

Bahrain Flour Mills Company B.S.C Announces Financial Results for the Six Months Ended 30 June 2026

TDT | Manama

The Board of Directors of Bahrain Flour Mills Company B.S.C. (Al-Matahin) trading code (BFM) held its meeting on Wednesday, 12 Aug 2026, at 1 PM, chaired by Mr. Basim Al-Saie, Chairman of the Board of Directors. The Board took a number of decisions, including the approval of the company's financial statements for the six-month period ending 30 June 2026.

Mr. Al Saie extended his sincere thanks and gratitude to the Board of Directors, the Executive Management and all the company employees for their support and continuous endeavors to achieve the best results, he expressed his pride in their exceptional dedication in confronting current challenges; he emphasized that their sincere efforts are the fundamental pillar for overcoming difficulties, ensuring the continuity of company operations, and stabilizing food security in the Kingdom of Bahrain, wishing Al-Matahin further progress and prosperity.

Q2 Financial Results:

Bahrain Flour Mills company B.S.C. announces its financial results for the three months



I thank and appreciate all ministries and government authorities who supported the Company during the exceptional period experienced by the Kingdom. I also express my appreciation to the Company's Management and all employees for their dedicated and tireless efforts during this difficult and critical period, and for their commitment and sense of responsibility in ensuring the continuity of flour production and the availability of this essential commodity.

MR. BASIM ALSAIE, CHAIRMAN OF THE BOARD OF DIRECTORS

ended 30 Jun 2026. The company achieved a net profit for the period of BHD 293,906, compared to BHD 974,521 for the same period of last year representing a decrease of 70%.

This decrease in net profit for the second quarter of 2026, compared with the same period in 2025, is attributable to higher cost of sales and operating expenses, in addition to the costs arising from the current geopolitical conditions and their impact on investment returns.

Basic and diluted earnings per share for the second quarter decreased to profit of 11.84 fils compared with 39.25 fils in the same period of 2025.

The Company also achieved an operating profit of BHD

46,423 during the second quarter of 2026, compared with BHD 703,166 for the same period in 2025, representing a decrease of 93%. This decrease in profit is attributable to higher cost of sales and operating expenses.

With regard to sales, the Company generated BHD 1,691,141 during the second quarter of 2026, compared with BHD 1,752,414 for the same period in 2025, representing a decrease of 3%. This decrease was due to lower sales volumes of flour and bran products, following the surge in demand during the geopolitical conditions in the first quarter.

1st Half Financial Results:

For the First Half of 2026,

BFM has reported a profit of BHD 695,036 versus BHD 676,647 profit for the same period in 2025 representing an increase of 3%.

The Company reported Basic and Diluted Earnings per share of 28 fils for the first half of 2026 versus 27.26 fils profit for the same period in 2025.

Operating profit for the first half of 2026 amounted to BHD 330,124, compared with BHD 670,991 for the first half of 2025, representing a decrease of 51%. This decrease was due to the aforementioned reasons, as well as lower subsidy returns on imported flour and bran products.

BFM generated first-half sales of BHD 3,740,683 versus BHD

3,693,169 in H1 2025 increase by 1%.

Financial Position:

The Company's total equity increased slightly by 0.2% to BHD 27,442,287, compared with BHD 27,392,871 as at 31 December 2025, after deducting shareholders' dividends and the charitable donations provision.

The total assets for the period reached BHD 46,177,575 compared to BHD 40,694,535 in the year 2025, with an increase of 13%.

The full set of financial statements for the six months ended 30 June 2026 and the press release are available on Al-Matahin and Bahrain Bourse's website.

In closing, Mr. Basim AlSaie expressed his sincere thanks and appreciation to all ministries and government authorities whose support and cooperation had a significant impact in assisting the Company during the exceptional period experienced by the Kingdom. He also expressed his appreciation to the Company's Management and all employees for their dedicated and tireless efforts during this difficult and critical period, and for their commitment and sense of responsibility in ensuring the continuity of flour production and the availability of this essential commodity, thereby supporting the food security system in the Kingdom of Bahrain.

Al Baraka Islamic Bank B.S.C.(c)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 30 JUNE 2026

alBaraka Bank

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026 [Reviewed]

	Reviewed 30 June 2026 BD'000	Audited 31 December 2025 BD'000
ASSETS		
Cash and balances with banks and financial institutions	38,028	58,319
Receivables	231,196	259,146
Ijara muntahia bittamleek and ijara receivables	215,863	216,207
Musharakat	127,238	117,634
Investments	412,215	377,729
Investments in real estate	3,200	3,247
Premises and equipment	30,015	30,257
Intangibles and goodwill	9,078	9,185
Other assets	25,560	22,092
TOTAL ASSETS	1,092,393	1,093,816
LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY		
Liabilities		
Current accounts	117,263	126,860
Murabaha and other payables	62,524	-
Other liabilities	48,564	46,264
Total liabilities	228,351	173,124
Quasi equity		
Participatory investment accounts	784,976	842,212
Subordinated mudaraba	2,371	2,347
Total quasi equity	787,347	844,559
Owners' equity		
Share capital	60,870	57,100
Perpetual equity-type instruments	32,422	36,192
Reserves	(7,619)	(8,307)
Accumulated losses	(19,148)	(18,773)
Equity attributable to parent's shareholders	66,525	66,212
Non-controlling interests	10,170	9,921
Total owners' equity	76,695	76,133
TOTAL LIABILITIES, QUASI EQUITY AND OWNERS' EQUITY	1,092,393	1,093,816
OFF-BALANCE SHEET ITEMS:		
ASSETS UNDER MANAGEMENT	422,948	464,558
CONTINGENCIES AND COMMITMENTS	88,414	96,332

