

Bahrain Car Parks Company B.S.C.

Condensed interim financial information
for the three months period ended
31 March 2021
(Unaudited)

Bahrain Car Parks Company B.S.C.
Condensed interim financial information for the three months period ended 31 March 2021
(Unaudited)

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Bahrain Car Parks Company B.S.C.
Administration and contact details as at 31 March 2021

Commercial registration number	11455 obtained on 31 October 1981	
Board of Directors	Amin Ahmed Salem Alarrayed Abdulla Ahmed Abdulla Abdulrahman Kamal Adnan Sayed Habib Maki Hashim Ali Eajaz Ahmed Mohammad Ghulam Murtaza Areej Abdulla Abdulghaffar Abdulla Bader Kassim Mohamed Buallay Fahad Abdulrahman Mohammed Abdulrahman AlSaad Mohamed Rasheed Mohamed Khamis AlMaraj Wael Ezzeldeen Mohamed Hassan Arafa Yaser Abduljalil Ali AlSharifi	- Chairman - Vice chairman
Executive Committee members	Abdulla Ahmed Abdulla Abdulrahman Kamal Bader Kassim Mohamed Buallay Mohamed Rasheed Mohamed Khamis AlMaraj Ali Eajaz Ahmed Mohammad Ghulam Murtaza	- Chairman
Audit Committee members	Yaser Abduljalil Ali AlSharifi Areej Abdulla Abdulghaffar Abdulla Adnan Sayed Habib Maki Hashim	- Chairman
NRCG Committee members	Amin Ahmed Salem Alarrayed Fahad Abdulrahman Mohammed Abdulrahman AlSaad Wael Ezzeldeen Mohamed Hassan Arafa	- Chairman
Chief Executive Officer	Tariq Ali Husain Aljowder	
Director of Finance	Hassan Ali AlShoala	
Registered office	Flat No. 209, Building No.128, Road No. 383, Block No. 316 2 nd Floor, Car Parks & Commercial Centre Government Avenue PO Box 5298 Manama Kingdom of Bahrain	
Bankers	Ahli United Bank National Bank of Bahrain Bank of Bahrain and Kuwait Al Salam Bank National Bank of Kuwait Ithmaar Bank	
External auditors	BDO 17 th Floor Diplomat Commercial Offices Tower PO Box 787 Manama Kingdom of Bahrain	
Internal auditors	Protiviti - Bahrain PO Box 10231 Manama Kingdom of Bahrain	
Share Registrars	Kary Computershare W.L.L. PO Box 514, Manama Kingdom of Bahrain Bahrain Clear B.S.C. (c) PO Box 3203, Manama Kingdom of Bahrain	

Review report on the condensed interim financial information to the Board of Directors of Bahrain Car Parks Company B.S.C.

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Bahrain Car Parks Company B.S.C. ("the Company") as at 31 March 2021, the condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income, the condensed interim statement of changes in shareholders' equity and the condensed interim statement of cash flows for the three months period then ended, and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 - "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 31 March 2021, and of its financial performance and its cash flows for the three months period then ended in accordance with International Financial Reporting Standard IAS 34 - "*Interim Financial Reporting*".

BDO


Manama, Kingdom of Bahrain
9 May 2021



Bahrain Car Parks Company B.S.C.
Condensed interim statement of financial position as at 31 March 2021
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	<u>31 March 2021 (Unaudited)</u>	<u>31 December 2020 (Audited)</u>
ASSETS			
Non-current assets			
Intangible assets	5	17,649	18,898
Right-of-use assets	6	5,914,611	5,947,592
Property, plant and equipment	7	2,977,565	2,998,162
Financial assets at fair value through other comprehensive income	8	2,744,265	2,855,074
Investment properties	9	<u>470,044</u>	<u>470,044</u>
		<u>12,124,134</u>	<u>12,289,770</u>
Current assets			
Inventories		15,534	14,668
Short-term fixed deposits	10	3,880,779	3,214,885
Investments at amortised cost	11	380,871	380,871
Trade and other receivables	12	570,891	618,226
Cash and cash equivalent	13	<u>3,399,315</u>	<u>3,650,823</u>
		<u>8,247,390</u>	<u>7,879,473</u>
Total assets		<u>20,371,524</u>	<u>20,169,243</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	14	11,031,723	11,031,723
Treasury shares	14	(101,456)	(101,456)
Share premium		2,000,000	2,000,000
Statutory reserve		3,176,376	3,176,376
Charity reserve		22,400	12,400
Investment fair value reserve		(311,224)	(250,829)
Retained earnings		<u>3,431,471</u>	<u>3,783,259</u>
Total equity		<u>19,249,290</u>	<u>19,651,473</u>
Non-current liabilities			
Non-current portion of lease liabilities	15	155,458	153,122
Employees' terminal benefits		<u>37,520</u>	<u>33,559</u>
		<u>192,978</u>	<u>186,681</u>
Current liabilities			
Current portion of lease liabilities	15	655	655
Other payables	16	<u>928,601</u>	<u>330,434</u>
		<u>929,256</u>	<u>331,089</u>
Total liabilities		<u>1,122,234</u>	<u>517,770</u>
Total equity and liabilities		<u>20,371,524</u>	<u>20,169,243</u>

