

Condensed Consolidated Interim Financial Information

for the period ended 30 June 2017

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2017

Bahraini Dinars '000

	30 June 2017 (reviewed)	31 December 2016 (audited)
ASSETS		
Cash and cash equivalents	77,411	80,900
Treasury bills	4,420	16,256
Placements with banks	9,390	-
Investments at fair value through profit or loss	24,774	28,040
Investments at fair value through other comprehensive income	5,647	4,793
Investments at amortized cost	8,875	8,923
Fees receivable	767	1,164
Other assets	8,617	5,481
Furniture, equipment and intangibles	1,510	1,507
Total assets	141,411	147,064

LIABILITIES AND EQUITY

Liabilities

Short-term bank borrowings	38,059	39,255
Customer accounts	39,173	42,994
Payable to other unit holders in consolidated funds	2,692	2,830
Other liabilities	3,099	3,903
Total liabilities	83,023	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	63	(251)
Retained earnings	7,197	7,205
Total equity	58,388	58,082
Total liabilities and equity	141,411	147,064

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2017 Bahraini Dinars '000

	Six months ended 30 June 2017 (reviewed)	2016 (reviewed) (restated)	Three months ended 30 June 2017 (reviewed)	2016 (reviewed) (restated)
Net investment income	2,199	318	981	386
Net fee and commission income	1,355	1,262	679	658
Brokerage and other income	991	823	408	304
Interest income	797	481	373	223
Total income	5,342	2,884	2,441	1,571
Staff and related expenses	1,955	1,949	979	992
Interest expense	290	102	135	59
Other operating expenses	882	844	464	432
Share of profit / (loss) of non-controlling unit holders in consolidated funds	129	(3)	94	126
Total expenses	3,256	2,892	1,672	1,609
Profit for the period	2,086	(8)	769	(38)
Basic and diluted earnings per share (fils)	5.06	(0.02)	1.9	(0.09)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2017 Bahraini Dinars '000

	Six months ended 30 June 2017 (reviewed)	2016 (reviewed) (restated)	Three months ended 30 June 2017 (reviewed)	2016 (reviewed) (restated)
Profit for the period	2,086	(8)	769	(38)
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	(9)	53	(9)	53
- Net amount transferred to Profit or loss on sale	-	(123)	-	(123)
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	396	122	289	714
Total other comprehensive income for the period	387	52	280	644
Total comprehensive income for the period	2,473	44	1,049	606

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2017 Bahraini Dinars '000

	30 June 2017 (reviewed)	30 June 2016 (reviewed) (restated)
Operating activities		
Net interest received	1,244	903
Net (increase) in placements with banks	(9,390)	-
Net sale / (purchase) of investments at fair value through profit or loss	4,303	(213)
Net sale / (purchase) of investments at fair value through other comprehensive income	(854)	(4,060)
Net sale / (purchase) of investments at amortized cost	35	(1,121)
Net (decrease) / increase in customer accounts	(3,821)	(701)
Dividends received	436	444
Movement in brokerage accounts and other receivables	(253)	1,100
Movement in other liabilities	(750)	-
Payments for staff and related expenses	(2,009)	(1,970)
Payments for other operating expenses	(635)	(172)
Net cash (used in) operating activities	(11,694)	(5,790)

Investing activities

Net capital expenditure on furniture and equipment	(98)	(132)
Net cash (used in) investing activities	(98)	(132)

Financing activities

Net (repayment) / proceeds of short-term bank borrowings	(1,196)	12,619
Dividends paid	(2,142)	(2,142)
Distribution to other unit holders in consolidated fund	(195)	(45)
Net cash (used in) from financing activities	(3,533)	10,432
Net (decrease) / increase in cash and cash equivalents	(15,325)	4,510
Cash and cash equivalents at the beginning of the period	97,156	61,724
Cash and cash equivalents at the end of the period	81,831	66,234

Represented by:

Cash and bank	24,275	10,853
Call deposits	1,008	298
Short-term placements with original maturities of 3 months or less	52,128	48,162
Treasury bills	4,420	6,921
Total	81,831	66,234

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 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	-	-	-	-	-	2,086	2,086	-	-	-	-	(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	-	-	-	-	387	-	387	-	-	-	-	-	-	-
- Net amount transferred to retained earnings on sale of FVTOCI equity securities	-	-	-	-	(73)	73	-	-	-	-	-	(123)	-	(123)
Total other comprehensive income	-	-	-	-	314	73	387	-	-	-	-	322	(322)	-
Total comprehensive income for the period	-	-	-	-	314	2,159	2,473	-	-	-	-	374	(322)	52
- Transfer to charitable donations	-	-	-	-	-	(25)	(25)	-	-	-	-	374	(330)	44
Transaction with owners recognized directly in equity:														
- Dividends declared for 2016	-	-	-	-	-	(2,142)	(2,142)	-	-	-	-	-	(2,142)	(2,142)
Balance at 30 June 2017	42,849	(1,599)	6,661	3,217	63	7,197	58,388	42,849	(1,599)	6,427	3,217	(197)	5,644	56,341

The Board of Directors approved the condensed consolidated interim financial information on 13 August 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 six months ended 30 June 2017 were reviewed by KPMG.

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

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