

Condensed Consolidated Interim Financial Information

for the period ended 30 September 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2017

Bahraini Dinars '000

	30 September 2017 (reviewed)	31 December 2016 (audited)
ASSETS		
Cash and cash equivalents	80,946	80,900
Treasury bills	2,757	16,256
Placements with banks	19,175	-
Investments at fair value through profit or loss	29,308	28,040
Investments at fair value through other comprehensive income	6,317	4,793
Investments at amortized cost	8,871	8,923
Fees receivable	788	1,164
Other assets	6,115	5,481
Furniture, equipment and intangibles	1,480	1,507
Total assets	155,757	147,064

LIABILITIES AND EQUITY

Liabilities

Short-term bank borrowings	49,497	39,255
Customer accounts	39,248	42,994
Payable to other unit holders in consolidated funds	2,653	2,830
Other liabilities	5,113	3,903
Total liabilities	96,511	88,982

Equity

Share capital	42,849	42,849
Shares under employee share incentive scheme	(1,599)	(1,599)
Statutory reserve	6,661	6,661
General reserve	3,217	3,217
Investments fair value reserve	116	(251)
Retained earnings	8,002	7,205
Total equity	59,246	58,082
Total liabilities and equity	155,757	147,064

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the nine months ended 30 September 2017

Bahraini Dinars '000

	Nine months ended 30 September 2017		Three months ended 30 September 2017	
	2017 (reviewed)	2016 (restated)	2017 (reviewed)	2016 (restated)
Net investment income	2,794	914	595	596
Net fee and commission income	2,185	1,899	830	637
Brokerage and other income	1,569	1,368	578	545
Other interest income	1,380	803	583	322
Total income	7,928	4,984	2,586	2,100
Staff and related expenses	2,949	2,786	994	837
Interest expense	591	196	301	94
Other operating expenses	1,364	1,259	482	415
Share of profit / (loss) of non-controlling unit holders in consolidated funds	127	(143)	(2)	(140)
Total expenses	5,031	4,098	1,775	1,206
Profit for the period	2,897	886	811	894
Basic and diluted earnings per share (fils)	7.02	2.15	1.97	2.17

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2017

Bahraini Dinars '000

	Nine months ended 30 September 2017		Three months ended 30 September 2017	
	2017 (reviewed)	2016 (restated)	2017 (reviewed)	2016 (restated)
Profit for the period	2,897	886	811	894
Other comprehensive income				
Items that are or may be reclassified to profit or loss in subsequent periods:				
Investments fair value reserve:				
- Net change in fair value of FVTOCI debt instruments	(17)	53	(8)	-
- Net amount transferred to profit or loss on sale	-	(167)	-	(44)
Items that will not be reclassified to profit or loss in subsequent periods:				
Investments fair value reserve:				
- Net change in fair value of FVTOCI equity instruments	451	(193)	55	(315)
Total other comprehensive income for the period	434	(307)	47	(359)
Total comprehensive income for the period	3,331	579	858	535

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2017

Bahraini Dinars '000

	30 September 2017 (reviewed)	30 September 2016 (restated)
Operating activities		
Net interest received	1,694	1,384
Net (increase) in placements with banks	(19,175)	-
Net sale / (purchase) of investments at fair value through profit or loss	(97)	(1,646)
Net sale / (purchase) of investments at fair value through other comprehensive income	(1,524)	4,703
Net sale / (purchase) of investments at amortized cost	35	(3,860)
Net (decrease) in customer accounts	(3,746)	(789)
Dividends received	519	507
Movement in brokerage accounts and other receivables	3,890	2,708
Movement in other liabilities	1,070	-
Payments for staff and related expenses	(2,809)	(2,737)
Payments for other operating expenses	(988)	(788)
Net cash used in operating activities	(21,131)	(518)

Investing activities

Net capital expenditure on furniture and equipment	(138)	(214)
Net cash used in investing activities	(138)	(214)

Financing activities

Net (repayment) / proceeds of short-term bank borrowings	10,242	21,055
Dividends paid	(2,142)	(2,142)
Distribution to other unit holders in consolidated fund	(284)	(52)
Net cash from financing activities	7,816	18,861

Net (decrease) / increase in cash and cash equivalents

Cash and cash equivalents at the beginning of the period	97,156	61,724
Cash and cash equivalents at the end of the period	83,703	79,853
Represented by:		
Cash and bank	25,312	14,027
Call deposits	1,196	2,181
Short-term placements with original maturities of 3 months or less	54,438	57,820
Treasury bills	2,757	5,825
Total	83,703	79,853

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 2017

Bahraini Dinars '000

	2017 (reviewed)							2016 Reviewed (restated)						
	Share capital	Shares under employee share incentive scheme	Statutory reserve	General reserve	Investments fair value reserve	Retained earnings	Total equity	Share capital	Shares under employee share incentive scheme	Statutory reserve	General reserve	Investments fair value reserve	Retained earnings	Total equity
Balance at 1 January 2017	42,849	(1,599)	6,661	3,217	(251)	7,205	58,082	42,849	(1,599)	6,427	3,217	(567)	8,112	58,439
Profit for the period	-	-	-	-	-	2,897	2,897	-	-	-	-	(4)	4	-
Other comprehensive income:														
Investments fair value reserve (Investments at fair value through other comprehensive income):														
- Net change in fair value of FVTOCI investments	-	-	-	-	434	-	434	-	-	-	-	-	-	-
- Net amount transferred to retained earnings on sale of FVTOCI equity securities	-	-	-	-	(67)	67	-	-	-	-	-	(167)	-	(167)
Total other comprehensive income	-	-	-	-	367	67	434	-	-	-	-	(140)	-	(140)
Total comprehensive income for the period	-	-	-	-	367	2,964	3,331	-	-	-	-	322	(322)	-
- Transfer to charitable donations	-	-	-	-	-	(25)	(25)	-	-	-	-	15	(322)	(307)
Transaction with owners recognized directly in equity:														
- Dividends declared for 2016	-	-	-	-	-	(2,142)	(2,142)	-	-	-	-	-	(2,142)	(2,142)
Balance at 30 September 2017	42,849	(1,599)	6,661	3,217	116	8,002	59,246	42,849	(1,599)	6,427	3,217	(556)	6,538	56,876

The Board of Directors approved the condensed consolidated interim financial information on 13 November 2017 and signed on its behalf by:

Abdulla Bin Khalifa Al Khalifa
Chairman

Hussain Al Hussaini
Vice Chairman

Najla M. Al Shirawi
Chief Executive Officer

The condensed consolidated interim financial information for the nine months ended 30 September 2017 were reviewed by KPMG.

Licensed as a conventional wholesale bank by the Central Bank of Bahrain

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