These unaudited condensed interim financial information were approved, authorised for issue by the Board of Directors and signed on its behalf by:


 Amin Ahmed Alarrayed
 Chairman


 Abdulla Ahmed Kamal
 Vice-Chairman


 Tariq Ali Aljowder
 Chief Executive Officer

Bahrain Car Parks Company B.S.C.
Condensed interim statement of profit or loss for the three months period ended 31 March 2021
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	<u>Three months period ended 31 March 2021</u>	<u>Three months period ended 31 March 2020</u>
Operating income	17	436,801	468,491
Net income from investments	18	96,826	102,495
Operating, general and administrative expenses	19	<u>(318,537)</u>	<u>(409,500)</u>
Operating profit		215,090	161,486
Other income		8,759	1,256
Directors' remuneration	20	<u>(25,272)</u>	<u>(25,272)</u>
Net profit for the period		<u>198,577</u>	<u>137,470</u>
Basic and diluted earnings per share	21	<u>1.82 fils</u>	<u>1.26 fils</u>

These unaudited condensed interim financial information were approved, authorised for issue by the Board of Directors and signed on its behalf by:



Amin Ahmed Alarrayed
Chairman



Abdulla Ahmed Kamal
Vice-Chairman



Tariq Ali Aljowder
Chief Executive Officer

Bahrain Car Parks Company B.S.C.
Condensed interim statement of other comprehensive income for the three months period ended
31 March 2021 (Unaudited)
(Expressed in Bahrain Dinars)

	<u>Note</u>	Three months period ended 31 March 2021	Three months period ended 31 March 2020
Net profit for the period		198,577	137,470
Other comprehensive loss			
<i>Items that will not be reclassified to profit or loss:</i>			
Valuation losses on financial assets at fair value through other comprehensive income	8	<u>(54,247)</u>	<u>(119,778)</u>
Other comprehensive loss for the period		<u>(54,247)</u>	<u>(119,778)</u>
Total comprehensive income for the period		<u>144,330</u>	<u>17,692</u>

These unaudited condensed interim financial information were approved, authorised for issue by the Board of Directors and signed on its behalf by:


Amin Ahmed Alarrayed
Chairman


Abdulla Ahmed Kamal
Vice-Chairman


Tariq Ali Aljowder
Chief Executive Officer

Bahrain Car Parks Company B.S.C.
Condensed interim statement of changes in shareholders' equity for the three months period ended 31 March 2021 (Unaudited)
(Expressed in Bahrain Dinars)

	Share capital	Treasury shares	Share premium	Statutory reserve	Charity reserve	Investment fair value reserve	Retained earnings	Total
At 31 December 2019 (Audited)	11,031,723	(101,456)	2,000,000	3,110,547	22,400	(256,380)	3,806,593	19,613,427
Total comprehensive income for the period	-	-	-	-	-	(119,778)	137,470	17,692
Dividends for 2019 (Note 22)	-	-	-	-	-	-	(546,513)	(546,513)
Charity reserve created during the period	-	-	-	-	10,000	-	(10,000)	-
At 31 March 2020 (Unaudited)	<u>11,031,723</u>	<u>(101,456)</u>	<u>2,000,000</u>	<u>3,110,547</u>	<u>32,400</u>	<u>(376,158)</u>	<u>3,387,550</u>	<u>19,084,606</u>
At 31 December 2020 (Audited)	11,031,723	(101,456)	2,000,000	3,176,376	12,400	(250,829)	3,783,259	19,651,473
Total comprehensive income for the period	-	-	-	-	-	(54,247)	198,577	144,330
Transferred on disposal of financial assets at value through other comprehensive income	-	-	-	-	-	(6,148)	6,148	-
Dividends for 2020 (Note 22)	-	-	-	-	-	-	(546,513)	(546,513)
Charity reserve created during the period	-	-	-	-	10,000	-	(10,000)	-
At 31 March 2021 (Unaudited)	<u>11,031,723</u>	<u>(101,456)</u>	<u>2,000,000</u>	<u>3,176,376</u>	<u>22,400</u>	<u>(311,224)</u>	<u>3,431,471</u>	<u>19,249,290</u>

