

# FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2015

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 September 2015

	30 September 2015 (Reviewed)	31 December 2014 (Audited/Restated)
<b>ASSETS</b>		
Cash and bank balances	48,214	37,360
Placements with financial institutions	48,869	76,006
Financing assets	311,699	295,755
Investment in sukuk	72,385	35,978
Investment in equity securities	69,046	60,945
Assets acquired for leasing	56,128	42,981
Lease rentals receivables	10,080	798
Investment in associates	2,547	2,604
Investment property	18,987	18,987
Development property	5,946	7,893
Other assets	11,632	8,824
Property and equipment	8,043	8,517
<b>Total assets</b>	<b>663,576</b>	<b>596,648</b>
<b>LIABILITIES</b>		
Placement from financial institutions	36,173	50,208
Placement from non-financial institutions and individuals	51,103	43,782
Customers' current accounts	60,609	47,718
Other liabilities	13,539	10,111
<b>Total liabilities</b>	<b>161,424</b>	<b>151,819</b>
<b>Equity of investment account holders</b>	<b>391,026</b>	<b>338,934</b>
<b>OWNERS' EQUITY</b>		
Share capital	100,000	115,416
Share premium	-	1,535
Statutory reserve	6,730	6,730
Treasury shares	(6,742)	(6,351)
Employee share incentive scheme	(89)	-
Investment fair value reserve	(314)	-
Retained earnings/(accumulated losses)	8,702	(14,226)
<b>Total equity attributable to shareholders of the parent</b>	<b>108,287</b>	<b>103,104</b>
Non-controlling interest	2,839	2,791
<b>Total liabilities, equity of investment account holders and owners' equity</b>	<b>663,576</b>	<b>596,648</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT For the nine months ended 30 September 2015

	Nine Months ended 30 September 2015 (Reviewed)	Nine Months ended 30 September 2014 (Reviewed/Restated)	Three Months ended 30 September 2015 (Reviewed)	Three Months ended 30 September 2014 (Reviewed/Restated)
Management fees	-	738	-	-
Income from placements with financial institutions	411	419	154	135
Income from financing assets and assets acquired for leasing	16,004	14,830	5,547	5,222
Income from sukuk	2,876	931	931	216
Income from equity securities	690	100	(173)	-
Share of loss from associate	(57)	-	(57)	-
Fees and other income	2,466	2,153	585	637
<b>Total income before return to investment account holders and finance expenses</b>	<b>22,390</b>	<b>19,171</b>	<b>6,987</b>	<b>6,210</b>
Less: return to investment account holders	(5,577)	(6,877)	(1,859)	(2,058)
Less: finance expense on placements from financial institutions, non-financial institutions and individuals	(1,750)	(2,419)	(567)	(600)
<b>Total net income</b>	<b>15,063</b>	<b>9,875</b>	<b>4,561</b>	<b>3,552</b>
Staff cost	4,470	3,702	1,428	1,291
Depreciation	354	497	106	171
Other expenses	3,307	2,776	1,180	904
<b>Total expenses</b>	<b>8,131</b>	<b>6,975</b>	<b>2,714</b>	<b>2,366</b>
<b>Profit for the period before impairment allowances</b>	<b>6,932</b>	<b>2,901</b>	<b>1,847</b>	<b>1,187</b>
Impairment allowances	(847)	(108)	(167)	17
<b>PROFIT FOR THE PERIOD</b>	<b>6,085</b>	<b>2,793</b>	<b>1,680</b>	<b>1,204</b>
<b>Attributable to:</b>				
Shareholders of the parent	6,037	2,246	1,920	1,021
Non-controlling interest	48	547	(240)	183
	<b>6,085</b>	<b>2,793</b>	<b>1,680</b>	<b>1,204</b>
<b>Earnings per share:</b>				
Basic earnings per share (fls)	6.254	2.319	2.003	1.054
Diluted earnings per share (fls)	6.251	2.319	2.002	1.054

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months ended 30 September 2015

