

FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2015

All amounts are in BD 000's

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2015

	30 June 2015 (Reviewed)	31 December 2014 (Audited/Restated)
ASSETS		
Cash and bank balances	50,793	37,360
Placements with financial institutions	52,835	76,006
Financing assets	304,509	295,755
Investment in sukuk	68,358	35,978
Investment in equity securities	68,377	60,945
Assets acquired for leasing	47,761	42,981
Lease rentals receivables	6,667	798
Investment in associates	2,604	2,604
Investment property	18,987	18,987
Development property	6,360	7,893
Other assets	10,709	8,824
Property and equipment	8,205	8,517
Total assets	646,165	596,648
LIABILITIES		
Placement from financial institutions	40,218	50,208
Placement from non-financial institutions and individuals	50,445	43,782
Customers' current accounts	56,151	47,718
Other liabilities	8,536	10,111
Total liabilities	155,350	151,819
Equity of investment account holders	381,459	338,934
OWNERS' EQUITY		
Share capital	100,000	115,416
Share premium	-	1,535
Statutory reserve	6,730	6,730
Treasury shares	(7,402)	(6,351)
Investment fair value reserve	126	-
Retained earnings/(accumulated losses)	6,823	(14,226)
Total equity attributable to shareholders of the parent	106,277	103,104
Non-controlling interest	3,079	2,791
Total liabilities, equity of investment account holders and owners' equity	646,165	596,648

CONDENSED CONSOLIDATED INCOME STATEMENT For the six months ended 30 June 2015

	Six Months ended 30 June 2015 (Reviewed)	Six Months ended 30 June 2014 (Reviewed/Restated)	Three Months ended 30 June 2015 (Reviewed)	Three Months ended 30 June 2014 (Reviewed/Restated)
Management fees	-	738	-	738
Income from placements with financial institutions	257	284	134	146
Income from financing assets and assets acquired for leasing	10,457	9,608	4,957	4,333
Income from sukuk	1,945	715	1,037	304
Income from equity securities	863	100	780	(35)
Fees and other income	1,881	1,516	1,568	1,026
Total income before return to investment account holders and finance expenses	15,403	12,961	8,476	6,512
Less: return to investment account holders	(3,718)	(4,819)	(1,697)	(2,228)
Less: finance expense on placements from financial institutions, non-financial institutions and individuals	(1,183)	(1,819)	(599)	(816)
Total net income	10,502	6,323	6,180	3,468
Staff cost	3,042	2,411	1,513	1,240
Depreciation	248	328	122	170
Other expenses	2,127	1,872	1,213	977
Total expenses	5,417	4,609	2,848	2,387
Profit for the period before impairment allowances	5,085	1,714	3,332	1,081
Impairment allowances	(680)	(125)	(598)	(20)
PROFIT FOR THE PERIOD	4,405	1,589	2,734	1,061
Attributable to:				
Shareholders of the parent	4,117	1,225	2,452	879
Non-controlling interest	288	364	282	182
	4,405	1,589	2,734	1,061
Earnings per share:				
Basic earnings per share (fls)	4.285	1.091	2.549	0.783
Diluted earnings per share (fls)	4.285	1.091	2.549	0.783

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the six months ended 30 June 2015

	Six Months ended 30 June 2015 (Reviewed)	Six Months ended 30 June 2014 (Reviewed/Restated)
OPERATING ACTIVITIES		
Receipts/(Disbursements) for financing assets, net	2,043	(14,874)
Payments for assets acquired for leasing, net	(10,649)	(3,594)
Management fees received	-	2,079
Income from short-term placements received	257	284
Returns paid to investment account holders	(4,648)	(5,538)
Receipts from investment account holders, net	42,525	11,997
Payments for expenses	(5,656)	(5,457)
Other receipts	1,342	2,719
Payment for charity	(55)	(33)
Net receipts in customers' current accounts	9,305	22,555
Placements from financial institutions, net	(9,991)	6,686
Placements from non-financial institutions and individuals, net	6,663	(24,174)
Net payment to CBB reserve account	(1,150)	(1,380)
Expense paid on placements	(1,183)	(1,820)
Net cash generated from/(used in) operating activities	28,802	(10,550)
INVESTING ACTIVITIES		
Purchase of sukuk	(52,912)	(12,131)
Purchase of equity securities	(8,012)	-
Proceed from redemption/sale of sukuk	20,685	1,134
Proceed from redemption/sale of equity securities	-	11,630
Income from sukuk	916	294
Dividend/income from equity securities	911	271
Disposal/(Purchase) of property and equipment	64	(227)
Net cash (used in)/ generated from investing activities	(38,348)	971
FINANCING ACTIVITIES		
Payment for treasury shares	(1,342)	-
Net cash used in financing activities	(1,342)	-
Net decrease in cash and cash equivalents	(10,888)	(9,579)
Cash and cash equivalents at the beginning of the period	96,491	106,508
Cash and cash equivalents at the end of the period	85,603	96,929
Cash and cash equivalents comprise:		
Cash and bank balances (excluding CBB reserve)	32,768	20,819
Placements with financial institutions	52,835	76,110
	85,603	96,929

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2015

30 June 2015 (Reviewed)	Equity attributable to shareholders of the parent							Non-controlling interests	Total equity
	Share capital	Share premium	Statutory reserve	Treasury shares	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2015:									
As reported	115,416	1,535	6,730	(6,351)	-	(14,273)	103,057	-	103,057
Impact of consolidation	-	-	-	-	-	47	47	2,791	2,838
As restated	115,416	1,535	6,730	(6,351)	-	(14,226)	103,104	2,791	105,895
Movement in fair value of investments	-	-	-	-	126	-	126	-	126
Profit for the period	-	-	-	-	-	4,117	4,117	288	4,405
Total recognised income and expense for the period	-	-	-	-	126	4,117	4,243	288	4,531
Capital reduction	(15,416)	(1,535)	-	-	-	16,951	-	-	-
Treasury shares acquired	-	-	-	(1,084)	-	-	(1,084)	-	(1,084)
Adjustment for shares forfeited	-	-	-	33	-	-	33	-	33
Transfer to Zakah fund	-	-	-	-	-	(19)	-	-	(19)
Balance at 30 June 2015	100,000	-	6,730	(7,402)	126	6,823	106,277	3,079	109,356

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the six months ended 30 June 2014

30 June 2014 (Reviewed/Restated)	Equity attributable to shareholders of the parent						Total	Non-controlling interests	Total equity
	Share capital	Share premium	Statutory reserve	Treasury shares	Investment fair value reserve	Accumulated Losses			
Balance at 1 January 2014:									
As reported	115,416	1,535	6,425	(6,351)	-	(17,014)	100,011	-	100,011
Impact of consolidation	-	-	-	-	-	-	-	2,061	2,061
As restated	115,416	1,535	6,425	(6,351)	-	(17,014)	100,011	2,061	102,072
Profit for the period	-	-	-	-	-	1,225	1,225	364	1,589
Total recognised income and expense for the period	-	-	-	-	-	1,225	1,225	364	1,589
Balance at 30 June 2014	115,416	1,535	6,425	(6,351)	-	(15,789)	101,236	2,425	103,661

Dr. Ahmed Khalil Al Mutawa
Chairman

Abdulrahman Mohammed Jamsheer
Vice-Chairman

Khalil Ismaeel Al-Meer
Chief Executive Officer

This information has been extracted from the condensed consolidated financial statements for the six months ended 30 June 2015 which were approved by the Board of Directors on 29 July 2015 and reviewed by KPMG Fakhro.

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