Bahrain Car Parks Company B.S.C.
Condensed interim statement of cash flows for the three months period ended 31 March 2021
(Unaudited)
(Expressed in Bahrain Dinars)

	Notes	Three months period ended 31 March 2021	Three months period ended 31 March 2020
Operating activities			
Net profit for the period		198,577	137,470
Adjustments for:			
Depreciation of property, plant and equipment	7	23,928	18,086
Amortisation of intangible assets	5	1,249	1,249
Amortisation of right-of-use assets	6	32,981	32,981
Reversal of excess provision for impaired rent receivables from tenants		(5,473)	-
Interest expense on lease liabilities	15	2,336	2,347
Interest income	18	(50,318)	(73,020)
Dividend income	18	(46,508)	(29,475)
Changes in operating assets and liabilities:			
Inventories		(866)	(458)
Trade and other receivables		52,808	(68,140)
Other payables		598,167	650,709
Employees' terminal benefits, net		<u>3,961</u>	<u>3,801</u>
Net cash provided by operating activities		<u>810,842</u>	<u>675,550</u>
Investing activities			
Purchase of property, plant and equipment	7	(3,331)	(67,966)
Proceeds from disposal of financial assets at fair value through other comprehensive income		56,562	142,699
Interest income received	18	50,318	73,020
Dividend income received	18	46,508	29,475
Net movement in short-term fixed deposits		<u>(665,894)</u>	<u>1,915,684</u>
Net cash (used in)/provided by investing activities		<u>(515,837)</u>	<u>2,092,912</u>
Financing activities			
Dividends paid		<u>(546,513)</u>	<u>(546,513)</u>
Net cash used in financing activities		<u>(546,513)</u>	<u>(546,513)</u>
Net (decrease)/increase in cash and cash equivalents		(251,508)	2,221,949
Cash and cash equivalents, beginning of the period		<u>3,650,823</u>	<u>938,436</u>
Cash and cash equivalents, end of the period		<u>3,399,315</u>	<u>3,160,385</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

1 Organisation and activities

Bahrain Car Parks Company B.S.C. (“the Company”) is a public Bahraini shareholding company registered with the Ministry of Industry, Commerce and Tourism in the Kingdom of Bahrain and operates under commercial registration number 11455 obtained on 31 October 1981.

The principal activities of the Company include operating of car parks, real estate activities with own or leased property and other marketing/promotional activities.

The registered office of the Company is in the Kingdom of Bahrain.

These unaudited condensed interim financial information, set out on pages 4 to 22, were approved, authorised for issue and signed by the Board of Directors on 9 May 2021.

2 Basis of preparation

Basis of presentation

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - “*Interim Financial Reporting*”. The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements prepared as at, and for the year ended, 31 December 2020, which have been prepared in accordance with International Financial Reporting Standards.

The preparation of financial information in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company’s accounting policies.

The condensed interim financial information have been prepared using the going concern assumption and under the historical cost convention as modified by the fair valuation of investment properties and financial assets through other comprehensive income (OCI). The financial information have been presented in Bahrain Dinar which is the functional currency of the Company.

