

FINANCIAL RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2016

All amounts are in BD 000's

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 March 2016

	31 March 2016 (Reviewed)	31 December 2015 (Audited)
ASSETS		
Cash and bank balances	30,010	41,286
Placements with financial institutions	50,382	43,953
Financing assets	332,651	318,714
Investment in sukuk	68,012	63,533
Assets acquired for leasing	75,486	67,811
Lease rentals receivables	2,000	1,289
Investment in equity securities	62,389	67,801
Investment in associates	2,605	2,605
Investment property	19,071	19,071
Development property	6,708	6,952
Other assets	14,847	12,675
Property and equipment	8,164	8,285
Total assets	672,325	653,975
LIABILITIES		
Placement from financial institutions	55,727	47,007
Placement from non-financial institutions and individuals	53,041	48,311
Customers' current accounts	69,742	65,848
Other liabilities	8,801	9,837
Total liabilities	187,311	171,003
Equity of investment account holders	370,852	371,271
OWNERS' EQUITY		
Share capital	105,000	100,000
Statutory reserve	7,431	7,411
Treasury shares	(8,832)	(8,136)
Employee share incentive scheme	(284)	(284)
Investment fair value reserve	236	(86)
Retained earnings	6,824	8,998
Total equity attributable to shareholders of the parent	110,375	107,903
Non-controlling interest	3,787	3,798
Total liabilities, equity of investment account holders and owners' equity	672,325	653,975

CONDENSED CONSOLIDATED INCOME STATEMENT For the three months ended 31 March 2016

	Three months ended 31 March 2016 (Reviewed)	Three months ended 31 March 2015 (Reviewed)
Income from placements with financial institutions	174	123
Income from financing assets and assets acquired for leasing	6,094	5,500
Income from sukuk	852	908
Income from equity securities	172	83
Other income	956	313
Total income before return to investment account holders	8,248	6,927
Less: Return to investment account holders before Bank's share as Mudarib	(3,836)	(4,057)
Bank's share as a Mudarib	2,150	2,036
Return to investment account holders	(1,686)	(2,021)
Expense on placements from financial institutions, non-financial institutions and individuals	(548)	(584)
Total net income	6,014	4,322
Staff cost	1,570	1,529
Depreciation	136	126
Other expenses	1,042	914
Total expenses	2,748	2,569
Profit for the period before impairment allowances	3,266	1,753
Impairment allowances	(431)	(82)
PROFIT FOR THE PERIOD	2,835	1,671
Attributable to:		
Shareholders of the parent	2,846	1,665
Non-controlling interest	(11)	6
	2,835	1,671
Earnings per share:		
Basic and diluted earnings per share (fls)	2.92	1.72

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the three months ended 31 March 2016

	Three months ended 31 March 2016 (Reviewed)	Three months ended 31 March 2015 (Reviewed)
OPERATING ACTIVITIES		
(Disbursements) / receipts for financing assets, net	(8,168)	16,665
Payments for assets acquired for leasing, net	(8,387)	(3,908)
Income from short-term placements received	174	123
Returns paid to investment account holders	(2,626)	(3,391)
(Payment) / receipts from investment account holders, net	(418)	26,220
Payments for expenses	(1,290)	(3,146)
Other receipts	956	258
Payment for charity	1	(16)
Net receipts in customers' current accounts	3,893	3,481
Placements from financial institutions, net	8,720	(1,012)
Placements from non-financial institutions and individuals, net	4,730	1,836
Net withdrawal / (payment) to CBB reserve account	115	(1,375)
Expense paid on placements	(548)	(584)
Net cash (used in) / generated from operating activities	(2,848)	35,151
INVESTING ACTIVITIES		
Purchase of sukuk	(9,701)	(49,129)
Purchase of equity securities	(84)	(7,169)
Proceed from redemption/sale of sukuk	5,025	6,297
Proceed from redemption/sale of equity securities	1,987	-
Income from sukuk	1,414	277
Dividend/income from equity securities	186	83
Purchase of property and equipment	(15)	(36)
Net cash used in investing activities	(1,188)	(49,677)
FINANCING ACTIVITIES		
Payment for treasury shares	(696)	(258)
Net cash used in financing activities	(696)	(258)
Net decrease in cash and cash equivalents	(4,732)	(14,784)
Cash and cash equivalents at the beginning of the period	66,369	96,489
Cash and cash equivalents at the end of the period	61,637	81,705
Cash and cash equivalents comprise:		
Cash and bank balances (excluding CBB reserve)	11,255	17,702
Placements with financial institutions	50,382	64,003
	61,637	81,705

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the three months ended 31 March 2016

31 March 2016 (Reviewed)	Equity attributable to shareholders of the parent								Non-controlling interest	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
Changes in fair value of investments	-	-	-	-	-	322	-	322	-	322
Profit for the period	-	-	-	-	-	-	2,846	2,846	(11)	2,835
Total recognised income and expense for the period	-	-	-	-	-	322	2,846	3,168	(11)	3,157
Issue of Bonus shares	5,000	-	-	-	-	-	(5,000)	-	-	-
Transfer to statutory reserve	-	-	20	-	-	-	(20)	-	-	-
Net treasury shares purchased	-	-	-	(696)	-	-	-	(696)	-	(696)
Balance at 31 March 2016	105,000	-	7,431	(8,832)	(284)	236	6,824	110,375	3,787	114,162

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the three months ended 31 March 2015

31 March 2015 (Reviewed)	Equity attributable to shareholders of the parent								Non-controlling interest	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
Changes in fair value of investments	-	-	-	-	(2)	-	(2)	-	-	(2)
Profit for the period	-	-	-	-	-	1,665	1,665	6	-	1,671
Total recognised income and expense for the period	-	-	-	-	(2)	1,665	1,663	6	-	1,669
Capital reduction	(15,416)	(1,535)	-	-	-	16,951	-	-	-	-
Adjustment for shares forfeited	-	-	-	33	-	-	-	33	-	33
Transfer to Zakah fund	-	-	-	-	-	(19)	(19)	-	-	(19)
Balance at 31 March 2015	100,000	-	6,730	(6,318)	(2)	4,371	104,781	2,797	-	107,578

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 three months ended 31 March 2016 which were approved by the Board of Directors on 4 May 2016 and reviewed by KPMG Fakhro.

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