# In The Name of Allah The Most Gracious The Most Merciful

Whoever works does a righteousness whether male or female while he or she is true believer of Islamic Monotheism verily, to him We will give a good life in this world with respect, contentment and lawful provision and We shall pay them certainly a reward in proportion to the best of what they used to do?

«Surat Alnahel 97»

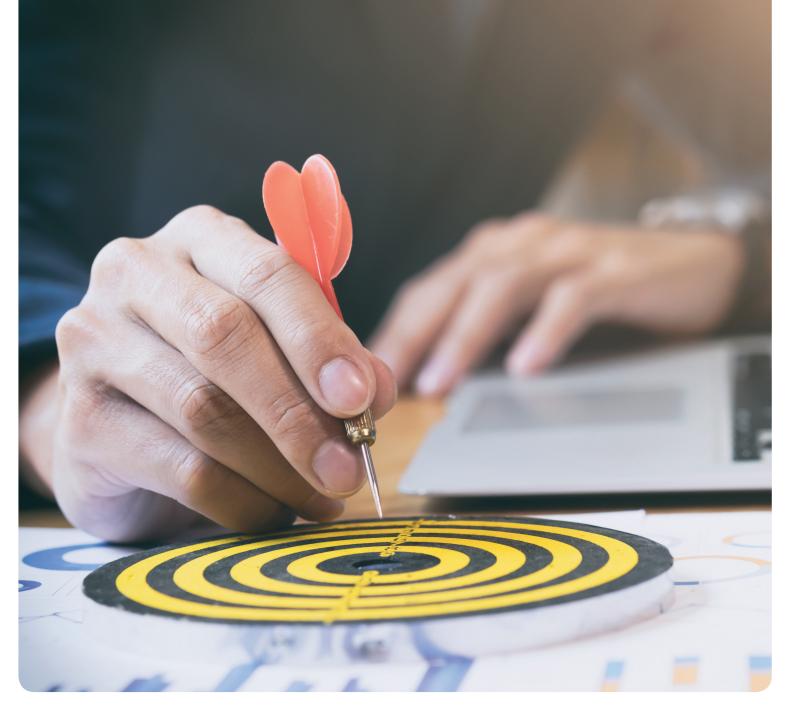


Farmer's Commercial Bank Public Limited company Member of Bank Deposits Security fund

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## Vision

Comprehensive and excellent banking services to the community and enhancing shareholders' equity and all other stakeholders

# Mission

Farmer's Commercial Bank is a banking institution which provides comprehensive and excellent banking services to all community segments with emphasis on shareholders' equity, partners & small producers.



## Historical Background

#### (A) Introduction:

Farmer's Commercial Bank (FCB) was established in 1/8/1998 as a result of the merger of two Banks, namely Sudan commercial bank (SCB), the first Sudanese national bank, which was established in 1960 and Farmer's Bank for Investment and Rural Development (FBIRD) which was established in 1992 with the aim of developing the agricultural sector and other sectors related to agriculture.

After the merger, (FCB) became one of the biggest banking institution in the country with regard to the number of shareholders. The bank aims at achieving strategic goals in the promotion of agricultural, industrial and trading sectors in general in addition to providing finance to services to all other economic activities.

#### (B) Legal Status:

The bank is a public company with a total number of shares amounting to 400.000.000 shares

#### (C) Capital:

Authorized Capital	: SDG 400,000,000
Paid up Capital	: SDG 400.000.000







*Chairman* Miss. Samia Ahmed Mohamed Hassan



**(G.M)** Mr. Sulieman Hashim Mohamed Toum



**D**\**GM** Mr. Babiker Sheikh Idris Manaa





(2018







# Board of Directors:-

No	Name		
1	Miss. Samia Ahmed Mohamed Hassan		Chairman
2	Mr.Mohamed Hassan Mohamed Hussien		Member
3	Mrs. Sohair Mustafa Othman		Member
4	Miss. Botheina Ibrahim Mohamed salih		Member
5	Mr. El hadi MukhtarAdam		Member
6	Mr. Hashim Khalafalla Morgani		Member
7	Dr. Hashim Ahmed Elabaid		Member
8	Mr.Elgaily Mohamed Elbasheer	(expert)	Member
9	Dr Mohamed Ali Alshiek	(expert)	Member
10	Mr. Abdalla Ahmed Hamad Abdalrahem	(expert)	Member
11	Mr. Sulieman Hashim Mohamed Toum	(GM)	Member

## Secretary of the Board of Directors

#### Mr. Mustafa Mohamed Hamid

#### *Legal Advisor* Professor / Abdalla Idris Albashier

#### Legal Auditor

The Auditor General Chambers

#### Sharia Advisory Board:-

No	Name	Position
1	Dr. Mustafa Hasabo Bashier	Chairman
2	A/D. Ibrahiem Norain Ibrahiem	Member
3	Dr. Sulieman Mohamed Karam alla Al Mahi	Member

#### High Executive Administration

No	Name	Position
1	Mr. Sulieman Hashim Mohamed Toum	GM
2	Mr. Babiker Sheikh Idris Manaa	D\GM
3	Mr.Elrashed Mahjob Elfeel	ASS/M
ß	2018	التـــقرير السنـــوي Annual Report



# Bank Branches & sub-branches

In order to achieve its strategy, the bank established 36 Branches and two subbranches spread almost all over the country. All these branches are connected with a modern network.

State	Branch	Telephone	Fax
	Gasr	83/7786372 -779908	83/783009
	Gamhoria	83/771052 -7786370	83/780106
	Alamarat	83/494844 -480391	83/472115
	Alsuk Alarabi	83/776131- 742496	83/794326
	Ebaid Khatem	83/526328 -526332	83/526331
	elkalakla	01836526548	0183652149
	Omdurman Alsuk	87/556783 - 556616	87/569358
Khartoum	Omdurman Hai Elarab	87/463637 - 558463	87/573110
	Omdurman Souq Libya	0157796281/0157796283	
	Shambat	85/314522 - 314523	85/314521
	Bahri Alsuk	85/238449 - 239300	85/330511
	Bahri Industrial Area	85/335572 - 330444	85/335571
	Elsaggana Bahri Saad Gishra Souq Sita	484821/484822/83 85/239995/239994 153853667/154951385	484820/83 85/238881
	Almasoudia	0155247947	0155314046
	Alhasahiesa	05418/30007 - 30008	05418/32410
Algezira State	Almeailig	05448/70008	05448/70007
	Madani	05118/43927	05118/44708
	Elmanagel Uom elgura	05178871043	0517871042 1511831425
V. 1. C	Kassala	04118/22849	04118/22336
Kassala State	New Halfa	04218/22234	04218/22054
Red Sea State	Port Sudan	03118/24913	03118/24912
	Alobeid	03118/25333	03118/23008
North Kordofan	Alnuhoud	06118/22036	06118/22035
Blue Nile State	Aldamazien	06428/22372	06428/22373
	Alfaw	05218/21088	05218/21088
Gadarif State	Alhawata	0120797718	0441843418
	Gadarif	04418/483072	04418/43418
SouthDarFor State	Nyala	07118/32485	07118/33392
Northann State	Dongola	02418/22364	02418/22416
Northern State	Merowe	02318/21228	02318/21561
White Nile State	Kosti	05718/22518	05718/24880
River Nile State	Aldamer	02168/44343	02168/24455
Sennar State	Sinnar	05618/23635	05618/24090

(2018)

## The Operating sub-branches :-

1) Sudan university

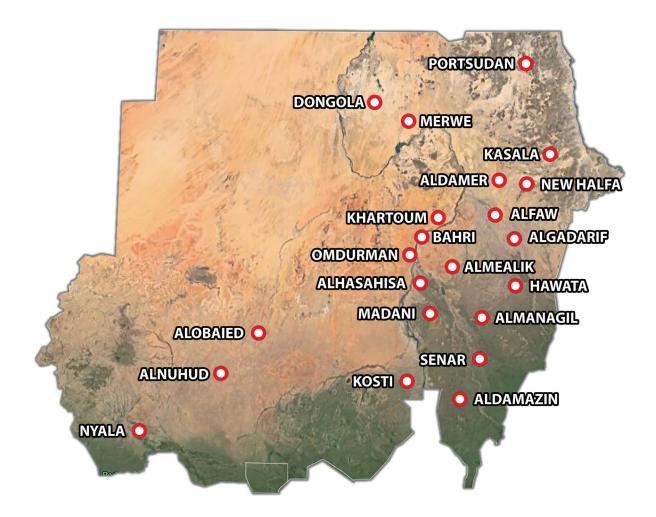
2) Dongola (Ministry of Investment)







## Map of Geographical Spread Of Bank Branches



Khartoum	Bahri	Omdurman
Algaser	Shambat	Hai Alarab
Alamarat	Bahri Alsoug	Omdurman
Algamhoria	Industrial	Alsoug
Al soug Alarabi	Area	Soug lybea
Al soug Alafrangi	Saad Gishra	
Alsaggana	soug sitta	
Alkalakla		







# **Economic Developments During The Year 2018**

## **Developments in World economy year 2018**

The World economy witnessed weak economic expansion during 2018compared to 2017 contrary to the expectation of world bank, which expect continue dragging during 2019 as the result of commercial conflict between U.S.A. & China.