Improvements/amendments to IFRS/IAS

Improvements/amendments to IFRS/IAS contained numerous amendments to IFRS/IAS that the IASB considers non-urgent but necessary. ‘*Improvements to IFRS*’ comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. The amendments are effective for the Company’s future accounting period with earlier adoption.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

2 Basis of preparation (continued)

Standards, amendments and interpretations issued and effective in 2021 but not relevant

The following new amendments to existing standards and interpretations to published standards are mandatory for accounting period beginning on or after 1 January 2021 or subsequent periods, but are not relevant to the Company's operations:

<u>Standard or interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 39	Financial instruments: recognition and measurements	1 January 2021
IFRS 4	Insurance Contracts	1 January 2021
IFRS 7	Financial instruments: Disclosures	1 January 2021
IFRS 9	Financial instruments	1 January 2021
IFRS 16	Leases	1 January 2021

Standards, interpretations and amendments issued but not yet effective in 2021

The following new accounting standards, interpretations and amendments have been issued, but are not mandatory and hence, have not been early adopted by the Company in preparing the condensed interim financial information for the period ended 31 March 2021. The Company intends to apply these standards from application date as indicated in the table below:

<u>Standard or interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IFRS 3	Reference to the Conceptual Framework	1 January 2022
IAS 16	Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
IAS 37	Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022
IAS 1	Classification of Liabilities as Current or Non-Current	1 January 2023
IFRS 17	Insurance Contracts	1 January 2023

Early adoption of amendments or standards in 2021

The Company did not early-adopt any new or amended standards in 2021. There would have been no change in the financial position and operational results of the Company for the three months period ended 31 March 2021 had the Company early adopted any of the above standards.

3 Significant accounting policies

The accounting policies used in the preparation of the condensed interim financial information are consistent with those used in the annual audited financial statements of the Company prepared as at, and for the year ended 31 December 2020, as described in those annual audited financial statements.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

4 Significant events and transactions

In accordance with the Central Bank of Bahrain circular dated 14 July 2020, having reference number OG/259/2020, which aims to maintain transparency amidst the current implication of Coronavirus (COVID19), the Company discloses herewith additional financial information pertaining to the financial impact of COVID19 on the condensed interim financial information as follows:

The World Health Organisation declared Coronavirus (COVID19) a global health emergency on 30 January 2020. Subsequently, the WHO classified COVID19 outbreak a global pandemic based on the rapid increase in exposure and infections across the world. The pandemic necessitated restrictions and closures that affected our operations and tenants. The Company has experienced significant disruption to its operations in the following respects:

- Decreased demand for certain services as a consequence of travel restrictions and social distancing requirements and recommendations; and
- Significant uncertainty concerning when government closures will be lifted, social distancing requirements will be eased and the long-term effects of the pandemic on the demand for Company's primary services.

Based on the nature of operations and the industry in which it operates, the Company's management assessed the significant impact of COVID19 in the below areas:

- Decrease in operating income;
- Valuation and income from financial assets; and
- Commitments and contingent liabilities.

(a) Decrease in operating income

Company has experienced a reduction in its operating income amounting to BD105,653 for the three months period ended 31 March 2021 as compared to the estimates. The Company is engaged in operating car parks, real estate activities with own or leased property and other marketing/promotional activities, as follows:

- The Company's daily car park business showed 48% decrease in value;
- The Company's monthly car park business showed 8% decrease in value;
- Tenants were affected by the pandemic and the Company has voluntarily provided rent concessions, waivers and deferrals to tenants during the period, which resulted in a decrease in operating income by BD21,098; and
- Some tenants terminated their leases during the pandemic leading to loss of income by BD10,494.

(b) Valuation and income from financial assets

The Company has investments, which are classified as financial assets at fair value through other comprehensive income and form a significant balance in the condensed interim financial information. The fair value changes due to the impact of COVID19, are as follows:

- The Company's valuation of financial assets at fair value through other comprehensive income has resulted in unrealised fair value losses of BD54,247; and
- The Company's estimates of dividend receivables relating to its financial assets showed 44% decrease in value.

(c) Commitments and contingent liabilities

The Company has assessed the impact of any operational disruptions, including any contractual challenges and changes in business or commercial relationships among the Company, customers and suppliers, with a view of potential increase in contingent liabilities and commitments and no issues were noted.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

4 Significant events and transactions (continued)

The below table summarises the impact of COVID-19 on the condensed interim financial information for the three months period ended 31 March 2021 as compared to the estimates:

<u>Financial statement area</u>	<u>Nature of impact</u>	<u>Amount in BD</u>
Operating income	Decrease	105,653
Valuation and income from financial assets	Decrease	54,247

5 Intangible assets

	<u>31 March 2021</u> (Unaudited)	<u>31 December 2020</u> (Audited)
Opening balance	18,898	23,895
Amortisation charge for the period/year	<u>(1,249)</u>	<u>(4,997)</u>
Closing balance	<u>17,649</u>	<u>18,898</u>

Intangible assets consist of software and are amortised over its estimated useful life, which is considered to be five years from the date of acquisition. The carrying value of the intangible asset is reviewed annually and adjusted for impairment if considered necessary. In the opinion of the Company's management, the carrying value of the intangible assets is not impaired.

