

Consolidated Statement of Cash Flows

For the year ended 31 December 2017

	Note	2017 BD'000	2016 BD'000
OPERATING ACTIVITIES			
Profit for the year		10,141	8,420
Adjustments for non-cash items:			
Depreciation	10	1,570	1,519
Impairment provisions on financing assets, net	24.1	2,537	2,091
Impairment provisions on investments, net	24.2	3,660	7,641
Loss on sale of investment in associates		83	-
Impairment charge on investment in real estate	21	119	82
Loss on sale of investment in real estate	21	39	843
Gain on sale of investment securities		(3)	-
Share of results of associates, net	7	1,103	437
Operating profit before changes in operating assets and liabilities		19,249	21,033
Working capital adjustments:			
Mandatory reserve with Central Bank of Bahrain		(1,440)	300
Financing assets		(57,605)	(52,789)
Ijarah Muntahia Bittamleek		(18,808)	(26,697)
Other assets		739	1,822
Customers' current accounts		(800)	(4,653)
Other liabilities		(3,596)	(1,711)
Placements from financial institutions		(24,582)	10,358
Equity of investment accountholders		139,440	54,912
Net cash from operating activities		52,597	2,575
INVESTING ACTIVITIES			
Capitalized expenditure of investment in real estate		(28)	-
Disposal of investment in real estate		314	12,868
Disposal of investment in associates		1,348	-
Purchase of investment securities		(119,546)	(51,681)
Purchase of property and equipment		(1,193)	(760)
Proceeds from disposal of investment securities		3,538	30,073
Net cash used in investing activities		(115,567)	(9,500)
FINANCING ACTIVITIES			
Purchase of treasury shares		(301)	-
Borrowings from financial institutions		90,156	-
Dividends paid		(4,827)	(26)
Net cash from / (used in) financing activities		85,028	(26)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		22,058	(6,951)
Cash and cash equivalents at 1 January		90,736	97,687
CASH AND CASH EQUIVALENTS AT 31 DECEMBER		112,794	90,736
Cash and cash equivalents comprise of:			
Cash on hand	3	13,042	12,829
Balances with CBB, excluding mandatory reserve deposits	3	3,654	3,877
Balances with banks and other financial institutions excluding restricted balances	3	15,253	10,225
Placements with financial institutions with original maturities less than 90 days	4	80,845	63,805
		112,794	90,736

The attached notes 1 to 34 form an integral part of these consolidated financial statements.