The recorded average World economic growth for 2018 was 3.7 % compared with 3.8% for 2017 , with lesser rate of growth for developed countries reached to 2.3% compared to 2.4%

in 2017 and a rate of 4.6% for underdeveloped countries compared to 4.7%. in 2017 -The international rate of inflation was 2.44% for the year 2018 compared with 3.1% for 2017. - Fuel oil prices increased in 2018 to \$53.9per barrel compared with \$52.5 per barrel in 2017.

- Gold prices increased & reaching a price of \$1360 per ounce in 2018 compared with \$1275 in 2017

## **Developments in Sudan economy during 2018**

Sudan national economy continued to suffer from political & ecnomic unsettlement addition to other economic problems such as the decrease of exports compared with imports causing deficit in trading balance and creating accelerated hard currency demand.

#### Here are some indicators of Sudan economy in 2018:-

- The average economic growth was about 4% in 2018 compared with 4.4in 2017.

- The average Inflation rate for 2018 was about 72.94% compared with 25.2% for 2017.

- The banks total current &noncurrent deposits reached about 306 billion SDG in 2018 compared with 273 billion in 2017.

- The total of investments and finance delivered by working banks reached about 168 billion SDG in 2018 compared with 103 billion in 2017.

- Foreign trade : The deficit in trading balance was 1,325 million dollars in 2018 compaed to 1,486 million dollars deficit in 2017.

- Exchange rate was 54.02 SDG against euro & 47.6 SDG against dollar .



# The main policies adopted by FCB during 2018

Farmers commercial bank is used to adopt policies and principles that match and support the national financial strategies and policies, and accordingly with the policies and regulations of Sudan central bank, here are samples of such policies :-

#### 1- Risk management policy

It aims at reducing risks to the minimum, protect & develop of resources with safety and optimum utilization resulting in maximum income.

#### 2- Geographical spread & financial inclusion Policy

This policy aims at making the banking services nearby and close to the targeted customers, through different windows of service delivery such as branches, subbranches, ATMs, agents, etc.

#### 3- Partnerships building & Resource generating policy

The policy aims at creating partnerships with other competent customers whether private or governmental to attract and allocate resources that needed for the joint targeted projects, such as the microfinance project, the graduates projects Fund, the Gum Arabic Fund, Dulgo electricity Fund, & increase our participation in other portfolios pioneered by other banks.

#### 4- Policy of safety banking operations

It aims at maintain stable and continuous balanced utilization of financial resources and prevent money laundering activities as defined by central bank of Sudan.

#### 5- Policy for Increasing resource utilization efficiency

The policy aims at efficient & effective utilization of resources through short term investments, increase efficiency of debts collection, participating in social and economic development, rural finance periodical assessment of different assets.

#### 6- Policy for marketing of electronic banking products

Capacity Building and enriching know-how of the staff regarding various aspects of electronic banking products, with target of customer base expanding.

#### 7- FCB strategy (2017 – 2020)

It is strategy for 4 years aims to fulfil the mission, vision and the goals of the bank considering the national strategy for the country.



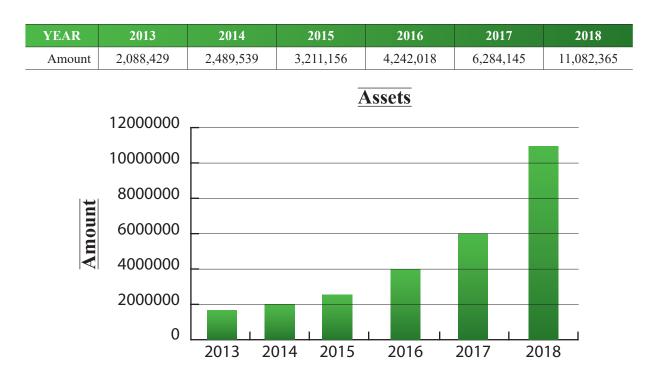


## Financial Performance of the Bank during the Year 2018

Firstly: Financial Position Statement

#### Assets :

Total value of assets amounted to 11,082 SDG million in 2018 compared with 6,284 SDG million in 2017 with an increase of 4,798 SDG million and growth rate of 76%. *Development of Bank Assets:* 



## **Deferred** sales Receivable and short - term investments :

Total Deferred sales receivable and short-term Investments amounted to 7,119 SDG million in 2018 compared with 4,176 SDG million in 2017 with an increase of 2,943 SDG million and rate of growth of 70%.

#### Deferred sales receivable and short-term investments:

PARTICULARS	2016	2017	2018
Outstanding Financing	2,593,757	3,745,961	6,652,792
Financial investment (In government securities)	229,382	430,386	467,194
Total	2,823,139	4,176,347	7,119,986

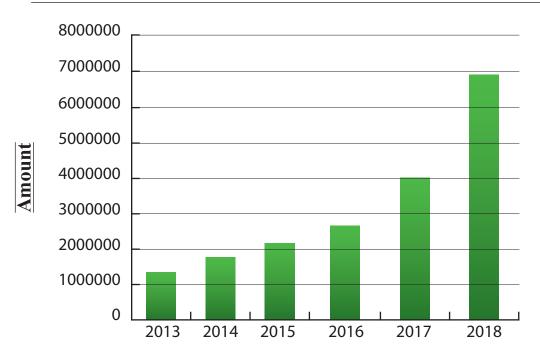




## Development in Deferred Sales Receivable and short term Investments:

YEAR	2013	2014	2015	2016	2017	2018
Million SDG	1,622,909	2,016,184	2,288,102	2,823,139	4,176,347	7,119,986

#### **Development in Deferred Sales Receivable and short term Investments**



#### Outstanding Finance analysis according to sectors 2018 (000SDG) :

SECTORS	TOTAL AMOUNT IN 2017	PERCENTAGE	TOTAL AMOUNT IN 2018	PERCENTAGE
Agricultural	506,672	14%	931,390	14%
Industrial	337,781	9%	731,807	11%
Import & Export	90,891	2%	399,167	6%
Transport & Storage	253,336	7%	465,695	7%
Rural Development , Hand Craft &occupational	337,381	9%	466,111	7%
Local trade	258,887	7%	133,055	2%
Real Estate & Infrastructure	1,907,144	51%	3,392,923	51%
Others	53,869	1%	132,644	2%
Total	3,745,961	100%	6,652,792	100%
Securities 430,386	467,194			