6 Right-of-use assets

	<u>Leasehold land and buildings</u>
Cost	
At 31 December 2020 and 31 March 2021	<u>6,154,968</u>
Accumulated amortisation	
At 31 December 2019	75,455
Amortisation charge for the year	<u>131,921</u>
At 31 December 2020	207,376
Amortisation charge for the period	<u>32,981</u>
At 31 March 2021	<u>240,357</u>
Carrying value	
At 31 March 2021 (Unaudited)	<u>5,914,611</u>
At 31 December 2020 (Audited)	<u>5,947,592</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

6 Right-of-use assets (continued)

During the year 2019, the Company has issued additional shares of 40,000,000 ordinary shares at a value of 150 fils per share for a total value of BD6,000,000 in favour of Bahrain Real Estate Investment (Edamah) B.S.C. (c) in consideration for the usufruct right in the "Terminal Building" in Adliya for a period of 99 years with an automatic renewal for a further similar period after the completion of initial period.

As at 31 March 2021, the Company has lease contracts on land and buildings, where the lease payments are solely fixed payments without any link to variable elements such as inflation and market rentals.

7 Property, plant and equipment

	Freehold land	Building on leasehold land	Car park and other equipment	Office furniture and equipment	Total
Cost					
At 31 December 2019	2,454,530	8,138,413	206,613	122,086	10,921,642
Additions	-	-	<u>212,918</u>	<u>3,125</u>	<u>216,043</u>
At 31 December 2020	2,454,530	8,138,413	419,531	125,211	11,137,685
Additions during the period	-	-	<u>1,662</u>	<u>1,669</u>	<u>3,331</u>
At 31 March 2021	<u>2,454,530</u>	<u>8,138,413</u>	<u>421,193</u>	<u>126,880</u>	<u>11,141,016</u>
Accumulated depreciation					
At 31 December 2019	-	7,899,807	73,656	87,686	8,061,149
Charge for the year	-	<u>18,354</u>	<u>43,526</u>	<u>16,494</u>	<u>78,374</u>
At 31 December 2020	-	7,918,161	117,182	104,180	8,139,523
Charge for the period (Note 19)	-	<u>4,589</u>	<u>15,362</u>	<u>3,977</u>	<u>23,928</u>
At 31 March 2021	-	<u>7,922,750</u>	<u>132,544</u>	<u>108,157</u>	<u>8,163,451</u>
Net book amount					
At 31 March 2021 (Unaudited)	<u>2,454,530</u>	<u>215,663</u>	<u>288,649</u>	<u>18,723</u>	<u>2,977,565</u>
At 31 December 2020 (Audited)	<u>2,454,530</u>	<u>220,252</u>	<u>302,349</u>	<u>21,031</u>	<u>2,998,162</u>

The land on which the car park building is constructed has been leased from the Government of the Kingdom of Bahrain at variable lease rentals for a period of 50 years commencing from the year 1982.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

8 Financial assets at fair value through other comprehensive income

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Opening balance	2,855,074	3,088,598
Disposals during the period/year	(56,562)	(179,791)
Valuation losses recognised in other comprehensive income	<u>(54,247)</u>	<u>(53,733)</u>
Closing balance	<u>2,744,265</u>	<u>2,855,074</u>

The above investments are further classified as follows:

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Shares listed on the Bahrain Bourse	1,938,155	2,046,658
Unquoted equity shares	<u>806,110</u>	<u>808,416</u>
	<u>2,744,265</u>	<u>2,855,074</u>

The investment categorised as financial assets at fair value through other comprehensive income are denominated in the following currencies:

Currency	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
United States Dollar	659,183	664,301
Bahrain Dinar	<u>2,085,082</u>	<u>2,190,773</u>
	<u>2,744,265</u>	<u>2,855,074</u>

