

FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2016

All amounts are in BD 000's

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As of 31 December 2016

	31 December 2016 (Audited)	31 December 2015 (Audited)
ASSETS		
Cash and bank balances	56,006	41,286
Placements with financial institutions	78,714	43,953
Financing assets	355,377	318,714
Investment in sukuk	74,154	63,533
Assets acquired for leasing	92,839	67,811
Lease rentals receivables	2,573	1,289
Investment in equity securities	55,121	67,801
Investment real estate	21,508	19,071
Development property	6,003	6,952
Other assets	14,496	15,280
Property and equipment	8,208	8,285
Total assets	764,999	653,975
LIABILITIES		
Placement from financial institutions	59,079	47,007
Placement from non-financial institutions and individuals	100,649	48,311
Customers' current accounts	75,814	65,848
Other liabilities	8,311	9,837
Total liabilities	243,853	171,003
Equity of investment account holders	404,651	371,271
OWNERS' EQUITY		
Share capital	105,000	100,000
Statutory reserve	7,962	7,411
Treasury shares	(8,832)	(8,136)
Employee share incentive scheme	(182)	(284)
Investment fair value reserve	-	(86)
Retained earnings	8,751	8,998
Total equity attributable to shareholders of the parent	112,699	107,903
Non-controlling interest	3,796	3,798
Total liabilities, equity of investment account holders and owners' equity	764,999	653,975

CONSOLIDATED INCOME STATEMENT For the year ended 31 December 2016

	31 December 2016 (Audited)	31 December 2015 (Audited)
Income from financing assets and assets acquired for leasing	26,198	21,447
Income from placements with financial institutions	643	566
Income from sukuk	3,002	3,682
Income from equity securities	652	878
Fees and Other income	5,422	4,405
Total income before return to investment account holders	35,917	30,978
Less: return to investment account holders before Bank's Share as Mudarib	(16,286)	(16,933)
Bank's Share as a Mudarib	9,130	9,551
Return to investment account holders	(7,156)	(7,382)
Finance expense on placements from financial institutions, non-financial institutions and individuals	(2,976)	(2,292)
Total income	25,785	21,304
Staff cost	5,988	5,726
Other operating expenses	5,568	5,085
Total expenses	11,556	10,811
Profit before impairment allowances	14,229	10,493
Net impairment charge	(8,921)	(2,472)
PROFIT FOR THE YEAR	5,308	8,021
Attributable to:		
Shareholders of the parent	5,310	7,014
Non-controlling interest	(2)	1,007
	5,308	8,021
Earnings per share		
Basic and diluted earnings per share (fil)	5.49	6.96

CONSOLIDATED STATEMENT OF CASH FLOWS For the year ended 31 December 2016

	31 December 2016 (Audited)	31 December 2015 (Audited)
OPERATING ACTIVITIES		
Disbursements of financing assets, net	(18,071)	(2,101)
Payments for assets acquired for leasing, net	(26,548)	(26,044)
Receipt of profit on short-term placements	643	566
Returns paid to investment account holders	(7,041)	(7,953)
Net Receipts from investment account holders	33,381	32,337
Payments of profit on placement	(2,976)	(2,292)
Payments for expenses	(12,364)	(11,234)
Other receipts	3,970	5,263
Payment for charity	(40)	(193)
Receipts in customers' current accounts	9,965	18,130
Placement from financial institutions, net	12,072	(3,202)
Placement from non-financial institutions and individuals, net	52,338	4,529
Net payment to CBB reserve account	(985)	(1,995)
Net cash generated from operating activities	44,344	5,811
INVESTING ACTIVITIES		
Purchase of sukuk	(32,983)	(67,842)
Purchase of equity securities	(84)	(10,011)
Proceed from redemption/sale of sukuk	21,757	40,300
Proceed from redemption/sale of equity securities	10,236	233
Proceeds from disposal of development property	1,081	-
Proceeds from disposal of investment in real estate	1,800	-
Receipt of profit from sukuk	2,844	2,424
Receipt of dividends / income from equity securities	708	998
Purchase of property and equipment	(420)	(250)
Net cash generated from / (used in) investing activities	4,939	(34,148)
FINANCING ACTIVITIES		
Payment for treasury shares	(696)	(1,785)
Advances to purchase treasury shares	(91)	-
Net cash used in financing activities	(787)	(1,785)
Net increase / (decrease) in cash and cash equivalents	48,496	(30,122)
Cash and cash equivalents at 1 January	66,369	96,491
Cash and cash equivalents at 31 December	114,865	66,369
Cash and cash equivalents comprise:		
Cash and bank balances (excluding CBB reserve)	36,151	22,416
Placement with financial institutions	78,714	43,953
	114,865	66,369

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2016

31 December 2016 (Audited)	Equity attributable to shareholders of the parent								Non-controlling interests	Total equity
	Share capital	Share premium	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
Movement in fair value of investments	-	-	-	-	-	322	-	322	-	322
Disposal of equity securities	-	-	-	-	-	(236)	-	(236)	-	(236)
Profit for the year	-	-	-	-	-	5,310	5,310	(2)	(2)	5,308
Total recognised income and expense for the year	-	-	-	-	-	86	5,310	5,396	(2)	5,394
Issue of bonus shares	5,000	-	-	-	-	(5,000)	-	-	-	-
Transfer to statutory reserve	-	-	551	-	-	(551)	-	-	-	-
Net treasury shares purchased	-	-	-	(696)	-	-	-	(696)	-	(696)
Issue of shares under incentive scheme	-	-	-	-	102	-	-	102	-	102
Transfer to Zakah fund	-	-	-	-	-	(6)	(6)	-	-	(6)
Balance at 31 December 2016	105,000	-	7,962	(8,832)	(182)	-	8,751	112,699	3,796	116,495

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the year ended 31 December 2015

31 December 2015 (Audited)	Equity attributable to shareholders of the parent								Non-controlling interests	Total equity
	Share capital	Share premium	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2015:	100,000	-	7,411	(8,136)	(284)	(86)	8,998	107,903	3,798	111,701
As previously reported	115,416	1,535	6,730	(6,351)	-	-	(14,273)	103,057	-	103,057
Impact of consolidation	-	-	-	-	-	-	47	47	2,791	2,838
Balance at 1 January 2015 (restated)	115,416	1,535	6,730	(6,351)	-	-	(14,226)	103,104	2,791	105,895
Movement in fair value of investments	-	-	-	-	-	(86)	-	(86)	-	(86)
Profit for the year	-	-	-	-	-	5,310	5,310	(2)	(2)	5,308
Total recognised income and expense for the year	-	-	-	-	-	86	5,310	5,396	(2)	5,394
Capital reduction	(15,416)	(1,535)	-	-	-	-	-	16,951	-	-
Transfer of statutory reserve	-	-	681	-	-	-	-	(681)	-	-
Net treasury shares purchased	-	-	-	(2,237)	-	-	-	(2,237)	-	(2,237)
Issue of shares under incentive scheme	-	-	-	-	135	-	-	(41)	94	94
Transfer for share incentive scheme	-	-	-	-	(419)	-	-	-	33	33
Adjustment for shares forfeited	-	-	-	-	33	-	-	(19)	(19)	(19)
Transfer to Zakah fund	-	-	-	-	-	(6)	(6)	-	-	(6)
Balance at 31 December 2015	100,000	-	7,411	(8,136)	(284)	-	8,998	107,903	3,798	111,701

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 consolidated financial statements for the year ended 31 December 2016 which were approved by the Board of Directors on 8 February 2017 and audited by KPMG Fakhro who expressed unqualified opinion.

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