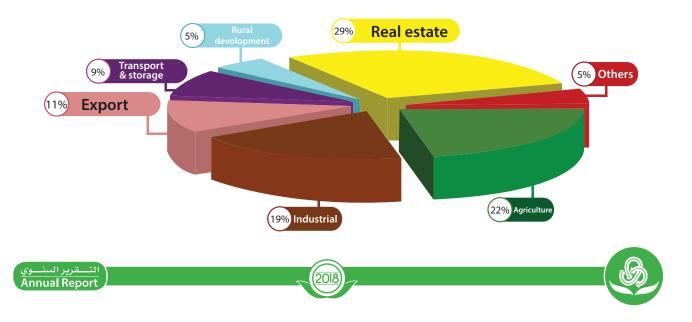


# *Outstanding Finance analysis According to collateral 2018 (000 SDG)*

TYPE OF COLLATERAL	YEAR 2018	PERCENTAGE
Government Securitas	133,055	2%
Real estate	2,062,365	31%
DIRECT Storage	332,640	5%
Vehicles	665,280	10%
Personal Guarantee	199,583	3%
Securities	99,791	2%
Bank guarantee	2,594,588	39%
Investment Deposit	166,320	2%
Export proceeds	79,833	1%
Others	319,337	5%
Total	6,652,792	100%

# Analysis of Finance Issued According to Sectors at 31/12/2018 (1000 SDG)

Sector	Total Amount in 2017	Percentage	Total Amount In 2018	Percentage
Agricultural	1,389,540	%33	1,085,179	22%
Industrial	550,074	%14	974,292	19%
Export	213,862	%5	548,014	11%
Transport & Storage	328,792	%7	468,929	9%
Rural Development , Hand Craft & ocupational	196,814	%4	206,954	5%
Real estate	1,019,078	%25	1,459,314	29%
Domestic Trade	297,835	%7	0	-
Long investment	6,091	%0	4,543	-
Securities	158,889	%5	25,392	-
Others	-	-	262,633	5%
Total	4,160,975	100%	5,035,250	100%





## Analysis of Finance Issued According to Modules at 31/12/2018(1000 SDG)

Modules	Year 2017	Percentage	Year 2018	Percentage
Murabaha	1,812,707	44%	2,887,162	58%
Salam	11,808	0%	42,515	1%
Musharakat	221,127	5%	417,548	8%
Hire Purchase	737,152	18%	62,965	1%
Mugawala	944,921	23%	1,405,423	28%
Mudaraba	267,500	6%	170,323	3%
Gard Hassan	780	0	19,379	0
Capital Participation	6,091	0%	4,543	0%
Securities	158,889	4%	25,392	1%
Total	4,160,975	100%	5,035,250	100%





Portfolio Name	Purnase of Port	Sector	Maior Rank	The Amount of	Bank contribution in
				port	port
Kassala Reconstruction fund	Housing construction	Real estate	Fcb	23,500,000	10,977,857
Graduate projects	Financing Graduate	Others	Fcb	150.000.000	3.500.000
A thletical city completion	Recons.	Real state	Animal Res Bank	400.000.000	30,000,000
Affordable housing	Housing	Real estate	Khartoum bank	200.000.000	4.000.000
River Nile State electricity network	Finance elec. net	Others	Saving Bank	88.000.000	6,500,000,
Future banking group	Different activates	Others	Future Banking group	20,000,000	5,000,000
Financing staple food for low earning worker	Stable food for low earning workers	Others	Workers bank	750,000,000	10,000,000
Gazira project land address	Selling Agri. Lands from owners	Agri.	United Capital Bank	200.000.000	5.000.000
Academic advisory	Support Academic activities	Others	Investment bank	20,000,000	600.000
Elhadi portfolio1431	Finance hadi	Others	Khartoum Bank	41,000,000	1,000,000
Gum Arabic portfolio	Gum export	Export	Khartoum Bank	142,000,000	20.000.000
Ijara finance	Ijara finance for sectors	Others	Investment Bank	200,000,000	1,000,000
Products portfolio	Export products finance	Export	Investment Bank	100,000,000	3,000,000
White Nile Sugar company finance	Finance w.n .sugar comp.	Industrial	United Capital Bank	\$150,000,000	2.000.000\$
Kassla Reconstruction fund	Housing recon.	Real state	Fcb	13,855,112	3,000,000
North state housing	Housing recon.	Real estate	Tadamon Bank	64.896.000	6.450.000
Red Sea housing finance	Housing recon.	Real estate	Fisal Islamic Bank	156.000.000	3.000.000
Affordable housing Blue Nile state	Housing	Others	Khartoum Bank	50,000,000	3,000,000
Naher Elneel housing finance	Housing recon.	Real estate	Sudanese France bank	72,064,000	9.500.000
North state housing	Housing recon.	Real estate	Tadamon Bank	46,467,142	4,346,714
Barbar electricity net work	Finance electric. Net work	Others	Family Bank	60.000.000	3.000.000
Oil seeds portfolio	Finance oil indu.	Indust.	Indust. development	1.000.000.000	15,000,000
Dalgo electric net work	Finance electric. Network	Others	F.C.B	75.000.000	47.000.000
Economic housing middle Darfor	Houses building	Real estate	Savings social-bank	72,000,000	10,000,000







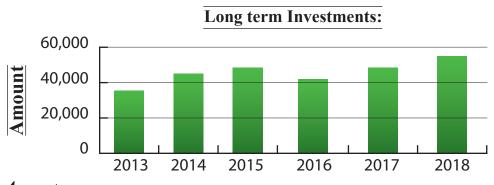


## Long term Investments:

Long term investments amounted to 59,121 SDG Million in 2018 compared with 54,851 SDG Million in 2017 with an increase of 4,270 SDG Million and rate of growth of 7%.

#### Development of long term investments:

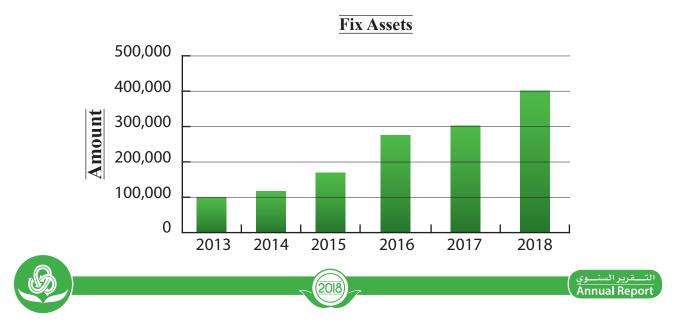
Year	2013	2014	2015	2016	2017	2018
Million SDG	40.120	49.748	41.593	47.432	54,851	59,121



## Fixed Assets

Total fixed assets amounted to 418,292 SDG million in 2018 compared with 321,743SDG million in 2017 with an increase of 96,549 SDG million and rate of growth of 30%.Development of Fixed Assets(million SDG)

Year	2013	2014	2015	2016	2017	2018
Million SDG	114.203	155.648	192.277	290.664	321,743	418,292

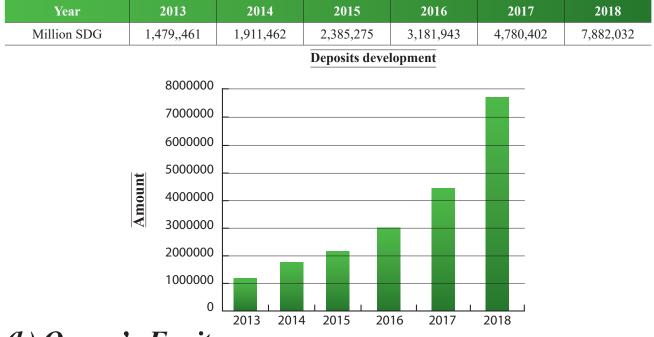




## Liabilities:

Total liabilities amounted to 6,712 SDG million in 2018 Compared with 3,712 SDG million in 2017 with an increase of 3,000 SDG million and rate of growth of 80%. *(a) Deposits* 

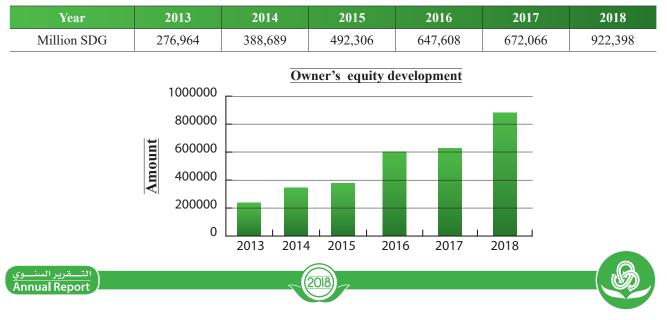
Total deposits amounted to 7,882 SDG Million in 2018 compared with 4,780 SDGmillion in 2017 with an a increase of 3,102 SDG million and growth rate of 65%Development of deposits(million SDG)



## (b) Owner's Equity

Total Owner's equity amounted to 922,398 SDG million in 2018 compared with 672,066 SDG million in 2017 increasing by 250,332 SDG million and rate of growth of 37%.

