



The Benefit Company BSC (c)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 31 December 2018

Bahraini dinars

	2018	2017
Assets		
Furniture and equipment	1,285,673	1,163,712
System software	1,048,273	1,116,762
Capital work in progress	848,306	558,043
Other assets	139,168	104,861
Total non-current assets	3,321,420	2,943,378
Cash and bank balances	8,440,972	4,374,231
Balance with Central Bank of Bahrain	2,032,378	3,822,642
Balance with other central banks	1,851,319	854,806
Deposits with banks	1,964,161	4,248,362
Treasury Bills	4,788,738	4,852,066
Trade receivables	241,562	265,099
Prepaid expenses and other receivables	157,161	76,039
Total current assets	19,476,291	18,493,245
Total assets	22,797,711	21,436,623
Equity and liabilities		
Share capital	3,110,400	3,110,400
Statutory reserve	1,612,138	1,612,138
General reserve	794,214	365,150
Charity reserve	214,532	-
Retained earnings	15,090,899	14,688,660
Total equity	20,822,183	19,776,348
Liabilities		
Provision for employees' leaving indemnities	146,364	128,166
Total non-current liabilities	146,364	128,166
Trade payables and accrued expenses	1,536,604	1,076,287
Payable for acquisition of shares in Subsidiary	221,970	443,940
Deferred income	70,590	11,882
Total current liabilities	1,829,164	1,532,109
Total equity and liabilities	22,797,711	21,436,623

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME for the year ended 31 December 2018

Bahraini dinars

	2018	2017
REVENUE		
Switch	6,803,714	5,959,536
BCRB	993,227	1,023,895
BCTS	582,086	606,613
EFTS	758,435	680,253
Card services	722,388	929,273
Total operating revenue	9,859,850	9,199,570
Staff cost	2,982,684	2,264,573
Cost of provision of services	1,312,992	1,233,621
Depreciation and amortisation	856,924	796,895
Other operating expenses	1,555,175	800,494
Total operating costs	6,707,775	5,095,583
Operating profit	3,152,075	4,103,987
Interest income	259,247	251,030
Other income	14,421	-
Profit for the year	3,425,743	4,355,017
Other comprehensive income for the year		
Total comprehensive income for the year	3,425,743	4,355,017
Attributable to:		
- Equity holders of the parent company	3,425,743	4,290,643
- Non controlling interest	-	64,374
	3,425,743	4,355,017

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2018

Bahraini dinars

2018	Total equity attributable to shareholders of the Parent Company						Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Charity reserve	Retained earnings	Total		
At 31 December 2017	3,110,400	1,612,138	365,150	-	14,688,660	19,776,348	-	19,776,348
Impact of adoption of IFRS 9	-	-	-	-	(58,204)	(58,204)	-	(58,204)
Impact of adoption of IFRS 15	-	-	-	-	11,096	11,096	-	11,096
Adjusted balance at 1 January 2018	3,110,400	1,612,138	365,150	-	14,641,552	19,729,240	-	19,729,240
Profit and total comprehensive income for the year	-	-	-	-	3,425,743	3,425,743	-	3,425,743
Dividend declared in 2017	-	-	-	-	(2,332,800)	(2,332,800)	-	(2,332,800)
Transfer to charity reserve	-	-	-	214,532	(214,532)	-	-	-
Transfer to general reserve	-	-	429,064	-	(429,064)	-	-	-
At 31 December 2018	3,110,400	1,612,138	794,214	214,532	15,090,899	20,822,183	-	20,822,183
2017	Total equity attributable to shareholders of the Parent Company						Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Charity reserve	Retained earnings	Total		
At 1 January 2017	3,110,400	1,599,033	-	-	13,109,072	17,818,505	453,492	18,271,997
Profit and total comprehensive income for the year	-	-	-	-	4,290,643	4,290,643	64,374	4,355,017
Acquisition of subsidiary shares	-	-	-	-	-	-	(517,866)	(517,866)
Transfer to statutory reserve	-	13,105	-	-	(13,105)	-	-	-
Dividend declared for 2016	-	-	-	-	(2,332,800)	(2,332,800)	-	(2,332,800)
Transfer to general reserve	-	-	365,150	-	(365,150)	-	-	-
At 31 December 2017	3,110,400	1,612,138	365,150	-	14,688,660	19,776,348	-	19,776,348

CONSOLIDATED STATEMENT OF CASH FLOWS for the year ended 31 December 2018

Bahraini dinars

	2018	2017
Operating activities		
Cash received from switch operations	6,798,742	5,967,429
Cash received from BCRB operations	1,020,858	1,023,445
Cash received from card services	767,325	959,728
Cash received from BCTS operations	582,549	605,413
Cash Received from EFTS operations	752,155	683,646
Payment for bank guarantee	(5,651,726)	(104,861)
Payments for operating expenses	(110,000)	(3,906,179)
Payment for directors' remuneration	-	(120,000)
Net cash generated from operating activities	4,159,903	5,108,621
Investing activities		
Purchase of furniture and equipment	(176,222)	(558,694)
Purchase of software	(198,768)	(275,994)
Payments for capital work in progress	(732,769)	(523,243)
Movement on deposits with banks	2,544,969	-
Interest received on current account	8,678	167,471
Net cash generated from / (used in) investing activities	1,445,888	(1,190,461)
Financing activities		
Dividend paid	(2,332,800)	(2,332,800)
Net cash used in financing activities	(2,332,800)	(2,332,800)
Net increase in cash and cash equivalents	3,272,991	1,585,360
Cash and cash equivalents at beginning of year	9,051,678	7,466,319
Cash and cash equivalents at end of the year	12,324,669	9,051,679
Cash and bank balances	8,440,972	4,374,231
Balance with Central Bank of Bahrain	2,032,378	3,822,642
Balance with other central banks	1,851,319	854,806
12,324,669	9,051,679	

The consolidated financial statements were approved by the Board of Directors and audited by KPMG Fakhro who expressed an unqualified opinion on 13 February 2019.

Mohamed Ebrahim Al Bastaki
Chairman

Ahmed A.Rahim
Vice Chairman