



بيت الأسرة للتمويل المتناهي الصغر  
Family Microfinance House (FMH)

Licensed by the Central Bank of Bahrain as an Microfinance Institution "Islamic Principles"  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023**

**STATEMENT OF FINANCIAL POSITION**

At 31 December 2023

	2023 BD	2022 BD
<b>ASSETS</b>		
Cash and balances with banks	223,736	493,317
Mudaraba investments	2,474,323	2,299,827
Murabaha receivables	2,289,308	2,276,098
Equipment, furniture and right-of-use assets	93,015	74,114
Other assets	258,178	144,811
<b>TOTAL ASSETS</b>	<b>5,338,560</b>	<b>5,288,167</b>
<b>LIABILITIES AND OWNERS' EQUITY</b>		
<b>Liabilities</b>		
Wakala financing	3,000,000	3,000,000
Accounts payable and other liabilities	235,062	207,947
	<b>3,235,062</b>	<b>3,207,947</b>
<b>Owners' equity</b>		
Share capital	2,000,000	2,000,000
Contributed surplus	141,762	141,762
Statutory reserve	4,561	4,561
Accumulated losses	(42,825)	(66,103)
	<b>2,103,498</b>	<b>2,080,220</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>5,338,560</b>	<b>5,288,167</b>

**STATEMENT OF INCOME**

For the year ended 31 December 2023

	2023 BD	2022 BD
<b>INCOME</b>		
Income from financing assets	956,228	976,755
Fee Income	72,201	67,349
Other income	40	150
<b>Total income</b>	<b>1,028,469</b>	<b>1,044,254</b>
<b>EXPENSES</b>		
Staff cost	702,870	654,796
General and administrative expenses	126,359	112,142
Wakala financing Expense	15,000	15,000
Depreciation and amortisation	83,582	72,629
<b>Total expenses</b>	<b>927,811</b>	<b>854,567</b>
<b>NET PROFIT FOR THE YEAR BEFORE ALLOWANCE FOR CREDIT LOSSES</b>	<b>100,658</b>	<b>189,687</b>
Allowance for credit losses - net	(77,380)	(64,336)
<b>Net Profit for the year</b>	<b>23,278</b>	<b>125,351</b>

**STATEMENT OF CASH FLOWS**

For the year ended 31 December 2023

	2023 BD	2022 BD
<b>OPERATING ACTIVITIES</b>		
Net Profit for the year	23,278	125,351
Adjustment for:		
Depreciation and amortisation	83,582	72,629
Amortisation of deferred cost on ijarah liability	2,344	1,070
Provision for end-of-service benefits	12,525	17,686
Allowance for credit losses	100,202	80,720
Wakala financing expense	15,000	15,000
Income from Mudaraba investments	135,161	72,408
Operating profit before changes in operating assets and liabilities	372,092	384,864
Changes in operating assets and liabilities:		
Murabaha receivables	(114,240)	64,659
Other assets	(113,367)	205,310
Accounts payable and other liabilities	(28,236)	7,117
cash from operations	116,249	661,950
Ijarah payment	(61,149)	(44,880)
Net cash flows from operating activities	55,100	617,070
<b>FINANCING ACTIVITIES</b>		
Wakala Financing	(15,000)	(40,835)
Mudaraba investments	(1,113,252)	(401,385)
Net cash used in financing activities	(1,128,252)	(442,220)
<b>INVESTING ACTIVITY</b>		
Purchase of equipments, furniture and fixtures	(852)	(3,475)
Net cash used in investing activities	(852)	(3,475)
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(1,074,004)</b>	<b>171,375</b>
Cash and cash equivalents at 1 January	1,786,646	1,615,271
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	<b>712,642</b>	<b>1,786,646</b>
<b>CASH AND CASH EQUIVALENTS COMPRISES:</b>		
Cash in hand	6,351	2,974
Balances with banks	218,908	493,814
Mudaraba investments with Islamic financial institutions with original maturity 90 days or less	487,383	1,289,858
	<b>712,642</b>	<b>1,786,646</b>

**STATEMENT OF CHANGES IN OWNERS' EQUITY**

For the year ended 31 December 2023

	Share capital BD	Contributed Surplus BD	Statutory Reserve BD	Accumulated losses BD	Total owners' equity BD
Balance at 1 January 2023	2,000,000	141,762	4,561	(66,103)	2,080,220
Net profit for the year	-	-	-	23,278	23,278
<b>Balance at 31 December 2023</b>	<b>2,000,000</b>	<b>141,762</b>	<b>4,561</b>	<b>(42,825)</b>	<b>2,103,498</b>
Balance at 1 January 2022	2,000,000	141,762	4,561	(191,454)	1,954,869
Net profit for the year	-	-	-	125,351	125,351
Balance at 31 December 2022	2,000,000	141,762	4,561	(66,103)	2,080,220

The above Statements were extracted from the Financial Statements of Family Microfinance House B.S.C.(c) for the year ended 31 December 2023, which were approved by the Board of Directors on 13th March 2024, and audited by Ernst & Young who expressed unqualified opinion.

H.E. Mr. Osama Bin Ahmed Khalaf Alasfoor      Dr. Mustafa Ali AISayed      Mr. Adel Ahmed Abdulmalek  
Chairman      Deputy Chairman      CEO