#### Development of Owner's Equity





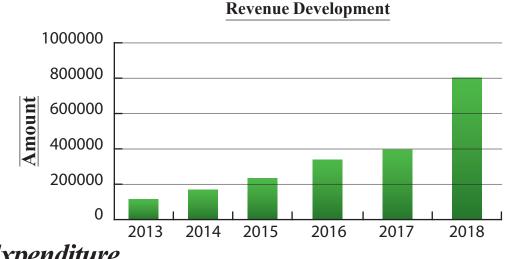
## Secondly: Income Statement

## (1) Revenues

Total revenues amounted to 856 SDG million in 2018 compared with 458 SDG million in 2017 with an increase of 398 SDG million and growth rate of 87 %.

#### **Revenue Development**

Year	2013	2014	2015	2016	2017	2018
Million SDG	152,716	207,305	333,950	411,374	458,343	856,279
					1	1

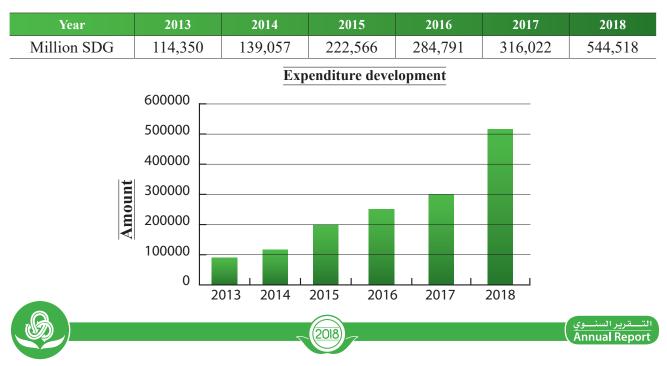


## (2) Expenditure

Total expenditure amounted to544 SDG million in 2018 compared with 316 SDG million in 2017 with an increase of 228 SDG million and growth rate of 72%.

#### Development of expenditure :

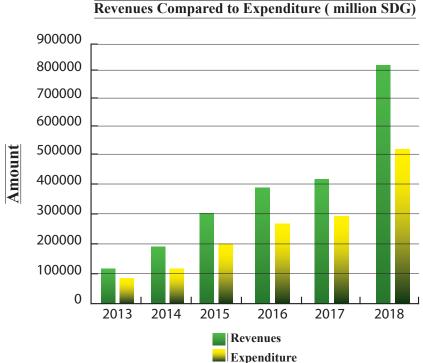
#### (million SDG)





#### **Revenues Compared to Expenditure :**

Year	2013	2014	2015	2016	2017	2018
Revenues	152,716	207,305	333,950	411,374	458,343	856,279
Expenditure	114,350	139,057	222,566	284,791	316,022	544,518

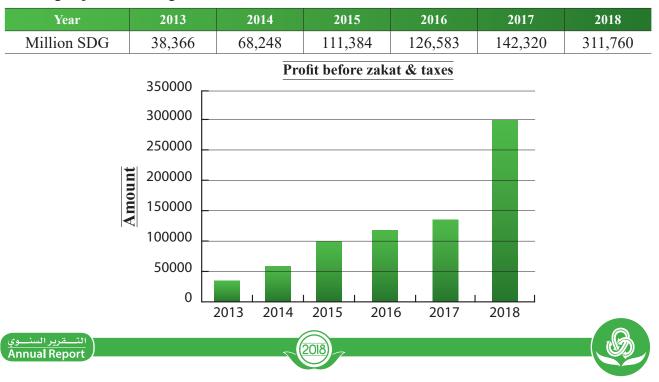


## (3) Profits

Profits before zakat & taxes amounted to311SDG million in 2018compared with 142 SDG million in 2017 with an increase of 169 SDG million and growth rate of 113%.

#### Gross profits Development:

(million SDG)





### Important Financial |Indicators for the year 2018

Indicator	31/12/2016	31/12/2017	31/12/2018	%
Total deferred sales receivable and short term Investment	2,823,139	4,176,347	7,119,986	72%
Trade Debtors	197,377	255,575	238,079	(6)%
Fixed Assets	290,664	321,743	418,292	30%
Total Assets	4.242.018	6,284,145	11,082,365	76%
Total Deposits (current & investment )	3,181,943	4,780,402	7,882,032	64%
Total Liabilities & Owners of unrestricted investment Accounts	3,594,409	5,612,079	10,159,966	81%
Owner's equity	647,608	672,066	922,398	37%
Total Revenues	411,374	458,343	856,279	86%
Total salaries, wages& administrative & general expenses & depreciation	284,791	316,022	544,518	72%
Net Profit (before Zakat & Taxes)	126,583	142,320	311,760	119%
Cost ratio	%56	54%	54%	

### The outstanding financial ratios for the year 2018

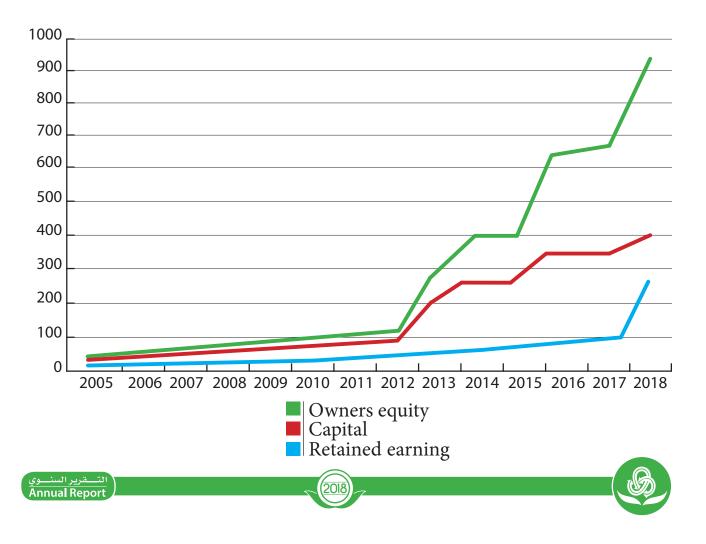
Particular	Equation	
Return on Assets	Net profit before taxes &Zakat /average total assets	3%
Return on owner equity	Net profit before taxes &Zakat/ Equity of owners	34%
Deferred sales receivable and investment to total deposits	Total deferred sales receivable short-term investment /total Deposits	91%
% of Expenditure	Salaries and wages /total expenditures	50%
% of Expenditure	Administrative and General Expenditures / total expenditures	30%
Liquidity ratio	Cash and cash equivalent/ deposits	36%
The proportion of repayment ability	Liabilities/ Assets	60%
The proportion of fixed assets to total assets	fixed assets/ total assets	4%
Cost Ratio	Total Expenditure / Total revenues	54%





## Development of owners Equity from 2001 to 2018 (million SDG)

Year	Paid up capital	Issuing fees	Legal reserve	Special reserve	Reserve assets evaluation	Reserve foreign Evaluation	Other rights	Uncontrol lable rights	Retained earning	Total
2001	9,71	0	0,66	0,24	14,91	0,84	0	0	0,87	27,23
2002	15,18	0	1,55	0,30	8,45	0	0	0	2,66	28,14
2003	26,36	0	0,91	0,91	9,74	0	0	0	2,74	40,66
2004	30,01	0	,89	0,91	9,83	0	0	0	2,68	44,31
2005	34,48	0	1,48	1,0	9,82	0	0	0	4,44	51,22
2006	41,40	0	3,12	0	9,82	0,41	0	0	9,36	64,11
2007	50,15	0	3,92	0	9,82	0	0	0	10,10	73,99
2008	60,16	0	3,97	0	9,80	0	0	0	11,94	85,87
2009	69,79	0	3,71	0	9,80	,31	0	0	11,13	94,74
2010	80	0	4,19	0	9,80	0	0	0	12,61	106,6
2011	96,59	0	5,98	0	9,80	0	0	0	17,93	130,3
2012	106,51	0	7,18	0	9,80	0	0	0	17,05	140,5
2013	200	26,17	7,73	0	9,80	6,63	0	0	26,63	276,9
2014	260	40,54	14,02	0	9,80	7,67	0	0	56,63	388,6
2015	260	40,54	19,92	0	8,73	5,10	0	0	62,24	396,5
2016	350	67,23	27,93	113,78	6,89	5,10	0	4,55	72,11	647,6
2017	350	67,23	37,61	112,89	6,76	5,10	0,67	6,24	91,78	678,3
2018	400	84.13	62.84	112.44	6.64	15.28	0.79	-	240.27	922.39





#### Bank Sharia Advisory Board Report Bank Sharia Advisory Board Report

Report of the Sharia Advisory Board to the General Assembly Meeting of shareholders of Farmer's Commercial Bank for the ending year 31/12/2018

In accordance with the criterion governing financial and Islamic Institutions No (1) specifically for the Sharia Advisory Board issued by Islamic Financial Institutions / Bahrain.

