



THE BENEFIT COMPANY B.S.C. (c)

CONSOLIDATED FINANCIAL STATEMENTS 31 DECEMBER 2023

CONSOLIDATED STATEMENT OF FINANCIAL POSITION		
As at 31 December 2023	Bahraini dinars	
	31 December 2023	31 December 2022
Assets		
Furniture and equipment	2,702,759	3,083,392
System software	1,559,167	1,999,369
Building	4,970,529	5,258,021
Capital work-in-progress	427,321	697,228
Right-of-use assets	1,047,122	1,163,667
Other assets	139,168	139,168
Total non-current assets	10,846,066	12,340,845
Cash and bank balances	1,512,382	1,412,880
Balances with Central Bank of Bahrain	3,476,037	5,467,971
Balances with other central banks	5,847,227	4,416,444
Deposits with banks	5,186,326	3,522,937
Trade receivables	1,602,455	1,096,708
Prepaid expenses and other receivables	628,246	444,933
Total current assets	18,252,673	16,361,873
TOTAL ASSETS	29,098,739	28,702,718
LIABILITIES AND EQUITY		
Non-current portion of lease liabilities	722,904	944,080
Non-current portion of deferred income	91,259	117,263
Provision for employees' leaving indemnities	456,560	372,285
Total non-current liabilities	1,270,723	1,433,628
Trade payables and accrued expenses	2,178,766	3,214,541
Current portion of lease liabilities	434,981	235,601
Current portion of deferred income	362,846	341,177
Total current liabilities	2,976,593	3,791,319
Equity		
Share capital	3,110,400	3,110,400
Statutory reserve	1,612,138	1,612,138
General reserve	1,555,200	1,555,200
Charity reserve	142,949	102,949
Retained earnings	18,430,736	17,097,084
Total equity	24,851,423	23,477,771
TOTAL LIABILITIES AND EQUITY	29,098,739	28,702,718

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
For the year ended 31 December 2023	Bahraini dinars	
	31 December 2023	31 December 2022
Revenue		
Switch	7,946,170	7,711,726
BCRB	1,121,261	997,344
BCTS	470,869	507,656
EFTS	2,174,890	1,920,753
eKYC	529,239	452,645
PKI-CA	260,610	285,120
WPS	149,250	155,850
Card services	1,942,376	1,771,216
Total operating revenue	14,594,665	13,802,310
Staff cost	(6,101,382)	(5,346,565)
Cost of provision of services	(3,343,073)	(3,129,962)
Depreciation and amortisation	(2,032,102)	(2,036,879)
Other operating expenses	(1,852,573)	(1,657,591)
Total operating expense	(13,329,130)	(12,170,997)
Operating profit	1,265,535	1,631,313
Interest income	235,644	58,963
Interest expense on lease liabilities	(91,324)	(22,911)
Other income	274,837	122,949
NET PROFIT FOR THE YEAR	1,684,692	1,790,314
Other comprehensive income for the year	-	-
NET PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE YEAR	1,684,692	1,790,314

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY						
For the year ended 31 December 2023	Bahraini dinars					
	Share Capital	Statutory reserve	General reserve	Charity reserve	Retained earnings	Total Equity
At 1 January 2023	3,110,400	1,612,138	1,555,200	102,949	17,097,084	23,477,771
Net profit and total comprehensive income for the year	-	-	-	-	1,684,692	1,684,692
Dividend declared in 2022	-	-	-	-	(311,040)	(311,040)
Transfer to charity reserve	-	-	-	40,000	(40,000)	-
Balance at 31 December 2023	3,110,400	1,612,138	1,555,200	142,949	18,430,736	24,851,423
Balance at 1 January 2022	3,110,400	1,612,138	1,555,200	262,190	15,657,810	22,197,738
Net profit and total comprehensive income for the year	-	-	-	-	1,790,314	1,790,314
Dividend declared in 2021	-	-	-	-	(311,040)	(311,040)
Charity paid during the year	-	-	-	(199,241)	-	(199,241)
Transfer to charity reserve	-	-	-	40,000	(40,000)	-
Balance at 31 December 2022	3,110,400	1,612,138	1,555,200	102,949	17,097,084	23,477,771

CONSOLIDATED STATEMENT OF CASH FLOWS		
For the year ended 31 December 2023	Bahraini dinars	
	31 December 2023	31 December 2022
OPERATING ACTIVITIES		
Cash received from switch operations	7,851,796	7,682,635
Cash received from BCRB operations	1,140,095	975,062
Cash received from card service	558,752	1,724,912
Cash received from BCTS operations	472,863	507,585
Cash received from EFTS operations	1,983,565	2,149,798
Cash received from eKYC operations	261,692	389,943
Cash received from PKI-CA operations	131,595	285,561
Cash received from WPS operations	2,550,548	35,895
Payments for operating expenses	(12,411,416)	(9,628,623)
Payment for directors' remuneration	(168,102)	(87,300)
Other receipts	35,427	34,389
Net cash from operating activities	2,406,815	4,069,857
INVESTING ACTIVITIES		
Purchase of furniture and equipment	(166,954)	(217,075)
Purchase of system software	(193,091)	(47,972)
Payments for capital work-in-progress	(220,881)	(701,849)
Interest received	159,891	48,831
Acquisition of a subsidiary	10,434	-
Net cash used in investing activities	(410,601)	(918,065)
FINANCING ACTIVITIES		
Dividend paid	(311,040)	(311,040)
Charity paid	(138,784)	(199,241)
Lease liabilities payments	(344,650)	(20,850)
Net cash used in financing activities	(794,474)	(531,131)
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,201,740	2,620,661
Cash and cash equivalents at 1 January	14,820,232	12,199,571
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	16,021,972	14,820,232

The consolidated financial statements were approved by the Board of Directors and audited by Ernst & Young - Middle East who expressed an unqualified opinion on 21 February 2024.

Mohamed Ebrahim Al Bastaki
Chairman

Abdulwahed AlJanahi
Chief Executive

Nabeel Kazim
Vice Chairman