

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	Statement of Cash Flows For the year ended 31 December, 2015				2015 BD '000	2014 BD '000
ASSETS			Cash flows from operating activ	/ities				
Current assets			Profit for the year	71005		5	5,147	4,142
Cash and bank balances	7,822	2,974	Adjustments for:					
Accounts receivable and other assets	21,564	21,238	Depreciation and amortisation				22,478	21,799
Inventories	2,505	2,128	Provision for doubtful debts and slow mo	ving invent	ories		,800	1,724
Total current assets	31,891	26,340	Finance costs Interest income				'21 35)	785 (29)
			Provision for employees' end of service be	enefits			05	61
Non-current assets			(Gain) / loss on property, plant and equipr		n off	_		(40)
Property, plant and equipment	72,720	69,806						
Intangible assets	12,835	15,940	Operating profit before working capital cl				30,216	28,442
Total non-current assets	85,555	 85,746	Increase in accounts receivable and other	assets			1,802)	(2,085)
			(Increase) / decrease in inventories Increase / (decrease) in accounts payable	and other l	iabilitios		701) I,885	610 (3,184)
Total assets	117,446	112,086	Decrease in deferred revenue	and other i	labilities		361)	(240)
	=====	=====	Desired in deferred revenue					
LIABILITIES AND EQUITY			Cash generated from operating activities			3	32,237	23,543
Liabilities			Payment of employees' end of service be	nefits		('	143)	(68)
Current liabilities								
Accounts payable and other liabilities	32,606	25,669	Net cash from operating activities				32,094	23,475
Current portion of term loans	7,786	6,961	Cash flow from investing activit	ies				
Deferred revenue	4,168	4,529	Purchase of property, plant and equipmer			(10,440)	(16,919)
Total current liabilities	44,560	37,159	Increase in intangible assets				9,852)	(10,056)
Total current habilities	44,360	37,139	Proceeds from sale of property, plant and	equipmen	t	-		3
Non-current liabilities			Interest received			3	35	29
Non-current portion of term loans	9,661	14,971	Nist and and in the section of set in				20.257	(24.042)
Provision for employees' end of service benefits	285	323	Net cash used in investing activities				20,257)	(26,943)
Takal managaman Bak Bak	0.04/	15.204	Cash flows from financing activi	ities				
Total non-current liabilities	9,946	15,294 	Net proceeds from issue of shares			-		7,732
Total liabilities	54,506	52,453	Term loans			(4	4,485)	1,932
	,	,	Interest paid				701)	(702)
EQUITY			Dividends paid			('	1,803)	(5,676)
Share capital	36,800	36,800	Net cook (cood in) / from financina costiciti				4 000\	2 204
Share premium	3,032	3,032	Net cash (used in) / from financing activiti	es		(0	6,989)	3,286
Statutory reserve Retained earnings	10,382 12,726	9,867 9,934	Net increase / (decrease) in cas	h and				
Netanica carrings			cash equivalents			4	l,848	(182)
Total equity	62,940	59,633	Cash and cash equivalents at beginning o	f the year		2	2,974	3,156
Tatal liabilities and assuits:	447.44/	440.007	Cook and cook aguivalante at an	مما ملا علمه				2.074
Total liabilities and equity	117,446 =====	112,086 =====	Cash and cash equivalents at end of the year				7,822 	2,974 ======
Statement of Comprehensive Income	2015	2014		Share	Share		y Retained	
Statement of Comprehensive Income For the year ended 31 December, 2015	2015 BD '000	2014 BD '000	Statement of Changes in Equity	Capital	Premium	Reserve	Earnings	
For the year ended 31 December, 2015	BD '000	BD '000	Statement of Changes in Equity For the year ended 31 December, 2015	Capital				Total BD '000
For the year ended 31 December, 2015 Revenue	BD '000 71,112	BD '000 71,804	For the year ended 31 December, 2015	Capital BD '000	Premium	Reserve BD '000	Earnings BD '000	BD '000
For the year ended 31 December, 2015	71,112 (11,226)	71,804 (14,306)	For the year ended 31 December, 2015 Balance at 1 January, 2014	Capital	Premium BD '000	Reserve	Earnings BD '000 11,486	BD '000 53,039
Revenue Cost of revenue	71,112 (11,226)	71,804 (14,306)	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared	Capital BD '000	Premium BD '000	Reserve BD '000	Earnings BD '000	BD '000
For the year ended 31 December, 2015 Revenue	71,112 (11,226)	71,804 (14,306)	For the year ended 31 December, 2015 Balance at 1 January, 2014	Capital BD '000	Premium BD '000	Reserve BD '000	Earnings BD '000 11,486	BD '000 53,039