The Sharia Advisory Board Presents to the General Assembly meeting of Shareholders the following report:

(1) The responsibility of confirming that the bank is operating in accordance with sharia laws falls on the executive management of the bank for its responsibility of issuing decisions and implementing them.

Whereas the responsibility of the board is limited to expressing a neutral opinion on how the bank is following Sharia Laws based on its supervision on the bank operations and preparation of a report on that to the general assembly.

(2) The board continued its routine meetings (twice monthly) and revised all the implemented contracts in the bank which was presented to the board and directed the correction of the contents from mistakes and the board made a number of Fatwas and guidance in matters presented to the board by the bank authority. All of these are proved in the minutes.

(3) The board held only one meeting (long) in 24/ March / 2019 and looked in to the auditor's report, financial position and income statement for the year ending 31/12/2018, cash flow and the related explanatory notes. The board listened to the answers from the bank authority on what appeared in the financial statements.

(4) The board has supervised the business of the bank for the year 2018 and is pleased to declare the following:-

(a) The contracts signed by the bank during the year ending 31/12/2018 which were seen by the board were in accordance with Islamic Sharia Laws.

(b) The distribution of profits and carrying over of losses to the investment account agreed with the basis endorsed by the board and was in accordance with Islamic Sharia Law.

(c) Zakat account was in accordance with Islamic sharia laws.

(d) The money obtained through means incompatible with sharia was spent on charity work.

In conclusion the board thanks the bank authority for its cooperation with the board to complete its work

Dr. Mustafa Hasabo Basher

Dr. Suleiman Mohamed Karam A llah

Prof.Ibrahim Norain Ibrahim







#### AUDITOR'S REPORT TO THE SHAREHOLDERS OF FARMER'S COMMERCIAL BANK



#### Independent Auditor's Report To the Shareholders of the Farmer's Commercial Bank

#### Opinion

We have audited the financial statements of Farmer's Commercial Bank, which comprise the statement of financial position as at December 31, 2018, and the statement of income, statement of changes in equity and the statement of cash flows for the year ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Bank as at December 31, 2018, and their financial performance and their cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and Accounting Standards Issued by the Accounting Organization for Islamic Financial Institutions.

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) .Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank within the meaning of the Code of Ethics for Professional Accountants of International Ethics Standards Board for Accountants (IESBA) and we have fulfilled our other responsibilities under those ethical requirements .We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRSs, and Accounting Standards Issued by the Accounting Organization for Islamic Financial Institutions and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bank ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Bank financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Statements:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could

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#### Independent Auditor's Report To the Shareholders of the Farmer's Commercial Bank

reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the planning and performance of the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Bank to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Bank audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

التـــقرير السنــوي Annual Report



#### Independent Auditor's Report To the Shareholders of the Farmer's Commercial Bank

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of financial statements of the current period and are therefore included in our report as key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Eltahir Abd Elghayoum Ibrahim FCCA AUDITOR GANERAL REPUBLIC OF SUDAN Khartoum / 2٦/ مجب / 1440 Date/ 3/ أيتر / 2019







#### Consolidated statement of financial position as at 31/12/2018

		SDG	
Particulars	Note	2018	2017
Assets:			
Cash & cash equivalents	3	2,879,404,647	1,286,213,010
Sales receivables	4	5,004,278,935	2,948,106,618
Short term investments			
Investment with banks	5	254,903,212	63,244,434
Investment securities	6	467,194,222	430,386,733
M udaraba financing	7	324,625,087	313,377,867
Musharaka investment		362,914,235	106,943,268
Long term investment	8	59,121,613	54,851,748
Inventories	9	700,953,039	309,780,529
Assets acquired for leasing	10	2,612,595	1,770,244
Other investments	11	2,505,039	2,737,648
Total Investments		2,174,829,042	1,283,092,471
Other receivables	12	238,079,652	255,575,126
Other assets	13	346,395,497	145,840,576
Fixed assets (net)	14	418,292,468	321,743,558
Under execution projects	15	21,084,783	43,574,446
Total assets		11,082,365,024	6,284,145,805
Liabilities ,unrestricted investment accounts and owner's equity: Liabilities:			
Current & saving accounts	16	4,441,297,810	2,887,475,045
Payables	17	2,087,164,785	684,810,283
Proposed dividends	18	23,124,606	25,775,219
Other liabilities	19	160,928,279	114,845,813
Total liabilities		6,712,515,480	3,712,906,360
Equity of unrestricted investment accounts	20	3,440,734,351	1,892,927,848
Un controllable equities	21	6,717,016	6,245,469
Total liabilities, unrestricted investment accounts		10,159,966,847	5,612,079,677
owner's equity:			
Paid-up capital	22	400,000,000	350,000,000
Furthermore issuance		84,131,508	67,234,262
Reserves	23	85,551,435	50,155,378
Consolidation reserve		112,437,144	112,895,409
Retained earnings		240,278,090	91,781,079
Total owners' equity		922,398,177	672,066,128
Total liabilities, unrestricted investment accounts and Owners' equity		11,082,365,024	6,284,145,805
Contra Accounts	24	7,961,294,169	4,509,953,481

The attached notes from No.(1) to No.(34)form an integral part of the financial statements

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AbdAlla Ahmed Hamad. Member of the Board

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Suliman Hashem.M General Manager

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Buthina Ibrahim M.Salih Acting/Chairman of the Board







#### Consolidated Income Statement for the Year Ended 31st.December 2018

		SD	G
Particulars	Note	2018	2017
Income:			
Deferred sales revenue	25	390,249,008	318,767,056
Short term investment revenue	26	172,626,628	90,125,709
Sales revenue	27	1,173,747,076	596,557,484
Sales expenses	28	(1,005,180,888)	-538,676,897
		731,441,824	466,773,352
Less: Returns on unrestricted investment accounts		154,058,242	95,557,308
		577,383,582	371,216,044
Revenue on banking services	29	65,963,207	42,474,904
Gains on sales and purchase of foreign currencies		54,249,722	15,607,977
Gain on foreign exchange revaluation		121,492,232	10,174,295
Other revenues	30	37,190,595	18,869,935
Total revenue		856,279,338	458,343,155
Expenses:			
Operation expenses		1,965,222	787,201
Administrative& general expenditures	31	399,618,878	287,072,832
Losses on sale and purchase of foreign currencies		112,581,901	0
Depreciation		30,302,251	28,138,198
Central Bank of Sudan penalties		50,390	24,500
Total expenses		544,518,642	316,022,731
Net Income before zakat and taxes		311,760,696	142,320,424
Zakat &Taxes (-)	32	46,052,264	41,293,818
Income before minority rights		265,708,432	101,026,606
Minority rights		1,761,082	1,597,619
Net Income		263,947,350	99,428,987

The attached notes from No.(1) to No.(34)form an integral part of the financial statements

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AbdAlla Ahmed Hamad. Member of the Board

South

Suliman Hashem.M General Manager

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Buthina Ibrahim M.Salih Acting/Chairman of the Board