9 Investment properties

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Opening balance	470,044	492,044
Unrealised fair value loss for the period/year	<u>-</u>	<u>(22,000)</u>
Closing balance	<u>470,044</u>	<u>470,044</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021

(Unaudited)

(Expressed in Bahrain Dinars)

10 Short-term fixed deposits

	<u>31 March 2021</u> (Unaudited)	<u>31 December 2020</u> (Audited)
Term deposits with banks maturing after 3 months but within 1 year	<u>3,880,779</u>	<u>3,214,885</u>

Short-term fixed deposits held with the Company's bankers earn interest at rates ranging between 2.10% and 3.60% per annum (2020: between 3.85% and 4.75% per annum) and are denominated in Bahrain Dinars.

11 Investments at amortised cost

	<u>31 March 2021</u> (Unaudited)	<u>31 December 2020</u> (Audited)
Opening and closing balance	<u>380,871</u>	<u>380,871</u>

Amortised cost investments represent bonds (Ahli United Bank Perpetual Tier 1 Capital Securities) carrying coupon interest of 6.875% and are denominated in United States Dollars.

12 Trade and other receivables

	<u>31 March 2021</u> (Unaudited)	<u>31 December 2020</u> (Audited)
Rent receivables from tenants	251,539	300,538
Amounts due from a related party (Note 23)	<u>-</u>	<u>10,563</u>
	251,539	311,101
Less: provision for impaired rent receivables from tenants	<u>(73,492)</u>	<u>(78,965)</u>
	178,047	232,136
Accrued revenue	192,266	199,519
Accrued interest	87,664	149,982
Dividends receivable	46,508	-
Advances paid to creditors	40,509	25,599
Prepayments and other receivables	<u>25,897</u>	<u>10,990</u>
	<u>570,891</u>	<u>618,226</u>

Amounts due from a related party are unsecured, bear no interest and repayable on demand.

Bahrain Car Parks Company B.S.C.

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(Unaudited)

(Expressed in Bahrain Dinars)

13 Cash and cash equivalents

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Cash on hand	1,780	1,388
Short-term deposit maturing within three months	2,015,243	2,571,225
Current account balances with banks	<u>1,382,292</u>	<u>1,078,210</u>
	<u>3,399,315</u>	<u>3,650,823</u>

Short-term deposit with a bank bears an interest rate at 2.1% per annum.

The current account balances with banks bear interest rates ranging from 0% to 1.5% per annum (2020: 0% to 2.5% per annum).

14 Share capital

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Authorised:		
125,000,000 ordinary shares of 100 fils each (2020: 125,000,000 ordinary shares of 100 fils each)	<u>12,500,000</u>	<u>12,500,000</u>
Issued and fully paid-up:		
110,317,230 ordinary shares of 100 fils each (2020: 110,317,230 ordinary shares of 100 fils each)	11,031,723	11,031,723
Less: 1,014,560 treasury shares of 100 fils each (2020: 1,014,560 treasury shares of 100 fils each)	<u>(101,456)</u>	<u>(101,456)</u>
	<u>10,930,267</u>	<u>10,930,267</u>

15 Lease liabilities

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
At 1 January	153,777	154,392
Lease payments	-	(10,000)
Interest expenses	<u>2,336</u>	<u>9,385</u>
At 31 December	156,113	153,777
Less: current portion of lease liabilities	<u>(655)</u>	<u>(655)</u>
Non-current portion of lease liabilities	<u>155,458</u>	<u>153,122</u>

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15 Lease liabilities (continued)

Maturity analysis - contractual undiscounted cash flows:

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Less than one year	10,000	10,000
More than one year and less than five years	80,000	80,000
More than five years	<u>120,000</u>	<u>120,000</u>
Total undiscounted leases	<u>210,000</u>	<u>210,000</u>

16 Other payables

	31 March 2021 <u>(Unaudited)</u>	31 December 2020 <u>(Audited)</u>
Amounts due to a related party (Note 23)	217,879	131,274
Unclaimed dividends	561,822	15,309
Other payables	90,428	145,251
Advances received from tenants	17,629	5,575
Provision for leave salary and air passage	<u>40,843</u>	<u>33,025</u>
	<u>928,601</u>	<u>330,434</u>

Amount due to a related party are unsecured, bear no interest and are repayable on demand.

