 December 2018 which were approved by the Board of Directors on 6 February 2019 and audited by KPMG Fakhro.

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