#### Consolidated Cash Flow Statement For The Year Ended 31st.December 2018

	SDG		
Particulars	2018	2017	
Cash flows from operating activities:			
Net income	263,947,350	99,428,987	
Adjustment to reconcile net income			
Net cash provided by operating activities:		1	
Minority rights	1,761,082	1,597,619	
Depreciation	30,302,251	28,138,198	
Provision of doubtful accounts	5,000,000	5,067,098	
Provision for Zakat	16,460,815	10,981,076	
Provision for taxes	29,591,449	30,312,742	
Adjustment of previous years	(151,687)	202,366	
Rehabilitated rental buildings amortization	767,387	811,227	
Zakat paid	(10,788,651)	(12,171,592)	
Taxes paid	(28,054,157)	(23,514,606)	
Returns on unrestricted investment accounts	154,058,242	95,557,308	
Gain on sale of fixed assets	(4,629,979)	(4,811,125)	
Purchase of fixed assets	(87,341,387)	(103,195,501)	
Bad debts	(1,166,864)	0	
Net cash flows provided by operating activities	369,755,851	128,403,797	
Cash Flow From Investing activities:			
increase of investment with other banks	(191,658,778)	(32,475,017)	
Increase / decrease of securities	(36,807,489)	(201,004,096)	
Sales value of fixed assets	7,755,403	5,102,288	
Increase in Mudaraba financig	(11,247, 220)	(141,363,459)	
Increase in Musharaka investment	(255,970,967)	36,126,391	
Increase /decrease in inventors	(391,172,510)	(172,999,003)	
Increase in assets acquired for leasing	(889,917)	(27,000)	
Increase in other investments	232,609	(1,086,457)	
Increase in long term investments	(4,792767)	(7,419,455)	
Increase on under execution projects	(21,084,783)	0	
Net increase in deferred sales	(2,060,005,453)	(845,483,527)	
Net cash flow used in investment activities	(2,965,641,872)	(1,360,629.335	
Cash flows from financing activities:			
Net increase in unrestricted investment accounts	1,393,748,261	440,372,,391	
Net increase in current accounts	1,553,822,765	1,070,529,334	
Dividend paid	(83,780,613)	(63,477,808)	
Increase in Payables	1,402,354,502	360,473,177	
Increase in other liabilities	38.866.377	31,289,647	
Increase in other assets	(200,328,860)	(41,903,572)	
Increase in other receivable	17,495,474)	(58,197,234)	
Increase in the paid -up capital	50,000,000	0	
Increase in other rights reserve	119,302	671,964	
Decrease in the reserve of the revaluation of assets	(127,082)	(127,082)	
Furthermore issue	16,897,246	0	
Increase on minority equity	10,286	0	
Net cash flows provided by financial activities	4,189,077,658	1,739,630,817	
Net increase in cash and cash equivalent			
Cash and cash equivalent at beginning of year	1,593,191,637 1,286,213,010	507,405,279	
and and can contrated at neotinino of year	1,280,213,010	778,807,731	

The attached notes from No.(1) to No.(34)form an integral part of the financial statements

South

Suliman Hashem.M General Manager

Hord

Buthing

AbdAlla Ahmed Hamad. Member of the Board

Buthina Ibrahim M.Salih Acting/Chairman of the Board





Consolidated statement of changes in owner's Equity for the year ended 31st December 2018	hang	es in own	er's Equi	y for the y	vear ende	d 31st De	cember	2018		
Particulars	Note	Paid-up Capital	Further more issue	Fixed assets revaluation reserve	Statutory	Foreign currencies revaluation reserve	Other rights	reserve	Retained Earning	Total
Balance as at 31\12\2016		350,000,000	67,234,262	6,893,011	27,933,927	5,102,968		113,781,680	72,108,201	643,054,049
Dividends distributed					ı				(70,000,000)	70,000,000-
depreciation for revauated building on year 2017				ı					ı	127,082-
Settlement of retained earning				(127,082)						
Adjustment of previous years	32				(358,178)			(886,271)	80,293	1,164,156-
Retained earning of 2017									202,366	202,366
Reserve of other rights							671,964		99,428,987	99,428,987
Transfer to statutor y reserve					10,038,768				- 10,038,768-	671,964 -
Balance as at 31/12/2017		350,000,000	67,,234,262	6,765,929	37,614,517	5.102.968	671,964	112,895,409	91,781,079	672,066,128
Increase on capital Furthermore issue Dividends of fraction shares		50,000,000	16,897,246		10,286				80,500,000-	50,000,000 16,897,246 10,286 80,500,000-
Dividends distributed Foreign currencies revaluation reserve						10,174,295			10,174,295-	
depreciation for the revaluated building for year 2018				127,082-					ı	127,082-
Adjustment of retainer earning								(458,265)	594,899	136,634
Adjustment of previous years	32								151,687-	151687-
Net income for the year 2018									263,947,350	263,947,350
Reserve of other rights							119,302			119,302
Transfer statutory reserve settlement					25,219,256				25,219,256-	0
Balance as at 31/12/2018		400,000,000	84,131,508	6,638,847	62,844,059	15,277,263	791,266	112,437,144	240,278,090,.	922,398,177

2018

31

F

Consolidated statement of changes in owner's Fauity for the year ended 31st December 2018

G

مصرف المسزارع التجمساري | Farmer's commercial bank

The attached notes from No.(1) to No.(34) form an integral part of the financial statements

Suliman Hashem.M **General Manager** 

AbdAlla Ahmed Hamad. Member of the Board

Acting/Chairman of the Board **Buthina Ibrahim M.Salih**  Fard

التــــقرير السنـــوي Annual Report

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#### Notes to Financial Statement for the year Ended 31/12/2017

#### Note No (1)

Establishment & activities of the bank:

Farmer's Commercial Bank (FCB) was established in 1/8/1998 as a result of the merger of two Banks, namely Sudan commercial bank (SCB), the first Sudanese national bank, which was established in 1960 and Farmer's Bank for Investment and Rural Development (FBIRD) which was established in 1992 with the aim of developing the agricultural sector and other sectors related to agriculture.

After the merger, (FCB) became one of the biggest banking institution in the country with regard to the number of shareholders. The bank aims to achieve strategic goals emphasis promotion of agricultural, industrial and trading sectors in general addition to providing finance to services to all other economic activities, the bank established 36Branches spread almost all over the country. All these branches are connected with a modern network beside two sub- branches .

#### Legal Status:

The bank is a public company with a total number of shares amounting to 400.000.000 shares

#### The subsidiary companies of the bank in Sudan :

Company	% of shares	Field
Green Tops	98%	Commercial
Al muashir	79.20%	Financial investment

#### The bank targets the following main objectives -:

1/ Participating in financing the field of agriculture, commerce, industry and export.

2/ Provide inputs for agriculture sector.

3/ Establishing rural development projects.

4/ Financing the foreign trade operations.



#### Note No (2): Accounting Policies

The basis of the preparation of financial statements:

*a) The financial statements* are prepared according to the standards which are adopted by the Islamic Accounts and Auditing Institutions Committee and the policies and circular of the Central Bank & Sharia's Advisory Board.

\*The Accounts of the Bank are operated in Sudanese Pounds (SDG).

*b) The financial statements* are prepared according to the historical cost principle. (with exception of the asset given to the bank in the hibat (gifts) are evaluated at acquisition ).

#### c) Foreign currencies

Foreign currencies shall be transferred to the Sudanese pounds at the exchange rate prevailing at the time of executing the process, and hence the assets and debits shall have their values transferred at the date of the financial record at the price prevailing at that date.

#### d) Depreciations:

The fixed assets shall be consumed according to the fixed instalment method. As well the depreciation of the added assets during the year.

The deprecation of assets shall be done according to the (fixed installment) method, which is the deprecation of assets in equal annual installments during the assumed age example the following fixed assets: -

- Building deprecation- 2.5% during 40 years
- Vehicles deprecation- 15% during 7years

*e) Fixing the profits* and losses of Musharka ,Mudarbaha & Salam processes shall be made on setting each process, as for profits and losses of Murabaha, they shall be fixed on collecting the installments from the Customer.