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the six month period ended 30 June 2026 [Reviewed]

	Equity attributable to shareholders of the parent											
	Reserves											
	Share capital BD'000	Perpetual equity-type instruments BD'000	Statutory BD'000	General BD'000	Employee defined benefit plan BD'000	Cumulative changes in fair value BD'000	Revaluation of premises and equipment BD'000	Foreign exchange BD'000	Accumulated losses BD'000	Equity attributable to parent's shareholders BD'000	Non- controlling interest BD'000	Total owners' equity BD'000
Balance at 1 January 2026 (Audited)	57,100	36,192	9,845	3,275	(205)	3,395	113	(24,720)	(18,775)	66,220	9,913	76,133
(Loss) / income for the period	-	-	-	-	-	-	-	-	(297)	(297)	400	103
Other comprehensive income / (loss) for the period	-	-	-	-	-	522	-	156	-	678	(10)	668
Issuance of ordinary shares	3,770	-	-	-	-	-	-	-	-	3,770	-	3,770
Repayment of AT1 Capital	-	(3,770)	-	-	-	-	-	-	-	(3,770)	-	(3,770)
Dividend paid by subsidiary	-	-	-	-	-	-	-	-	-	-	(133)	(133)
Distribution of Zakat	-	-	-	-	-	-	-	-	(76)	(76)	-	(76)
Balance at 30 June 2026 (Reviewed)	60,870	32,422	9,845	3,275	(205)	3,917	113	(24,564)	(19,148)	66,525	10,170	76,695
Balance at 1 January 2025 (Audited)	57,100	36,192	9,845	3,275	(129)	2,452	119	(24,630)	(14,638)	69,586	9,711	79,297
(Loss) / income for the period	-	-	-	-	-	-	-	-	(1,049)	(1,049)	818	(231)
Other comprehensive loss for the period	-	-	-	-	-	(363)	-	(425)	-	(788)	(733)	(1,521)
Dividend paid by subsidiary	-	-	-	-	-	-	-	-	-	-	(284)	(284)
Distribution of Zakat	-	-	-	-	-	-	-	-	(68)	(68)	-	(68)
Balance at 30 June 2025 (Reviewed)	57,100	36,192	9,845	3,275	(129)	2,089	119	(25,055)	(15,755)	67,681	9,512	77,193

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended 30 June 2026 [Reviewed]

	Six months ended 30 June	
	2026 BD'000	2025 BD'000
OPERATING ACTIVITIES		
Income before taxation	1,467	1,620
Adjustments for:		
Depreciation and amortizations	2,132	2,126
Reversals for impairment - net	(1,047)	(220)
Gain on sale of premises and equipment	(3)	(1)
Gain on sale of investments	(32)	(162)
Unrealized losses on remeasurement of investment in real estate	47	-
Operating profit before changes in operating assets and liabilities	2,564	3,363
Net changes in operating assets and liabilities:		
Balances with central banks in mandatory reserves	18,552	(5,385)
Receivables	7,380	(2,949)
Ijara muntahia bittamleek and ijara receivables	702	3,151
Musharakat	(9,187)	(4,858)
Other assets	(3,661)	(3,236)
Other liabilities	1,819	6,570
Murabaha and other payables	62,524	(9,984)
Current accounts	(9,597)	851
Participatory investment accounts	(57,237)	64,104
Tax paid	(1,159)	(3,148)
Net cash generated from operating activities	12,700	48,479
INVESTING ACTIVITIES		
Purchase of investments	(320,539)	(154,003)
Proceeds from sale of investments	286,617	141,518
Net purchase of premises and equipment	(1,542)	(2,679)
Disposal of investment in joint venture	-	6,510
Net cash used in investing activities	(35,464)	(8,654)
FINANCING ACTIVITIES		
Net movement in subordinated mudaraba	24	(48)
Issuance of ordinary shares	3,770	-
Repayment of AT1 Capital	(3,770)	-
Dividend paid by subsidiary	(133)	(284)
Zakah paid	(76)	(68)
Net cash used in financing activities	(185)	(400)
Foreign currency translation adjustments	230	(631)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(22,719)	38,794
Cash and cash equivalents at beginning of the period	78,511	47,437
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	55,792	86,231
For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:		
Cash in hand	8,035	8,498
Balances with central banks in unrestricted accounts	8	8,287
Balances with other banks and financial institutions (with original maturity of 3 months or less)	3,752	12,315
Receivables - Commodities and Wakala placement with FIs (with original maturity of 3 months or less)	43,997	57,131
TOTAL CASH AND CASH EQUIVALENTS	55,792	86,231
During the period, right-of-use assets increased by BHD 780 thousand (2025: BHD 310 thousand), with corresponding additions to ijara liabilities of BHD 892 thousand (2025: BHD 278 thousand).		
These statements have been extracted from financial statements reviewed by PricewaterhouseCoopers, who expressed an unqualified conclusion on 12 August 2026		
Akram Yassin Chairman	Dr. Khalid Ateeq Vice Chairman	Husain Yusuf Ateyah Acting Chief Executive Officer

YOUR PARTNER BANK

Al Baraka Islamic Bank B.S.C.(c), P.O. Box 1882 Manama, Kingdom of Bahrain, (An Islamic Retail Bank - Licensed by the Central Bank of Bahrain)

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