



Licensed by the Central Bank of Bahrain as an Microfinance Institution "Islamic Principles"
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

STATEMENT OF FINANCIAL POSITION
At 31 December 2019

	2019 BD	2018 BD
ASSETS		
Cash and balances with banks	474,684	192,957
Mudaraba	1,387,109	354,130
Wakala	-	1,885,000
Murabaha receivables	2,352,645	1,766,280
Equipment, furniture and fixtures	11,257	7,750
Other assets	86,726	60,200
TOTAL ASSETS	4,312,421	4,266,317
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Wakala financing	1,832,653	2,000,000
Deferred government grant	167,347	-
Accounts payable, accruals and other liabilities	125,047	113,105
	2,125,047	2,113,105
Owners' equity		
Share capital	2,000,000	5,000,000
Contributed surplus	141,762	-
Statutory reserve	4,561	-
Retained earnings (accumulated losses)	41,051	(2,846,788)
Total owners' equity	2,187,374	2,153,212
TOTAL LIABILITIES AND OWNERS' EQUITY	4,312,421	4,266,317

STATEMENT OF INCOME

For the year ended 31 December 2019

	2019 BD	2018 BD
INCOME		
Income from financing assets	785,053	508,542
Fee income	78,030	56,800
Other income	123,034	148,200
Total income	986,117	713,542
EXPENSES		
Staff cost	590,201	561,010
General and administrative expenses	133,462	106,286
Finance cost	87,825	-
Depreciation	3,764	6,276
Total expenses	815,252	673,572
NET PROFIT FOR THE YEAR BEFORE PROVISION FOR CREDIT LOSSES	170,865	39,970
(Provision for) / reversal of credit losses - net	(71,944)	1,608
NET PROFIT FOR THE YEAR	98,921	41,578

STATEMENT OF CASH FLOWS

For the year ended 31 December 2019

	2019 BD	2018 BD
OPERATING ACTIVITIES		
Net Profit for the year	98,921	41,578
Adjustment for:		
Depreciation	3,764	6,276
Provision for end-of-services benefits	6,449	14,017
Provision for / (reversal of) for credit losses - net	71,944	(1,608)
Finance cost	87,825	-
Government grant amortised during the year	(76,158)	-
Operating profit / (loss) before changes in operating assets and liabilities	192,745	60,263
Changes in operating assets and liabilities:		
Mudaraba	(735,611)	500,124
Murabaha receivables	(708,321)	(285,837)
Other assets	(26,526)	(17,247)
Accounts payable, accruals and other liabilities	(6,174)	(43,946)
Net cash (used in) from operating activities	(1,283,887)	213,357
INVESTING ACTIVITY		
Wakala placements with original maturities of above 90 days	1,585,000	(1,585,000)
Purchase of equipments, furniture and fixtures	(7,271)	(4,359)
Net cash (used in) investing activities	(1,577,729)	(1,589,359)
FINANCING ACTIVITY		
Wakala Financing	-	2,000,000
Net cash from financing activity	-	2,000,000
NET INCREASE IN CASH AND CASH EQUIVALENTS	293,842	623,998
Cash and cash equivalents at 1 January	847,087	223,089
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	1,140,929	847,087
CASH AND CASH EQUIVALENTS COMPRISES:		
Cash in hand	3,322	1,759
Balances with banks	472,403	191,198
Mudaraba with financial institution with original maturity of 90 days or less	665,204	354,130
Wakala with financial institution with original maturity of 90 days or less	-	300,000
	1,140,929	847,087

STATEMENT OF CHANGES IN OWNER'S EQUITY

For the year ended 31 December 2019

	Share capital BD	Contributed Surplus BD	Statutory Reserve BD	Accumulated losses BD	Total owners' equity BD
Balance at 1 January 2019	5,000,000	-	-	(2,846,788)	2,153,212
Transition adjustment on adoption of FAS 30	-	-	-	(64,759)	(64,759)
At 1 January 2019 - restated	5,000,000	-	-	(2,911,547)	2,088,453
Capital reduction	(3,000,000)	141,762	-	2,858,238	-
Net Profit for the year	-	-	-	98,921	98,921
Transfer to statutory reserve	-	-	4,561	(4,561)	-
Balance at 31 December 2019	2,000,000	141,762	4,561	41,051	2,187,374
Balance at 1 January 2018	5,000,000	-	-	(2,888,366)	2,111,634
Net profit for the year	-	-	-	41,578	41,578
Balance at 31 December 2018	5,000,000	-	-	(2,846,788)	2,153,212

The above Statements were extracted from the Financial Statements of Family Bank B.S.C.(c) for the year ended 31 December 2019, which were approved by the Board of Directors on 23 March 2020, and audited by Ernst & Young who expressed unqualified opinion.

H.E. Mr. Jameel Bin Mohammed Humaidan
Chairman

Dr. Khalid Abdulla Ateeq
CEO & Board Member