-Long – term investments shall appear in the list of financial record according to dividends distribution.

*f)* Calculation of the allocation of debts which collections is suspected shall be made according to the bases and criteria set by the Central Bank.

*g) Traded Securities* is evaluated on Khartoum stock market at cost or market prices, whichever is less.



#### Note (3) Cash & cash equivalents

	SD	G
Particulars	2018	2017
Cash in LCY & balances with banks		
Cash in vaults	28,477,430	163,419,092
Central Bank of Sudan (current Account)	1,100,331,521	547,287,568
Local Banks	15,778,320	2,382,415
Electronic money	1,879,455	5,802,790
Cash in ATMs	150,000	60,000
Cash at transit	34,000	0
Stamp &Stamp duties	2600	2,600
Sub total (1)	1,146,653,326	718,954,465
Cash in FCY & balances with Foreign banks :		
Cash in vaults	25,918,337	4,958,858
Foreign Correspondents	395,405,770	107,703,014
Central Bank of Sudan (current Account)	603,848,129	81,995,340
Sub total (2)	1,025,172,236	194,657,212
Legal Reserve in central bank		
Reserve in local	657,949,729	354,627,960
Reserve in foreign	49,629,356	17,973,373
Sub total (3)	707,579,085	372,601,333
Total cash & cash equivalent (1+2+3)	2,879,404,647	1,286,213,010

#### *Note (4) Deferred sales receivable*

•	SE	OG
Particulars	2018	2017
Murabaha in Local	2,939,098,620	1,618,970,588
Murabaha in Foreign	1,838,141	6,627,405
Installment Sales	106,332,080	140,671,653
Mugawla	3,979,070,127	2,028,761,004
Micro finance Mugawla	25,744,022	40,398,797
Murabaha Real Estate	150,116,715	137,498,303
Bia Salam	40,498,220	11,327,410
Micro finance Murabaha	306,839,590	240,,217,995
Micro finance Bia Salam	3,611,255	2,702,025
T0tl Total Deferred sales receivable	7,553,148,707	4,227,175,180
Less :Deferred profits	-2,455,849,929	-1,189,881,792
	5,097,298,841	3,037,293,388
Less provision for doubtful debts	-93,019,906	-89,186,770
Net Deferred sales receivable	5,004,278,935	2,948,106,618

#### *Note (5) Investment with banks*

	20	18	20	17
Particulars	<b>Balances in Fccy</b>	total in SDG	Total inforeign	total in SDG
Bank of Khartoum - in AED	8,000,000	103,710,560	-	-
Bank of Khartoum - in US Dollar	1,031,233	49,106,021	1,000,000	8,934,300
Omdurman National Bank - in US Dollar	463,822	22,086,631	2,720,989	24,310,134
Deposit at Capital Bank (Local)	-	30,000,000	-	30,000,000
Deposit at Bank of Khartoum		50,000,000		-
Total		254,903,212		63,244,434

(2018)





#### Note (6) Investment Securities

		SDG
Particulars	2018	2017
Investment in Shahama certificates	308,652,715	287,379,794
Investment in Shasha certificates	34,747,500	34,747,500
Investment in shares and sukok	5,677,007	5,545,439
Investment in liquidity management sukok	118,117,000	102,714,000
Total	467,194,222	430,386,733

#### Note (7) Mudaraba Financing

Muaaraba Financing	SI	OG
Particulars	2018	2017
Mudarbat	156,125,952	49,511,479
Graduates Mudarabat	0	2,000,000
Banks portfolio	67,312,023	152,552,268
Real estate portfolio	101,187,112	109,314,120
Total	324,625,087	313,377,867

#### Note (8) Long- term investment

Long- term invesiment	SI	)G
Particulars	2018	2017
Investment in local companies	59,574,020	55,304,155
Investment in foreign companies	402,593	402,593
Total	59,976,613	55,706,748
Provision of long term investment	-855,000	-855,000
Net long term investment	59,121,613	54,851,748

#### Note (9) Inventories

	SI	SDG		
Particulars	2018	2017		
Sorghum (Dura)	2,150	41,390		
Bags Jute	86,706,601	46,514,405		
Fertilizer	14,188,342	148,461,332		
Groundnut	3,213,772	5,858,671		
Sesame	143,224,863	28,329,369		
Arabic Gum	20,932,313	70,647,842		
Sorghum (Dura) Feed	0	551,825		
Tractors	0	1,958,720		
Eldab Fertilizer	431,144,817	5,687,339		
Fuel coupons	0	5,214		
Spare parts inventory	1,540,181	1,724,422		
Total	700,953,039	309,780,529		

(2018)





Note(10)	Assets for rent
	B

Particulars		Cost of assets	ssets			Depr	Deprecations		Net book value
	1/1/2018	Additions	Disposals	31/12/2018	1/1/2018	.Year dep	Disposals	31/12/2017	31/12/2018
Real estate 43 Dongola	167,596			167,596	12,414	4,183		16,597	150,999
Real estate 43/1 Dongola	173,447			173,447	12,915	4,329		17,244	156,203
Real estate 30/1 Dongola	614,358			614,358	45,898	15,364		61,262	553,096
Apartment No. 30/M O Dongola	471,826			471,826	34,839	11,735		46,574	425,252
Apartment No. 30/ O Dongola	405,891			405,891	29,949	110,117		40,066	365,825
Real estate 1/1 & 2/1 Dongola	77,946			77,946	4,806	1,837		6,643	71,303
Sudatel office		204,786		204,786					204,786
Bank pharmacy office		329,001		329,001					329,001
Green tops offices		194,994		194,994					194,994
Elmoasher office		161,136		161,136					161,136
Total	1,911,064	889,917	-	2,800,981	140,821	47,565	-	188,386	2,612,595







#### Note (11) Other Investments

	SD	G
Particulars	2018	2017
commitment Nawafel Co -Alamarat Branch	0	232,609
approve court order- Abied Khatim Branch	2,451,295	2,451,295
Letter of Guarantee source	53,744	53,744
Total	2,505,039	2,737,648

#### Note (12) Other receivables

	SDG	
Particulars	2018	2017
Office debit accounts	18,264,484	6,231,894
Commerce trade receivables	11,920,954	99,111,486
Cheques under collection	72,730,423	76,008,088
Staff loans	90,969,193	67,449,725
Sundry debtors	44,187,098	6,667,285
Custody accounts	7500	106,648
Total	238,079,652	255,575,126

#### *Note (13) Other assets*

	SDG	
Particulars	2018	2017
Pre – paid expense	2,017,136	531,223
Pre- paid rents	1,980,517	2,644,566
Pre - paid65% point of sales contracts	1,883,392	0
Stationeries in store	3,194,328	1,501,875
Goods stock for finance	291,982,282	86,753,002
Rental branches rehabilitation	4,124,160	4,726,983
Excess assets for auction	377,884	151,823
Other assets acquired	31,376,228	49,381,204
Margin to Khartoum securities market	10,000	10.000
Debtors( share issue fees)	12,115	0
Capital of settlement guarantee fund (Kht market)	123,000	95,000
Debtor ( portfolios profits)	9,312,748	0
Golden portfolios -point of sales	1,707	44,900
Total	346,395,497	145,840,576

(2018)





