

FINANCIAL HIGHLIGHTS
for the three months ended 31 March 2019

Three months ended 31 March		2019	2018	Variation	
					%
Gross revenue	BD million	101.2	99.5	2%	
Expenses	BD million	79.3	79.3	(0%)	
Profit attributable to Batelco shareholders	BD million	14.6	13.1	11%	
Return on net worth – Annualised	%	12.2	10.8*	13%	
Weighted average number of shares outstanding during the period	Million	1,660	1,663	(0%)	
Basic earnings per share for the period	Fils	8.8	7.9	11%	

*Based on actual profit for the year ended 31 December 2018.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 March 2019

	BD'000	
	31 March 2019 (reviewed)	31 December 2018 (audited)
ASSETS		
Non-current assets		
Property and equipment	259,500	257,310
Right-of-use assets	41,754	-
Goodwill	136,064	135,367
Other intangible assets	116,130	118,594
Investment in associate	26,627	27,860
Deferred tax assets	10,036	9,639
Post-employment benefit assets	4,873	4,749
Other investments	45,886	45,257
Total non-current assets	640,870	598,776
Current assets		
Inventories	6,869	6,659
Trade and other receivables	123,875	124,525
Other investments	26,138	12,839
Cash and bank balances	144,174	142,763
Asset held-for-sale	32,500	26,814
Total current assets	333,556	313,600
Total assets	974,426	912,376
LIABILITIES		
Non-current liabilities		
Trade and other payables	4,242	4,171
Lease liabilities	33,582	-
Loans and borrowings	209,591	211,902
Deferred tax liabilities	10,199	10,302
Total non-current liabilities	257,614	226,375
Current liabilities		
Trade and other payables	171,513	136,612
Lease liabilities	5,792	-
Loans and borrowings	22,304	24,878
Liabilities directly associated with asset held-for-sale	24,879	19,631
Total current liabilities	224,488	181,121
Total liabilities	482,102	407,496
Net assets	492,324	504,880
EQUITY		
Share capital	166,320	166,320
Reserves	77,423	74,740
Treasury shares	(2,173)	-
Retained earnings	208,438	224,188
Total equity attributable to equity holders of the Company	450,008	465,248
Non-controlling interest	41,554	38,914
Non-controlling interest associated with asset held-for-sale	762	718
Total non-controlling interest	42,316	39,632
Total equity	492,324	504,880

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the three months ended 31 March 2019

2019	Equity attributable to equity holders of the Company									Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Foreign currency translation reserve	Investment fair value reserve	Post-employment benefit actuarial reserve	Treasury shares	Retained earnings	Total		
At 1 January 2019	166,320	83,160	44,000	(18,254)	(29,838)	(4,328)	-	224,188	465,248	39,632	504,880
Profit for the period	-	-	-	-	-	-	-	14,609	14,609	2,684	17,293
Other comprehensive income											
Foreign currency translation differences	-	-	-	2,284	-	-	-	-	2,284	-	2,284
Investment fair value changes	-	-	-	-	399	-	-	-	399	-	399
Total other comprehensive income	-	-	-	2,284	399	-	-	-	2,683	-	2,683
Total comprehensive income for the period	-	-	-	2,284	399	-	-	14,609	17,292	2,684	19,976
Contributions and distributions											
Final dividends declared for 2018	-	-	-	-	-	-	-	(29,106)	(29,106)	-	(29,106)
Donations approved for 2018	-	-	-	-	-	-	-	(1,253)	(1,253)	-	(1,253)
Treasury shares acquired	-	-	-	-	-	-	(2,173)	-	(2,173)	-	(2,173)
Total contributions and distributions	-	-	-	-	-	-	(2,173)	(30,359)	(32,532)	-	(32,532)
At 31 March 2019	166,320	83,160	44,000	(15,970)	(29,439)	(4,328)	(2,173)	208,438	450,008	42,316	492,324

The condensed consolidated interim financial statements were approved by the Board of Directors on 2 May 2019 and signed on its behalf by:

Abdulla bin Khalifa Al Khalifa
ChairmanR. Adm Yousif Ahmed Malalla AlSabt Chairman
Deputy Chairman
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the three months ended 31 March 2019

BD'000

	Three months ended 31 March	
	2019 (reviewed)	2018 (reviewed)
REVENUE	101,222	99,510
EXPENSES		
Network operating expenses	(37,906)	(39,869)
Staff costs	(14,545)	(13,405)
Depreciation and amortisation	(16,695)	(16,305)
Impairment loss on trade receivables and contract assets	(987)	(907)
Other operating expenses	(9,206)	(8,774)
Total expenses	(79,339)	(79,260)
Results from operating activities	21,883	20,250
Finance income	1,865	1,407
Finance expenses	(3,830)	(3,179)
Other income/ (expenses) (net)	23	(269)
Share of loss from associate (net)	(1,233)	(1,500)
Profit before taxation	18,708	16,709
Income tax expense	(1,415)	(763)
Profit for the period	17,293	15,946
Other comprehensive income		
<i>Items that are or may be reclassified subsequently to profit or loss:</i>		
Foreign currency translation differences – foreign operations	2,284	4,269
Investment fair value changes (debt securities)	399	(263)
	2,683	4,006
<i>Items that will never be reclassified to profit or loss:</i>		
Fair value changes (equity securities)	-	(2,595)
	-	(2,595)
Other comprehensive income, net of tax	2,683	1,411
Total comprehensive income for the period	19,976	17,357
Profit for the period attributable to:		
Equity holders of the Company	14,609	13,115
Non-controlling interest	2,684	2,831
	17,293	15,946
Total comprehensive income for the period attributable to:		
Equity holders of the Company	17,292	14,516
Non-controlling interest	2,684	2,841
	19,976	17,357
Basic and diluted earnings per share (Fils)	8.8	7.9

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the three months ended 31 March 2019

BD'000

	Three months ended 31 March	
	2019 (reviewed)	2018 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	17,293	15,946
Adjustment for:		
Non-operating items, including tax	4,590	4,304
Depreciation and amortisation	16,695	16,305
Impairment loss on trade receivables and contract assets	987	907
	39,565	37,462
Working capital changes:		
Increase in trade and other receivables	(3,180)	(4,892)
(Increase) / decrease in inventories	(333)	1,725
Increase / (decrease) in trade and other payables	3,362	(9,502)
Cash generated from operating activities	39,414	24,793
Taxes paid	(2,803)	(1,724)
Payment to charities	(34)	(740)
Net cash from operating activities	36,577	22,329
INVESTING ACTIVITIES		
Acquisition of property, equipment and intangibles	(11,736)	(13,068)
Net cash for purchase of other investments	(17,242)	(8,592)
Interest and investment income received	1,942	1,532
Net cash used in investing activities	(27,036)	(20,128)
FINANCING ACTIVITIES		
Payment of lease liabilities	(3,076)	-
Interest paid	(1,086)	(951)
Borrowings (net)	(5,039)	(623)
Treasury shares acquired	(2,173)	-
Net cash used in financing activities	(11,374)	(1,574)
(Decrease) / increase in cash and cash equivalents during the period	(1,833)	627
Cash and cash equivalents at 1 January	96,357	96,323
Cash and cash equivalents at 31 March	94,524	96,950