Revenue Cost of revenue Gross profit Operating and administrative expenses	71,112 (11,226) 	71,804 (14,306) 57,498 (28,725)	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared	Capital BD '000 32,000	Premium BD '000 100	Reserve BD '000	Earnings BD '000 11,486	53,039 (5,280)
For the year ended 31 December, 2015 Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation	71,112 (11,226) 59,886 (29,832) (22,478)	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs	Capital BD '000 32,000 - 4,800	Premium BD '000 100 - 4,320	Reserve BD '000 9,453	Earnings BD '000 11,486 (5,280) -	53,039 (5,280) 9,120 (1,388)
For the year ended 31 December, 2015 Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts	71,112 (11,226) 59,886 (29,832) (22,478) (1,476)	71,804 (14,306) 57,498 (28,725) (21,799) (1,491)	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year	Capital BD '000 32,000 - 4,800	Premium BD '000 100 - 4,320	Reserve BD '000 9,453 - - -	Earnings BD '000 11,486 (5,280) - - 4,142	53,039 (5,280) 9,120
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Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts Provision for inventories Operating profit Interest income	71,112 (11,226) 59,886 (29,832) (22,478) (1,476) (324)	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year Transfer to statutory reserve	Capital BD '000 32,000 - 4,800	Premium BD '000 100 - 4,320 (1,388) - -	Reserve BD '000 9,453 - - - - 414	Earnings BD '000 11,486 (5,280) - - 4,142 (414)	53,039 (5,280) 9,120 (1,388) 4,142
Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts Provision for inventories Operating profit Interest income Other income – net	71,112 (11,226) 59,886 (29,832) (22,478) (1,476) (324) 5,776	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year Transfer to statutory reserve Balance at 31 December, 2014	Capital BD '000 32,000 - 4,800	Premium BD '000 100 - 4,320	Reserve BD '000 9,453 - - - - 414	Earnings BD '000 11,486 (5,280) - - 4,142 (414) 9,934	53,039 (5,280) 9,120 (1,388) 4,142 -
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Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts Provision for inventories Operating profit Interest income Other income – net Other expenses Gain on currency revaluation	71,112 (11,226) 	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year Transfer to statutory reserve Balance at 31 December, 2014	Capital BD '000 32,000 - 4,800 36,800 - 1	Premium BD '000 100 - 4,320 (1,388) - -	Reserve BD '000 9,453 - - - - 414	Earnings BD '000 11,486 (5,280) - - 4,142 (414) 9,934	53,039 (5,280) 9,120 (1,388) 4,142 -
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Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts Provision for inventories Operating profit Interest income Other income – net Other expenses Gain on currency revaluation	71,112 (11,226) 	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year Transfer to statutory reserve Balance at 31 December, 2014 Dividends declared	Capital BD '000 32,000 - 4,800 36,800 - 1	Premium BD '000 100 - 4,320 (1,388) - -	Reserve BD '000 9,453 - - - 414 9,867 -	Earnings BD '000 11,486 (5,280) - 4,142 (414) 9,934 (1,840)	53,039 (5,280) 9,120 (1,388) 4,142 - 59,633 (1,840) 5,147
Revenue Cost of revenue Gross profit Operating and administrative expenses Depreciation and amortisation Provision for doubtful debts Provision for inventories Operating profit Interest income Other income – net Other expenses Gain on currency revaluation Finance costs	71,112 (11,226) 	71,804 (14,306) 	For the year ended 31 December, 2015 Balance at 1 January, 2014 Dividends declared Shares issued during the year Share issue costs Total comprehensive income for the year Transfer to statutory reserve Balance at 31 December, 2014 Dividends declared Total comprehensive income for the year	Capital BD '000 32,000 - 4,800 36,800 - 1	Premium BD '000 100 - 4,320 (1,388) - -	Reserve BD '000 9,453 - - - 414 9,867 -	Earnings BD '000 11,486 (5,280) - 4,142 (414) 9,934 (1,840) 5,147	53,039 (5,280) 9,120 (1,388) 4,142 - 59,633 (1,840)
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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