

FINANCIAL STATEMENTS, Zain Bahrain B.S.C.

for the Year Ended 31 December 2017

	2017 BD '000	2016 BD '000	Statement of Cash Flows for the year ended 31 December 2017			2017 BD '000		2016 BD '000
ASSETS			Cash flows from operating act	ivities				
Current assets Cash & banks	1,912	E 241	Profit for the year			4	1,306	4,254
Cash & banks Accounts receivable & other assets (net)	1,912 27,642	5,364 21,218	Adjustments for: Depreciation & amortization		4-	7 404	00.400	
Inventories	4,347	3,390	Provision for impairment of receivables		17	7,491 940	20,430 1,022	
			Provision for inventories	ceivables			206	230
Total current assets	33,901	29,972	Cost of funds				281	562
Non-current assets			Interest income				(40)	(71)
Property & equipment	65,481	74,656	Loss on disposal of property,	plant & equ	iipment		(24)	-
ntangible assets	6,825	13,451	Provision for employees' end				82	75
							 3,242	26,502
Total non-current assets	72,306 	88,107 	Working capital changes:			20	J, Z 7 Z	20,302
otal assets	106,207	118,079	Increase in inventories				,163)	(1,115)
	====	====	Increase in accounts receivab				,364)	(2,164)
ABILITIES & EQUITY			Increase in accounts payable		ilities		1,070	912
Current liabilities			Decrease in deferred revenue			(1	,675)	(626)
Accounts payable & other liabilities	34,324	39,222	Payments for employees' end of service benefits			(61)	(60)	
Current portion of term loans from banks	1,875	7,786	Net cash from operating activities				22 440	
Deferred revenue	1,867 	3,542	ivet cash from operating activit	ies			I,049 	23,449
Total current liabilities	38,066	50,550	Cash flows from investing acti				0.45)	(F. 700)
			Acquisition of property & equipment		· · · · · · · · · · · · · · · · · · ·	,365)	(5,739)	
Non-current liabilities		1.075	Increase in intangible assets Interest income received			(1	,235) 40	(10,009)
Non-current portion of term loans from banks Provision for employees' end of service benefits	- 321	1,875 300	interest income received				40	71
Tovision for employees end of service benefits	JZ I		Net cash used in investing activ	ities			,560)	(15,677)
Total non-current liabilities	321	2,175	The cash asea in investing activ	itics				
Total liebilities	20.207		Cash flows from financing acti	vities				
Total liabilities	38,387	52,725	Settlement of term loans from l	oanks		(7	,786)	(7,786)
Equity			Interest paid				(364)	(610)
Share capital	36,800	36,800	Dividends paid		(1	,791)	(1,834)	
Share premium	3,032	3,032						
Statutory reserve	11,238	10,807	Net cash used in financing activities			,941)	(10,230)	
Retained earnings	16,750	14,715					450)	(0.450)
Total equity	 67,820				(3,452) 5,364		(2,458) 7,822	
.c.a. cquity								
Total liabilities & equity	106 207	119 070	(ach & cach ocurvalents and	of voor		1	012	5 26/
Total liabilities & equity	106,207 ====	118,079 =====	Cash & cash equivalents, end	of year			,912 ====	5,364 =====
				of year				
Statement of Profit or Loss	====	====	Statement of		Share	==		
Statement of Profit or Loss & other Comprehensive Income	2017	2016	Statement of Changes in Equity	Share	Share Premium	== Statutory	Retained	====
Statement of Profit or Loss	====	====	Statement of Changes in Equity for the year ended		Premium	==	Retained Earnings	Total
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017	2017 BD '000 73,012	2016 BD '000 64,647	Statement of Changes in Equity	Share Capital		Statutory Reserve	Retained	Total
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue	2017 BD '000 73,012 (20,838)	2016 BD '000 64,647 (11,187)	Statement of Changes in Equity for the year ended 31 December 2017	Share Capital BD '000	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000	Total BD '000
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue	2017 BD '000 73,012 (20,838)	2016 BD '000 64,647 (11,187)	Statement of Changes in Equity for the year ended	Share Capital	Premium	Statutory Reserve	Retained Earnings	Total
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Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit	2017 BD '000 73,012 (20,838)	2016 BD '000 64,647 (11,187) 53,460	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016	Share Capital BD '000	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000	Total BD '000
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit Operating & administrative expenses	2017 BD '000 73,012 (20,838) 52,174	2016 BD '000 64,647 (11,187)	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016	Share Capital BD '000	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000	Total BD '000
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit Operating & administrative expenses Depreciation & amortization	2017 BD '000 73,012 (20,838) 52,174 (28,992)	2016 BD '000 64,647 (11,187) 53,460 (27,419)	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016 Dividends declared	Share Capital BD '000	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000	Total BD '000
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit Operating & administrative expenses Depreciation & amortization Provision for impairment of receivables	2017 BD '000 73,012 (20,838) 52,174 (28,992) (17,491)	2016 BD '000 64,647 (11,187) 53,460 (27,419) (20,430)	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016 Dividends declared Total comprehensive income	Share Capital BD '000	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000 12,726 (1,840) 4,254	Total BD '000 62,940 (1,840)
Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit Operating & administrative expenses Depreciation & amortization Provision for impairment of receivables Provision for inventories	2017 BD '000 73,012 (20,838) 52,174 (28,992) (17,491) (940) (206)	2016 BD '000 64,647 (11,187) 53,460 (27,419) (20,430) (1,022) (230)	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016 Dividends declared Total comprehensive income	Share Capital BD '000 36,800	Premium BD '000	Statutory Reserve BD '000	Retained Earnings BD '000 12,726 (1,840)	Total BD '000 62,940 (1,840)
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Statement of Profit or Loss & other Comprehensive Income for the year ended 31 December 2017 Revenue Cost of revenue Gross profit Operating & administrative expenses Depreciation & amortization Provision for impairment of receivables Provision for inventories Operating profit Other income – net (Loss) / gain on currency translation adjustment	2017 BD '000 73,012 (20,838) 52,174 (28,992) (17,491) (940) (206) 4,545 76 (74) 40 (281)	2016 BD '000 64,647 (11,187) 53,460 (27,419) (20,430) (1,022) (230) 4,359 378 8 71 (562)	Statement of Changes in Equity for the year ended 31 December 2017 Balance, 1 January, 2016 Dividends declared Total comprehensive income for the year Appropriation to statutory rese	Share Capital BD '000 36,800	3,032	Statutory Reserve BD '000 10,382	Retained Earnings BD '000 12,726 (1,840) 4,254 (425)	Total BD '000 62,940 (1,840) 4,254
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The above Statement of Financial Position, Statement of Profit or Loss & other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity have been extracted from the Financial Statements of Zain Bahrain B.S.C. for the year ended 31 December 2017, which were approved by the Board of Directors and on which an unqualified audit report was issued by Deloitte & Touche, Kingdom of Bahrain on 5 February 2018.

Shaikh Ahmed Bin Ali Al Khalifa - Chairman

Mr. Bader AlKharafi – Board Member

Deloitte & Touche - Financial Auditors