



Licensed by the Central Bank of Bahrain as an Microfinance Institution "Islamic Principles"
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

STATEMENT OF FINANCIAL POSITION
At 31 December 2020

	2020 BD	2019 BD
ASSETS		
Cash and balances with banks	410,244	474,684
Mudaraba	1,703,832	1,387,109
Murabaha receivables	2,781,800	2,352,645
Equipment, furniture and fixtures	104,926	11,257
Other assets	53,083	86,726
TOTAL ASSETS	5,053,885	4,312,421
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Wakala financing	2,830,612	1,832,653
Deferred government grant	169,388	167,347
Accounts payable, accruals and other liabilities	185,462	125,047
	3,185,462	2,125,047
Owners' equity		
Share capital	2,000,000	2,000,000
Contributed surplus	141,762	141,762
Statutory reserve	4,561	4,561
(accumulated losses) Retained earnings	(277,900)	41,051
Total owners' equity	1,868,423	2,187,374
TOTAL LIABILITIES AND OWNERS' EQUITY	5,053,885	4,312,421

STATEMENT OF INCOME

For the year ended 31 December 2020

	2020 BD	2019 BD
INCOME		
Income from financing assets	850,795	785,053
Fee Income	43,906	78,030
Other income	145,086	123,034
	1,039,787	986,117
EXPENSES		
Staff cost	653,589	590,201
General and administrative expenses	194,236	133,462
Finance cost	135,466	87,825
Depreciation	21,875	3,764
	1,005,166	815,252
NET PROFIT FOR THE YEAR BEFORE PROVISION FOR CREDIT LOSSES	34,621	170,865
Provision for credit losses - net	(119,713)	(71,944)
NET (LOSS) PROFIT FOR THE YEAR	(85,092)	98,921

STATEMENT OF CASH FLOWS
For the year ended 31 December 2020

	2020 BD	2019 BD
OPERATING ACTIVITIES		
Net (Loss) Profit for the year	(85,092)	98,921
Adjustment for:		
Depreciation	21,875	3,764
Provision for end-of-services benefits	8,426	6,449
Provision for credit losses - net	119,713	71,944
Finance cost	135,466	87,825
Government grant amortised during the year	(121,299)	(76,158)
Gain from sale of equipment, furniture and fixtures	(224)	-
Operating profit before changes in operating assets and liabilities	78,865	192,745
Changes in operating assets and liabilities:		
Mudaraba	224,656	(735,611)
Murabaha receivables	(781,331)	(708,321)
Other assets	33,643	(26,526)
Accounts payable, accruals and other liabilities	37,822	(6,174)
Net cash used in operating activities	(406,345)	(1,283,887)
INVESTING ACTIVITY		
Wakala placements with original maturities of 90 days or above	-	1,585,000
Purchase of equipments, furniture and fixtures	(116,681)	(7,271)
Proceed from sale of equipment, furniture and fixtures	1,361	-
Net cash (used in) from investing activities	(115,320)	1,577,729
FINANCING ACTIVITY		
Wakala Financing	1,000,000	-
Net cash from financing activity	1,000,000	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	478,335	293,842
Cash and cash equivalents at 1 January	1,140,929	847,087
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	1,619,264	1,140,929
	2020 BD	2019 BD
CASH AND CASH EQUIVALENTS COMPRISES:		
Cash in hand	1,372	3,322
Balances with banks	415,383	472,403
Mudaraba with financial institution with original maturity of 90 days or less	1,202,509	665,204
	1,619,264	1,140,929

STATEMENT OF CHANGES IN OWNER'S EQUITY
For the year ended 31 December 2020

	Share Capital BD	Contributed Surplus BD	Statutory Reserve BD	(Accumulated losses) Retained earning BD	Total owners' equity BD
Balance at 1 January 2020	2,000,000	141,762	4,561	41,051	2,187,374
Net loss for the year	-	-	-	(85,092)	(85,092)
Recognition of modification loss net of government grant	-	-	-	(233,859)	(233,859)
Balance at 31 December 2020	2,000,000	141,762	4,561	(277,900)	1,868,423
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

The above Statements were extracted from the Financial Statements of Family Microfinance House B.S.C.(c) for the year ended 31 December 2020, which were approved by the Board of Directors on 24 March 2021, and audited by Ernst & Young who expressed unqualified opinion.

H.E. Mr. Jameel Bin Mohammed Humaidan
Chairman

Dr. Khalid Abdulla Ateeq
CEO & Board Member