	Nine Months ended 30 September 2015 (Reviewed)	Nine Months ended 30 September 2014 (Reviewed/Restated)
<b>OPERATING ACTIVITIES</b>		
Receipts/(Disbursements) for financing assets, net	1,163	(4,657)
Payments for assets acquired for leasing, net	(22,549)	(7,041)
Management fees received	-	2,079
Income from short-term placements received	411	419
Returns paid to investment account holders	(6,422)	(7,484)
Receipts from investment account holders, net	52,092	40,804
Payments for expenses	(4,047)	(6,110)
Other receipts	2,102	1,551
Payment for charity	(71)	(56)
Net receipts in customers' current accounts	13,209	19,847
Placements from financial institutions, net	(14,036)	2,764
Placements from non-financial institutions and individuals, net	7,321	(38,414)
Net payment to CBB reserve account	(2,566)	(1,075)
Expense paid on placements	(1,750)	(2,419)
<b>Net cash generated from operating activities</b>	<b>24,857</b>	<b>208</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(65,952)	(32,630)
Purchase of equity securities	(10,085)	(4)
Proceed from redemption/sale of sukuk	29,713	26,014
Proceed from redemption/sale of equity securities	233	11,630
Proceed from redemption of investment in associates	-	104
Income from sukuk	2,127	897
Dividend or income/(loss) from equity securities	914	(52)
Disposal/(Purchase) of property and equipment	120	(412)
<b>Net cash (used in)/generated from investing activities</b>	<b>(42,930)</b>	<b>5,547</b>
<b>FINANCING ACTIVITIES</b>		
Payment for treasury shares	(771)	-
<b>Net cash used in financing activities</b>	<b>(771)</b>	<b>-</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(18,844)</b>	<b>5,755</b>
Cash and cash equivalents at the beginning of the period	96,489	106,508
<b>Cash and cash equivalents at the end of the period</b>	<b>77,645</b>	<b>112,263</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances (excluding CBB reserve)	28,776	27,908
Placements with financial institutions	48,869	84,355
	<b>77,645</b>	<b>112,263</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 30 September 2015

30 September 2015 (Reviewed)	Equity attributable to shareholders of the parent									
	Share capital	Share premium	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	Retained earnings	Total	Non-controlling interests	Total equity
Balance at 1 January 2015:										
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
<b>Balance at 1 January 2015: As restated</b>	<b>115,416</b>	<b>1,535</b>	<b>6,730</b>	<b>(6,351)</b>	<b>-</b>	<b>-</b>	<b>(14,226)</b>	<b>103,104</b>	<b>2,791</b>	<b>105,895</b>
Movement in fair value of investments	-	-	-	-	-	(314)	-	(314)	-	(314)
Profit for the period	-	-	-	-	-	-	6,037	6,037	48	6,085
<b>Total recognised income and expense for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(314)</b>	<b>6,037</b>	<b>5,723</b>	<b>48</b>	<b>5,771</b>
Capital reduction	(15,416)	(1,535)	-	-	-	-	16,951	-	-	-
Net treasury shares purchased	-	-	-	(424)	-	-	-	(424)	-	(424)
Adjustment for shares forfeited	-	-	-	33	-	-	-	33	-	33
Transfer to Zakah fund	-	-	-	-	-	-	(19)	(19)	-	(19)
Adjustment for issue of shares under the incentive scheme	-	-	-	-	(89)	-	(41)	(130)	-	(130)
<b>Balance at 30 September 2015</b>	<b>100,000</b>	<b>-</b>	<b>6,730</b>	<b>(6,742)</b>	<b>(89)</b>	<b>(314)</b>	<b>8,702</b>	<b>108,287</b>	<b>2,839</b>	<b>111,126</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 30 September 2014

30 September 2014 (Reviewed/Restated)	Equity attributable to shareholders of the parent									
	Share capital	Share premium	Statutory reserve	Treasury shares	Investment fair value reserve	Accumulated Losses	Total	Non-controlling interests	Total equity	
Balance at 1 January 2014:										
As previously reported	115,416	1,535	6,425	(6,351)	-	(17,014)	100,011	-	100,011	
Impact of consolidation	-	-	-	-	-	-	-	2,061	2,061	
<b>Balance at 1 January 2014: As restated</b>	<b>115,416</b>	<b>1,535</b>	<b>6,425</b>	<b>(6,351)</b>	<b>-</b>	<b>(17,014)</b>	<b>100,011</b>	<b>2,061</b>	<b>102,072</b>	
Profit for the period	-	-	-	-	-	2,246	2,246	547	2,793	
<b>Total recognised income and expense for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,246</b>	<b>2,246</b>	<b>547</b>	<b>2,793</b>	
Balance at 30 September 2014	115,416	1,535	6,425	(6,351)	-	(14,768)	102,257	2,608	104,865	

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 nine months ended 30 September 2015 which were approved by the Board of Directors on 4 November 2015 and reviewed by KPMG Fakhroo.

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