

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
FINANCIAL HIGHLIGHTS
FOR THE YEAR ENDED 31 DECEMBER 2013

		2013	2012	%Variation
Gross revenue	BD million	370.6	304.7	22%
Expenses	BD million	307.8	239.3	(29%)
Profit attributable to Batelco shareholders	BD million	43.6	60.3	(28%)
Return on net worth	%	8.3	11.8	(30%)
Weighted average number of shares outstanding during the period	Million	1,584	1,440	10%
Basic earnings per share ¹	Fils	27.5	38.1	(28%)

¹ Basic earnings per share for 2013 and 2012 are calculated using revised weighted average number of shares outstanding during the period.

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

	2013	2012
ASSETS		
Non-current assets		
Property and equipment	267,150	185,865
Goodwill	175,323	124,377
Intangible assets	162,162	50,880
Investment in associate	76,043	77,417
Deferred tax assets	3,172	2,298
Other investments	35,439	31,640
Total non-current assets	719,289	472,477
Current assets		
Inventories	4,592	2,630
Other investments	-	3,770
Trade and other receivables	119,697	115,569
Cash and bank balances	198,586	94,922
Total current assets	322,875	216,891
Total assets	1,042,164	689,368
EQUITY AND LIABILITIES		
Equity		
Share capital	158,400	144,000
Statutory reserve	77,684	76,847
General reserve	46,412	39,444
Foreign currency translation reserve	11,185	361
Investment fair value reserve	1,396	(2,403)
Actuarial reserve	(1,423)	-
Retained earnings	245,759	256,099
Total equity attributable to equity holders of the Company	539,413	514,348
Non-controlling interest	53,732	5,833
Total equity	593,145	520,181
Non-current liabilities		
Trade and other payables	7,251	2,029
Loans and borrowings	239,574	14,388
Deferred tax liabilities	25,875	3,634
Total non-current liabilities	272,700	20,051
Current liabilities		
Trade and other payables	173,352	145,051
Loans and borrowings	2,967	4,085
Total current liabilities	176,319	149,136
Total liabilities	449,019	169,187
Total equity and liabilities	1,042,164	689,368

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
REVENUE	370,561	304,710
EXPENSES		
Network operating expenses	(139,498)	(116,766)
Staff costs	(55,390)	(59,451)
Depreciation and amortisation	(57,892)	(36,373)
Other operating expenses	(55,021)	(26,710)
Total expenses	(307,801)	(239,300)
Results from operating activities	62,760	65,410
Finance and other income	4,462	2,563
Finance and other expenses	(16,781)	(647)
Share of profit of associate (net)	5,957	1,599
Profit before taxation	56,398	68,925
Income tax expense	(4,944)	(3,582)
Profit for the year	51,454	65,343
Other comprehensive income		
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Foreign currency translation differences	10,829	(570)
Investment fair value changes	3,799	994
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	14,628	424
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:		
Remeasurement of defined benefit liability including related tax	(1,423)	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	(1,423)	-
Total comprehensive income for the year	64,659	65,767
Profit for the year attributable to:		
Equity holders of the Company	43,605	60,340
Non-controlling interest	7,849	5,003
	51,454	65,343
Total comprehensive income for the year attributable to:		
Equity holders of the Company	56,805	60,908
Non-controlling interest	7,854	4,859
	64,659	65,767
Basic earnings per share (Fils)	27.5	38.1

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
OPERATING ACTIVITIES		
Cash receipts from customers	338,901	280,334
Net cash paid to suppliers	(144,753)	(122,807)
Cash paid to and on behalf of employees	(69,966)	(53,031)
Net cash from operating activities	124,182	104,496
INVESTING ACTIVITIES		
Acquisition of property, equipment and intangibles	(43,646)	(63,783)
Payments in respect of rights share issue	-	(17,713)
Acquisition of businesses, net of cash acquired	(166,249)	-
Receipts from investee company	-	2,781
Receipts from associate	7,332	2,762
Net proceeds from sale/(purchase) of investments	3,237	-
Interest and investment income received	5,148	2,245
Net cash used in investing activities	(194,178)	(73,708)
FINANCING ACTIVITIES		
Dividend paid	(39,605)	(59,874)
Interest paid	(9,227)	(657)
Borrowings (net)	222,977	18,482
Payments to charities	(1,246)	(1,667)
Net cash from/(used in) financing activities	172,899	(43,716)
Increase/ (Decrease) in cash and cash equivalents	102,903	(12,928)
Cash and cash equivalents at 1 January	92,167	105,095
Cash and cash equivalents at 31 December	195,070	92,167

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013

2013	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	Actuarial reserve	Retained earnings	Total		
At 1 January 2013	144,000	76,847	39,444	361	(2,403)	-	256,099	514,348	5,833	520,181
Profit for the year							43,605	43,605	7,849	51,454
Other comprehensive income										
Foreign currency translation differences				10,824	-	-	-	10,824	5	10,829
Investment fair value changes				-	3,799	-	-	3,799	-	3,799
Remeasurement of defined benefit liability including related tax				-	-	(1,423)	-	(1,423)	-	(1,423)
Total other comprehensive income				10,824	3,799	(1,423)	-	13,200	5	13,205
Total comprehensive income for the year				10,824	3,799	(1,423)	43,605	56,805	7,854	64,659
Non-controlling interest recognised on acquisition									46,169	46,169
Bonus shares issued	14,400						(14,400)		-	-
Final dividends declared for 2012							(14,400)	(14,400)		(14,400)
Donations declared for 2012							(1,500)	(1,500)		(1,500)
Transfer to statutory reserve (net)		837					(837)			
Transfer to general reserve			6,968				(6,968)			
Interim dividends declared for 2013							(15,840)	(15,840)		(15,840)
Dividends to non-controlling interest									(6,124)	(6,124)
	14,400	837	6,968				(53,945)	(31,740)	40,045	8,305
At 31 December 2013	158,400	77,684	46,412	11,185	1,396	(1,423)	245,759	539,413	53,732	593,145

2012	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	Retained earnings	Total			
At 1 January 2012	144,000	76,719	30,000	787	(3,397)	257,731	505,840	12,851	518,691	
Profit for the year						60,340	60,340	5,003	65,343	
Other comprehensive income										
Foreign currency translation differences				(426)	-	-	(426)	(144)	(570)	
Investment fair value changes				-	994	-	994	-	994	
Total other comprehensive income				(426)	994	-	568	(144)	424	
Total comprehensive income for the year				(426)	994	60,340	60,908	4,859	65,767	
Final dividends declared for 2011						(28,800)	(28,800)		(28,800)	
Donations declared for 2011						(2,000)	(2,000)		(2,000)	
Transfer to statutory reserve (net)		128				(128)				
Transfer to general reserve			9,444			(9,444)				
Interim dividends declared for 2012						(21,600)	(21,600)		(21,600)	
Dividends to non-controlling interest								(11,877)	(11,877)	
		128	9,444			(61,972)	(52,400)	(11,877)	(64,277)	
At 31 December 2012	144,000	76,847	39,444	361	(2,403)	256,099	514,348	5,833	520,181	