17 Operating income

	Three months period ended 31 March 2021 <u>(Unaudited)</u>	Three months period ended 31 March 2020 <u>(Unaudited)</u>
Car park income (Note 23)	208,928	220,148
Rental income	188,407	203,295
Service charges income	<u>39,466</u>	<u>45,048</u>
	<u>436,801</u>	<u>468,491</u>

18 Net income from investments

	Three months period ended 31 March 2021 <u>(Unaudited)</u>	Three months period ended 31 March 2020 <u>(Unaudited)</u>
Dividend income	46,508	29,475
Interest income	<u>50,318</u>	<u>73,020</u>
	<u>96,826</u>	<u>102,495</u>

Bahrain Car Parks Company B.S.C.**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2021****(Unaudited)****(Expressed in Bahrain Dinars)****19 Operating, general and administrative expenses**

	Three months period ended <u>31 March 2021</u> (Unaudited)	Three months period ended <u>31 March 2020</u> (Unaudited)
Staff costs	130,604	192,141
Other operating, general and administrative expenses	117,742	119,811
Lease rent expenses (Note 23)	17,831	42,829
Maintenance costs	28,432	22,626
Depreciation (Note 7)	23,928	18,086
Provision for impaired rent receivables from tenants	<u>-</u>	<u>14,007</u>
	<u>318,537</u>	<u>409,500</u>

20 Directors' remuneration**Accrued and expensed**

An amount of BD25,272 has been accrued and expensed as Directors' remuneration in 2021 (Note 23), relating to the year ended 31 December 2020 (2020: BD25,272 for the year ended 31 December 2019). The payment was approved by the shareholders in the Annual General Meeting held on 24 March 2021 (2019: 25 March 2020). Directors' remuneration is only expensed in the statement of profit or loss in the year in which it is approved by the shareholder.

21 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares outstanding for the period.

	Three months period ended <u>31 March 2021</u> (Unaudited)	Three months period ended <u>31 March 2020</u> (Unaudited)
Net profit attributable to the shareholders	<u>198,577</u>	<u>137,470</u>
Weighted average number of ordinary shares	<u>109,302,670</u>	<u>109,302,670</u>
Basic and diluted earnings per share	<u>1.82 fils</u>	<u>1.26 fils</u>

The Company does not have any potentially dilutive ordinary shares. Hence the diluted earnings per share and basic earnings per share are identical.

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22 Dividends

Declared and paid

A dividend of BD546,513 representing 5% of the total issued and fully paid-up share capital of the Company for the year ended 31 December 2020 (at 5 fils per share) (2020: BD546,513 for the year ended 31 December 2019 at 5 fils per share), was approved by the shareholders in the Annual General Meeting of the shareholders held on 24 March 2021 (2020: 25 March 2020).

23 Transactions and balances with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include the shareholders, directors, key management personnel and their close family members and such other companies over which the Company or its shareholders, directors, key management personnel and their close family members can exercise significant influence or can be significantly influenced by those parties. Transactions with the related parties are authorised by the management and are on an arm's length basis.

The following is a summary of the significant transactions entered into with the related parties are as follows:

<u>Transaction</u>	<u>Nature of relationship</u>	<u>Name of the related party</u>	Three months period ended 31 March 2021 (Unaudited)	Three months period ended 31 March 2020 (Unaudited)
Car park income (Note 17)	Shareholder	Bahrain Real Estate Investment (Edamah) B.S.C (c)	28,870	17,815
Lease rent expenses (Note 19)	Shareholder	Bahrain Real Estate Investment (Edamah) B.S.C (c)	17,831	42,829
Directors' remuneration (Note 20)	Key management personnel *	Key management personnel *	25,272	25,272
Directors' sitting fees	Key management personnel *	Key management personnel *	10,250	10,250

(*) Key management personnel compensation

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, including the directors of the Company.

