



FINANCIAL STATEMENTS, Zain Bahrain B.S.C.

For the Year Ended 31 December, 2015

Statement of Financial Position As at 31 December, 2015	2015 BD '000	2014 BD '000
ASSETS		
Current assets		
Cash and bank balances	7,822	2,974
Accounts receivable and other assets	21,564	21,238
Inventories	2,505	2,128
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Total current assets	31,891	26,340
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Non-current assets		
Property, plant and equipment	72,720	69,806
Intangible assets	12,835	15,940
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Total non-current assets	85,555	85,746
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Total assets	117,446	112,086
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LIABILITIES AND EQUITY		
Liabilities		
Current liabilities		
Accounts payable and other liabilities	32,606	25,669
Current portion of term loans	7,786	6,961
Deferred revenue	4,168	4,529
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Total current liabilities	44,560	37,159
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Non-current liabilities		
Non-current portion of term loans	9,661	14,971
Provision for employees' end of service benefits	285	323
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Total non-current liabilities	9,946	15,294
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Total liabilities	54,506	52,453
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EQUITY		
Share capital	36,800	36,800
Share premium	3,032	3,032
Statutory reserve	10,382	9,867
Retained earnings	12,726	9,934
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Total equity	62,940	59,633
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Total liabilities and equity	117,446	112,086
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Statement of Comprehensive Income For the year ended 31 December, 2015	2015 BD '000	2014 BD '000
Revenue	71,112	71,804
Cost of revenue	(11,226)	(14,306)
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Gross profit	59,886	57,498
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Operating and administrative expenses	(29,832)	(28,725)
Depreciation and amortisation	(22,478)	(21,799)
Provision for doubtful debts	(1,476)	(1,491)
Provision for inventories	(324)	(233)
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Operating profit	5,776	5,250
Interest income	35	29
Other income – net	-	127
Other expenses	-	(543)
Gain on currency revaluation	57	64
Finance costs	(721)	(785)
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Profit for the year	5,147	4,142
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Total comprehensive income for the year	5,147	4,142
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Basic and diluted earnings per share	14 fils	13 fils
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Statement of Cash Flows For the year ended 31 December, 2015	2015 BD '000	2014 BD '000
Cash flows from operating activities		
Profit for the year	5,147	4,142
Adjustments for:		
Depreciation and amortisation	22,478	21,799
Provision for doubtful debts and slow moving inventories	1,800	1,724
Finance costs	721	785
Interest income	(35)	(29)
Provision for employees' end of service benefits	105	61
(Gain) / loss on property, plant and equipment written off	-	(40)
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Operating profit before working capital changes	30,216	28,442
Increase in accounts receivable and other assets	(1,802)	(2,085)
(Increase) / decrease in inventories	(701)	610
Increase / (decrease) in accounts payable and other liabilities	4,885	(3,184)
Decrease in deferred revenue	(361)	(240)
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Cash generated from operating activities	32,237	23,543
Payment of employees' end of service benefits	(143)	(68)
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Net cash from operating activities	32,094	23,475
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Cash flow from investing activities		
Purchase of property, plant and equipment	(10,440)	(16,919)
Increase in intangible assets	(9,852)	(10,056)
Proceeds from sale of property, plant and equipment	-	3
Interest received	35	29
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Net cash used in investing activities	(20,257)	(26,943)
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Cash flows from financing activities		
Net proceeds from issue of shares	-	7,732
Term loans	(4,485)	1,932
Interest paid	(701)	(702)
Dividends paid	(1,803)	(5,676)
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Net cash (used in) / from financing activities	(6,989)	3,286
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Net increase / (decrease) in cash and cash equivalents	4,848	(182)
Cash and cash equivalents at beginning of the year	2,974	3,156
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Cash and cash equivalents at end of the year	7,822	2,974
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Statement of Changes in Equity For the year ended 31 December, 2015	Share Capital BD '000	Share Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000	Total BD '000
Balance at 1 January, 2014	32,000	100	9,453	11,486	53,039
Dividends declared	-	-	-	(5,280)	(5,280)
Shares issued during the year	4,800	4,320	-	-	9,120
Share issue costs	-	(1,388)	-	-	(1,388)
Total comprehensive income for the year	-	-	-	4,142	4,142
Transfer to statutory reserve	-	-	414	(414)	-
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Balance at 31 December, 2014	36,800	3,032	9,867	9,934	59,633
Dividends declared	-	-	-	(1,840)	(1,840)
Total comprehensive income for the year	-	-	-	5,147	5,147
Transfer to statutory reserve	-	-	515	(515)	-
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Balance at 31 December, 2015	36,800	3,032	10,382	12,726	62,940
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The above Statement of Financial Position, Statement of Income, Statement of Cash Flows and Statement of Changes in Owners' Equity have been extracted from the Financial Statements of Zain Bahrain B.S.C. for the year ended 31 December, 2015, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Deloitte & Touche, Kingdom of Bahrain on 9 February, 2016.

Shaikh Ahmed Bin Ali Al Khalifa - Chairman

Mr Asaad Ahmed Al Banwan - Vice Chairman

Deloitte & Touche - Financial Auditors