

# FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2017

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2017

	30 June 2017 (Reviewed)	31 December 2016 (Audited)
<b>ASSETS</b>		
Cash and bank balances	58,510	56,006
Placements with financial institutions	63,316	78,714
Financing assets	363,327	355,377
Investment in sukuk	93,080	74,154
Assets acquired for leasing	100,047	92,839
Lease rentals receivables	4,009	2,573
Investment in equity securities	55,499	55,121
Investment property	21,751	21,508
Development property	6,003	6,003
Other assets	15,396	14,496
Property and equipment	8,198	8,208
<b>Total assets</b>	<b>789,136</b>	<b>764,999</b>
<b>LIABILITIES</b>		
Placement from financial institutions	97,199	59,079
Placement from non-financial institutions and individuals	95,480	100,649
Customers' current accounts	86,552	75,814
Other liabilities	7,596	8,311
<b>Total Liabilities</b>	<b>286,827</b>	<b>243,853</b>
<b>Equity of investment account holders</b>	<b>383,160</b>	<b>404,651</b>
<b>OWNERS' EQUITY</b>		
Share capital	105,000	105,000
Statutory reserve	7,962	7,962
Treasury shares	(8,832)	(8,832)
Employee share incentive scheme	(111)	(182)
Investment fair value reserve	(23)	-
Retained earnings	11,448	8,751
<b>Total equity attributable to shareholders of the parent</b>	<b>115,444</b>	<b>112,699</b>
Non-controlling interest	3,705	3,796
<b>Total liabilities, equity of investment account holders and owners' equity</b>	<b>789,136</b>	<b>764,999</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT For the six months ended 30 June 2017

	Six Months ended 30 June 2017 (Reviewed)	Six Months ended 30 June 2016 (Reviewed)	Three Months ended 30 June 2017 (Reviewed)	Three Months ended 30 June 2016 (Reviewed)
Income from financing assets and assets acquired for leasing	13,475	12,715	6,870	6,621
Income from placements with financial institutions	360	341	177	167
Income from sukuk	2,225	1,351	1,267	499
Income from equity securities	335	319	327	147
Other income	1,723	1,905	890	949
<b>Total income before return to investment account holders</b>	<b>18,118</b>	<b>16,631</b>	<b>9,531</b>	<b>8,383</b>
Less: return to investment account holders before Bank's Share as Mudarib	(8,302)	(8,188)	(4,148)	(4,352)
Bank's Share as a Mudarib	4,464	4,748	2,248	2,598
<b>Return to investment account holders</b>	<b>(3,838)</b>	<b>(3,440)</b>	<b>(1,900)</b>	<b>(1,754)</b>
Expense on placements from financial institutions, non-financial institutions and individuals	(2,052)	(1,195)	(1,059)	(647)
<b>Total income</b>	<b>12,228</b>	<b>11,996</b>	<b>6,572</b>	<b>5,982</b>
Staff cost	3,800	3,556	2,208	1,986
Other expenses	2,808	2,675	1,418	1,497
<b>Total expenses</b>	<b>6,608</b>	<b>6,231</b>	<b>3,626</b>	<b>3,483</b>
Profit for the period before impairment allowances	5,620	5,765	2,946	2,499
Impairment allowances	(2,653)	(1,592)	(1,426)	(1,161)
<b>PROFIT FOR THE PERIOD</b>	<b>2,967</b>	<b>4,173</b>	<b>1,520</b>	<b>1,338</b>
<b>Attributable to:</b>				
Shareholders of the parent	3,058	4,217	1,560	1,371
Non-controlling interest	(91)	(44)	(40)	(33)
	<b>2,967</b>	<b>4,173</b>	<b>1,520</b>	<b>1,338</b>
<b>Earnings per share</b>				
Basic and diluted earnings per share (fils)	3.165	4.301	1.615	1.384

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the six months ended 30 June 2017

