

# FINANCIAL RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2018

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As of 31 March 2018

	31 March 2018 (Reviewed)	31 December 2017 (Audited)
<b>ASSETS</b>		
Cash and bank balances	45,861	75,787
Placements with financial institutions	45,044	33,969
Financing assets	331,447	354,504
Investment in sukuk	111,037	113,347
Assets acquired for leasing	99,686	97,193
Lease rentals receivables	3,056	8,590
Investment in equity securities	52,189	52,203
Investment in real estate	18,519	20,163
Development property	6,003	6,003
Other assets	14,506	15,706
Property and equipment	7,814	7,755
<b>Total assets</b>	<b>735,162</b>	<b>785,220</b>
<b>LIABILITIES</b>		
Placement from financial institutions	99,576	124,265
Placement from non-financial institutions and individuals	76,533	61,359
Medium-term borrowing	41,312	41,308
Customers' current accounts	74,303	74,833
Other liabilities	7,610	7,953
<b>Total liabilities</b>	<b>299,334</b>	<b>309,718</b>
<b>Equity of investment account holders</b>	<b>331,146</b>	<b>359,818</b>
<b>OWNERS' EQUITY</b>		
Share capital	105,000	105,000
Statutory reserve	8,159	8,159
Treasury shares	(10,212)	(10,212)
Employee share incentive scheme	(70)	(70)
(Accumulated Losses)/Retained earnings	(552)	10,162
<b>Total equity attributable to shareholders of the parent</b>	<b>102,325</b>	<b>113,039</b>
Non-controlling interest	2,357	2,645
<b>Total liabilities, equity of investment account holders and owners' equity</b>	<b>735,162</b>	<b>785,220</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT For the three months ended 31 March 2018

	31 March 2018 (Reviewed)	31 March 2017 (Reviewed)
Income from financing assets and assets acquired for leasing	6,222	6,605
Income from placements with financial institutions	215	183
Income from sukuk	1,278	958
Income from equity securities	9	8
Fees and other income	689	833
<b>Total income before return to investment account holders</b>	<b>8,413</b>	<b>8,587</b>
Less: Return to investment account holders before Bank's share as Mudarib	(2,949)	(4,154)
Bank's share as a Mudarib	859	2,216
<b>Return to investment account holders</b>	<b>(2,090)</b>	<b>(1,938)</b>
Expense on placements from financial institutions, non-financial institutions and individuals	(1,600)	(1,173)
Finance expense on medium-term borrowing	(458)	-
<b>Total income</b>	<b>4,265</b>	<b>5,476</b>
Staff cost	1,578	1,592
Other expenses	1,256	1,210
<b>Total expenses</b>	<b>2,834</b>	<b>2,802</b>
<b>Profit for the period before impairment allowances</b>	<b>1,431</b>	<b>2,674</b>
Impairment charge	(631)	(1,227)
<b>PROFIT FOR THE PERIOD</b>	<b>800</b>	<b>1,447</b>
<b>Attributable to:</b>		
Shareholders of the parent	820	1,498
Non-controlling interest	(20)	(51)
	<b>800</b>	<b>1,447</b>
<b>Earnings per share</b>	<b>0.86</b>	<b>1.55</b>
Basic and diluted earnings per share (filis)		

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the three months ended 31 March 2018

	31 March 2018 (Reviewed)	31 March 2017 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Receipts from financing assets, net	20,157	8,431
Receipts from / (payments for) assets acquired for leasing, net	1,295	(352)
Income from short-term placements received	215	183
Returns paid to investment account holders	(2,641)	(2,379)
(Withdrawals) / receipts from investment account holders, net	(28,672)	7,410
Payment for expenses	(2,332)	(2,533)
Other receipts	698	933
Payment for charity	(1)	(1)
Withdrawals from customers' current accounts, net	(561)	(417)
Placement from financial institutions, net	(24,689)	(20,284)
Placement from non-financial institutions and individuals, net	15,174	(51)
Net (withdrawal from) / receipt in CBB reserve account	(1,810)	685
Finance expenses on placements paid	(1,600)	(993)
Income from sukuk received	2,449	1,616
<b>Net cash used in operating activities</b>	<b>(22,318)</b>	<b>(7,752)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(11,279)	(16,942)
Proceed from redemption/sale of sukuk	13,561	2,098
Dividend/ income from equity securities	23	22
Purchase of property and equipment	(193)	(97)
<b>Net cash generated from / (used in) investing activities</b>	<b>2,112</b>	<b>(14,919)</b>
<b>FINANCING ACTIVITIES</b>		
Finance expense paid on medium-term borrowing	(455)	-
<b>Net cash used in financing activities</b>	<b>(455)</b>	<b>-</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(20,661)</b>	<b>(22,671)</b>
Cash and cash equivalents at beginning of the period	92,296	114,865
<b>Cash and cash equivalents at the end of the period</b>	<b>71,635</b>	<b>92,194</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances (excluding CBB reserve)	26,591	24,943
Placement with financial institutions	45,044	67,251
	<b>71,635</b>	<b>92,194</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the three months ended 31 March 2018

31 March 2018 (Reviewed)	Equity attributable to shareholders of the parent							Non-controlling interests	Total equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	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)
<b>Balance at 1 January 2018 (restated)</b>	<b>105,000</b>	<b>8,159</b>	<b>(10,212)</b>	<b>(70)</b>	<b>-</b>	<b>(907)</b>	<b>101,970</b>	<b>2,645</b>	<b>104,615</b>
Profit for the period	-	-	-	-	-	820	820	(20)	800
<b>Total recognised income and expenses for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>820</b>	<b>820</b>	<b>(20)</b>	<b>800</b>
Loss of control	-	-	-	-	-	(24)	(24)	(268)	(292)
Transfer to Zakah fund	-	-	-	-	-	(441)	(441)	-	(441)
<b>Balance at 31 March 2018</b>	<b>105,000</b>	<b>8,159</b>	<b>(10,212)</b>	<b>(70)</b>	<b>-</b>	<b>(552)</b>	<b>102,325</b>	<b>2,357</b>	<b>104,682</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the three months ended 31 March 2017

31 March 2017 (Reviewed)	Equity attributable to shareholders of the parent							Non-controlling interest	Total equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	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 period	-	-	-	-	-	1,498	1,498	(51)	1,447
Total recognised income and expense for the period	-	-	-	-	-	1,498	1,498	(51)	1,447
Transfer to Zakah fund	-	-	-	-	-	(361)	(361)	-	(361)
<b>Balance at 31 March 2017</b>	<b>105,000</b>	<b>7,962</b>	<b>(8,832)</b>	<b>(182)</b>	<b>-</b>	<b>9,888</b>	<b>113,836</b>	<b>3,745</b>	<b>117,581</b>

Jassim Mohamed Alseddiq  
Chairman

Abdulkarim Ahmed Bucheery  
Vice-Chairman

Sattam Sulaiman Al Gosaibi  
Chief Executive Officer

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This information has been extracted from the condensed consolidated financial statements for the three months ended 31 March 2018 which were approved by the Board of Directors on 9 May 2018 and Reviewed by KPMG Fakhro.