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23 Transactions and balances with related parties (continued)

A summary of the related party balances is as follows:

<u>Name of the related party</u>	<u>Nature of relationship</u>	<u>Amounts due from a related party (Note 12)</u>	
		<u>31 March 2021</u>	<u>31 December 2020</u>
Bahrain Real Estate Investment (Edamah) B.S.C (c)	Shareholder	<u>-</u>	<u>10,563</u>

<u>Name of the related party</u>	<u>Nature of relationship</u>	<u>Amounts due to a related party (Note 16)</u>	
		<u>31 March 2021</u>	<u>31 December 2020</u>
Bahrain Real Estate Investment (Edamah) B.S.C (c)	Shareholder	<u>217,879</u>	<u>131,274</u>

24 Segmental information

Business segments - primary reporting segment

The Company's primary segment reporting format is business segments. A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. The Company's primary business segments are:

- Car park services - This segment is involved in providing car parks for the public in return for parking charges.
- Property rental income - This segment is involved in the management, maintenance and renting of properties.
- Investment and related services - This segment is involved in trading in financial assets and investing excess funds in the primary and secondary market.

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24 Segmental information (continued)

As at, and for the three months period ended 31 March 2021

	<u>Car park services</u>	<u>Property rental services</u>	<u>Investment services</u>	<u>Unallocated</u>	<u>Total</u>
Operating income	208,927	227,874	-	-	436,801
Net income from investments	-	-	96,826	-	96,826
Other income	-	8,759	-	-	8,759
Total revenue	<u>208,927</u>	<u>236,633</u>	<u>96,826</u>	<u>-</u>	<u>542,386</u>
Operating and general expenses	84,750	197,263	12,596	-	294,609
Depreciation	9,988	13,940	-	-	23,928
Unallocated expenses	-	-	-	25,272	25,272
Total expenses	<u>94,738</u>	<u>211,203</u>	<u>12,596</u>	<u>25,272</u>	<u>343,809</u>
Segment profit/(loss)	<u>114,189</u>	<u>25,430</u>	<u>84,230</u>	<u>(25,272)</u>	<u>198,577</u>
Reportable segment assets	3,759,705	5,591,037	11,020,782	-	20,371,524
Reportable segment liabilities	195,301	333,841	593,092	-	1,122,234

As at 31 December 2020, and for the three months period ended 31 March 2020

	<u>Car park services</u>	<u>Property rental services</u>	<u>Investment services</u>	<u>Unallocated</u>	<u>Total</u>
Operating income	220,148	248,343	-	-	468,491
Net income from investments	-	-	102,495	-	102,495
Other income	756	500	-	-	1,256
Total revenue	<u>220,904</u>	<u>248,843</u>	<u>102,495</u>	<u>-</u>	<u>572,242</u>
Operating and general expenses	106,747	268,537	16,130	-	391,414
Depreciation	6,389	11,697	-	-	18,086
Unallocated expenses	-	-	-	25,272	25,272
Total expenses	<u>113,136</u>	<u>280,234</u>	<u>16,130</u>	<u>25,272</u>	<u>434,772</u>
Segment profit/(loss)	<u>107,768</u>	<u>(31,391)</u>	<u>86,365</u>	<u>(25,272)</u>	<u>137,470</u>
Reportable segment assets as at 31 December 2020	3,725,885	5,721,768	10,721,590	-	20,169,243
Reportable segment liabilities as at 31 December 2020	201,137	305,957	10,676	-	517,770

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24 Segmental information (continued)

Geographical segments - secondary reporting segment

A geographical segment is engaged in providing products or services within a particular economic environment that are subject to risks and return that are different from those of segments operating in other economic environments.

The Company's operations are restricted to the Kingdom of Bahrain; therefore, no geographical segmental information has been presented.

25 Interim results

The interim net profit for the three months period ended 31 March 2021 may not represent a proportionate share of the annual net profit or loss due to the variability in timing of the receipt of dividend and investments income.

26 Events after the reporting date

The World Health Organisation (WHO) had declared the outbreak of a novel coronavirus - Covid19 as a pandemic during the previous year and as of date, the virus continues to spread globally. This outbreak has made many countries to take several restrictive measures such as limiting travelling, limiting operational hours and implementing lockdowns to control the spread. This has caused disruption across several commercial activities, impacted several industries and investments in the bonds and equities.

Even subsequent to the period end till this point in time, the COVID19 related restrictions continue to have impact in the geographical location in which the Company operates. The extent of the disruption on the Company's operation is uncertain and is difficult to estimate. Management is actively assessing the situation and will take necessary mitigating action to minimise the impact on Company's operation, financial position and liquidity in the fiscal year 2021.

Other than the above, there were no significant events subsequent to 31 March 2021 and occurring before the date of the report that are expected to have a significant impact on these condensed interim financial information.