	Six Months ended 30 June 2017 (Reviewed)	Six Months ended 30 June 2016 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Receipts / (payment for) financing assets, net	2,492	(20,874)
Payments for assets acquired for leasing, net	(8,798)	(21,401)
Income from short-term placements received	360	341
Returns paid to investment account holders	(4,624)	(4,192)
Payments from investment account holders, net	(21,492)	(8,732)
Payments for expenses	(6,510)	(5,408)
Other receipts	1,703	1,905
Contributions paid to charitable organisations	(363)	(35)
Net receipts in / (payments to) customers' current accounts	10,739	(10,710)
Placement from financial institutions, net	38,120	14,963
Placement from non-financial institutions and individuals, net	(5,169)	11,187
Net withdrawal from / (payment to) CBB reserve account	940	(815)
Finance expense on placement paid	(2,052)	(1,195)
Income from sukuk received	1,844	(1,166)
<b>Net cash generated / (used in) from operating activities</b>	<b>7,190</b>	<b>(44,400)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(27,829)	(9,701)
Purchase of equity securities	-	(84)
Proceed from redemption/sale of sukuk	8,712	17,643
Proceed from redemption of equity securities	140	12,383
Proceed from disposal of investment property	-	779
Income from equity securities received	25	347
Purchase of property and equipment	(192)	(9)
<b>Net cash (used in) / generated from investing activities</b>	<b>(19,144)</b>	<b>21,358</b>
<b>FINANCING ACTIVITIES</b>		
Payment for treasury shares	-	(659)
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(659)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(11,954)</b>	<b>(23,701)</b>
Cash and cash equivalents at the beginning of the period	114,865	66,369
<b>Cash and cash equivalents at the end of the period</b>	<b>102,911</b>	<b>42,668</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances (excluding CBB reserve)	39,695	7,795
Placement with financial institutions	63,316	34,873
	<b>102,911</b>	<b>42,668</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2017

30 June 2017 (Reviewed)	Equity attributable to shareholders of the parent							Total	Non-controlling interests	Total equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	Retained earnings	Total			
<b>Balance at 1 January 2017:</b>	105,000	7,962	(8,832)	(182)	-	8,751	112,699	3,796	116,495	
Profit for the period	-	-	-	-	-	3,058	3,058	(91)	2,967	
Changes in fair value of equity type sukuk	-	-	-	-	(23)	-	(23)	-	(23)	
<b>Total recognised income and expense for the period</b>	-	-	-	-	(23)	3,058	3,035	(91)	2,944	
Issue of shares under incentive scheme	-	-	-	71	-	-	71	-	71	
Transfer to Zakah fund	-	-	-	-	-	(361)	(361)	-	(361)	
<b>Balance at 30 June 2017</b>	<b>105,000</b>	<b>7,962</b>	<b>(8,832)</b>	<b>(111)</b>	<b>(23)</b>	<b>11,448</b>	<b>115,444</b>	<b>3,705</b>	<b>119,149</b>	

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2016

30 June 2016 (Reviewed)	Equity attributable to shareholders of the parent							Total	Non-controlling interests	Total equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	Retained earnings	Total			
Balance at 1 January 2016:	100,000	7,411	(8,136)	(284)	(86)	8,998	107,903	3,798	111,701	
Changes in fair value of investments in equity securities	-	-	-	-	322	-	322	-	322	
Disposal of equity securities	-	-	-	-	(236)	-	(236)	-	(236)	
Profit for the period	-	-	-	-	-	4,217	4,217	(44)	4,173	
<b>Total recognised income and expense for the period</b>	-	-	-	-	86	4,217	4,303	(44)	4,259	
Issue of Bonus shares	5,000	-	-	-	-	(5,000)	-	-	-	
Transfer to statutory reserve	-	20	-	-	-	(20)	-	-	-	
Net treasury shares purchased	-	-	(696)	-	-	-	(696)	-	(696)	
Issue of shares under incentive scheme	-	-	-	158	-	-	158	-	158	
Transfer to Zakah fund	-	-	-	-	-	(6)	(6)	-	(6)	
<b>Balance at 30 June 2016</b>	<b>105,000</b>	<b>7,431</b>	<b>(8,832)</b>	<b>(126)</b>	<b>-</b>	<b>8,189</b>	<b>111,662</b>	<b>3,754</b>	<b>115,416</b>	

Dr. Ahmed Khalil Al Mutawa  
Chairman

Tawfeeq Mohamed Bastaki  
Acting Chief Executive Officer

This information has been extracted from the condensed consolidated financial statements for the six months ended 30 June 2017 which were approved by the Board of Directors on 7 August 2017 and reviewed by KPMG Fakhro.

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