Particulars		COST 0	COST OF ASSETS				Depreciation	iation		
	0100/10/10	Additions	Disposals	0100/01/10	0100/10/10	Depreciation	2000 17 18 P. V	1	0100/01/10	Net book
	<u>8107/10/10</u>	During 2018	During 2018	Q107/71/1C	Q107/10/10	Ōf 2018	Additions	DISposals	Q107/71/1C	value
Lands	51,955,933	4,736,201	·	56,692,134	ı	ı	0	ı	ı	56,692,134
Buildings	142,608,650	62,549,146	(7, 401, 648)	197,756,148	15,512,240	4,090,017	0	(2,828,934)	16,773,323	180,982,825
Vehicles	49,690,911	20,839,956	(2,738,551)	67,792,316	19,701,882	9,722,658	0	(2,201,865)	27,222,675	40,569,641
Electronic Instruments	29,502,747	12,630,346	(906,836)	41,226,257	12,878,294	4,924,103	0	(886,836)	16,915,561	24,310,696
Furniture & Fixtures	24,566,669	10,877,576	(471,505)	34,972,740	8,070,185	2,899,826	0	(342,660)	10,627,351	24,345,389
Refrigerators	1,342,746	776,216	(25,866)	2,093,096	386,270	180,026	0	(25,866)	540,430	1,552,666
Printers & Photo Copiers	938,795	343,443	(108, 396)	1,173,842	312,872	89,489	0	(62,895)	339,466	834,376
Motor Cycles	274,359	138,794	(17,007)	396,146	126,172	50,807	0	(17,005)	159,974	236,172
Calculating Machines	4,735,719	7,576,142	(115, 814)	12,196,047	1,282,671	697,357	0	(115,813)	1,864,215	10,331,832
Air Conditioners	11,671,859	6,162,893	(377,634)	17,457,118	3,490,213	1,417,178	0	(279,845)	4,627,546	12,829,572
Generators & Water Pumps	11,721,075	2,618,474	(324,751)	14,014,798	3,473,666	1,242,621	0	(248,730)	4,467,557	9,547,241
Sign Boards	2,721,211	2,157,672	(32, 701)	4,846,182	2,067,045	286,114	0	(32,694)	2,320,465	2,525,717
ATMs Machines	11,289,708	2,629,669	(2,044,329)	11,875,048	3,651,800	1,760,352	0	(351,139)	5,061,013	6,814,035
Books & References	93,143	1,000	ı	94,143	I	I	0	I	ı	94,143
Temenos Software	21,998,185	I	ı	21,998,185	5,290,815	2,199,083	0	ı	7,489,898	14,508,287
P.O.S. Machines	ı	1,705,639	ı	1,705,639	ı	74,454	0	ı	74,454	1,631,185
Other instrument & materials	398,418	21,800	ı	420,218	68,175	70,545	0	I	138,720	281,498
tractors	19,394,393	79,385	(2,200,000)	17,273,778	3,231,453	I	0	(330,000)	2,901,453	14,372,325
Agricultural machines	19,376,676	I	I	19,376,676	2,993,886	550,056	0	I	3,543,942	15,832,734
Total	404,281,197	135,844,352	(16, 765, 038)	523,360,511	82,537,639	30,254,686	0	(7,724,282)	105,068,043	418,292,468

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## Note (15) Projects under execution

	SDG					
		2018			2017	
	Contract value	Executed	Execution %	Contract value	Executed	Execution %
Bahri Mazad executtion					14,479,993	
Obaid khatm 2 floors					8,805,873	
Mailg br( apartment +hostel)					2,420,073	
Portsudan br. Re habilitation					893,597	
Kalakla br. Re habilitation					8,301,904	
Elgadarif store					695,889	
New halfa Re habilitation					2,081,364	
Well digging + hoash Re habilitation Elfaw br.					71,730	
Elobaid store sur					52,018	
Paid to purchase P.O.S.					470,567	
Kalakla branch vehicle					955,911	
Reserve script contract					1,451,048	
New call centre contract					500,000	
Furniture for Elkalakla &Mazad branches					2,394,479	
Managel branch construction	12,976,625	7,241,096	56%			
Shambat branch interface	1,788,804	1,454,955	81%			
Eldamer manager house	6,700,000	4,399,011	66%			
Elhwata branche store	6,706,355	2,266,234	34%			
Saad gishra br. Roof maintenance	384,397	384,397	100%			
Kasala br. maintenance	717,157	679,107	95%			
Legal department partition	283,000	141,850	50%			
Elmantiga br. Floor maintenance	497,835	268,097	54%			
Sionbpard of Portsudan br.	585,000	409,500	70%			
Third &Forth floors maintenance	14,309,454	2,866,891	20%			
Project of signboards at roads	315,000	157,500	50%			
Elsog alarabi br.land ameliorate fees	816,145	816,145	100%			
	46,079,772	21,084,783			43,574,446	

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#### *Note (16) Current t & saving account*

Current i &suving account	SI	DG
Particulars	2018	2017
Current accounts (local)	3,669,535,770	2,276,210,964
Current accounts (foreign)	167,609,964	62,838,500
Saving accounts (local)	541,820,095	546,152,980
Saving accounts (foreign)	62,331,981	2,272,601
Total	4,441,297,810	2,887,475,045

# Note (17)

Payables	S	DG
Particulars	2018	2017
Office credit	482,340,604	78,356,897
Certified cheques (local)	294,421,759	124,497,945
Inward transfers (local)	1,943,060	2,441,388
Certified cheques (foreign)	15,075,021	1,241,912
Inward transfers (foreign)	3,336,253	625,953
L/Guarantees cash margins (local) LGS	3,802,,880	4,006,656
L/Credit Cash margins (foreign) LCS	71,944,622	15,700,593
Sundry creditors	1,174,717,162	447,737,946
Finance/multi supplier	39,583,424	7,126,665
Deferred cheques	0	3,074,328
Total	2,087,164,785	684,810,283

#### Note (18) Dividends paid

	SDG		
Particulars	2018	2017	
Share holders profit - year 2006	60,595	61,854	
Share holders profit - year 2007	654,413	655,921	
Share holders profit - year 2008	426,895	429,198	
Share holders profit - year 2009	320,746	324,850	
Share holders profit - year 2010	138,338	144,101	
Share holders profit - year 2011	739,861,	749,142	
Share holders profit - year 2012	1,024,264	1,041,990	
Share holders profit - year 2013	1,744,929	1,790,603	
Share holders profit - year 2014	3,186,568	3,322,949	
Share holders profit - year 2015	4,150,107	8,738,826	
Share holders profit - year 2016	4,322,080	8,515,785	
Share holders profit - year 2017	6,355,810	-	
Total	23,124,606	25,775,219	





#### Note (19) Other Liabilities

	SE	)G
Particulars	2018	2017
Accumulated Profit - Micro finance	149,904	149,904
Accumulated Profit Graduate finance	6,701,226	1,882,769
Other provisions	145,114,628	112,217,925
Accrued Expense	8,962,521	595,215
Total	160,928,279	114,845,813

#### *Note (20) Equity of unrestricted investment accounts*

	SD	)G
Particulars	2018	2017
Investment Deposit Accounts (Local)	3,101,983,549	1,755,231,896
Investor Mutual Fund (Local)	50,864,605	86,531,969
Investment Deposit Accounts (Foreign)	287,886,197	51,163,983
Total	3,440,734,351	1,892,927,848

#### Note (21) Equity of un controllable rights

	SI	)G
Particulars	2018	2017
Minority accounts (green tops)	3,554,419	3,283,367
Minority accounts (elmoasher)	3,162,597	2,962,102
Total	6,717,016	6,245,469

#### Note (22) Capital

		SDG	
Particulars	%	2018	2017
Authorized Capital 400 million share with nominal value one Sudanese Pound per share		400,000,000	400,000,000
Paid up Capital			
National Social Insurance Fund	26.79%	107,160,001	93,758,811
National Pension Fund	35.25%	140,963,528	123,358,422
Social Insurance Investment Corporation	12.27%	49,076,839	39,910,909
Sudan Cotton company	0	0	13,458,390
Alrahad Scheme Farmers' Unity	1.50%	5,985,813	5,985,813
Ministry of Financial	1.43%	5,738,196	5,738,197
Gezera&Managil Farmers' Unity	10.46%	41,826,189	26,851,465
Other (Individual, Unities & Associations)	11.70%	49,249,434	40,937,993
Total paid up capital		400,000,000	350,000,000

#### Note (23) Reserves

	SI	)G
Particulars	2018	2017
General Reserve	62,844,059	37,614,517
Fixed assets revaluation reserve	6,638,847	6,765,929
Foreign currencies revaluation reserve	15,277,263	5,102,968
Reserve of other rights	791,266	671,964
Total	85,551,435	50,155,378

#### Note (24) Contra Accounts

	SI	)G
Particulars	2018	2017
Letters of Credit (sight )	992,287,907	112,984,064
Letters of Guarantee	58,447,001	36,139,737
Bills and Murabahat Cheques	6,697,481,564	3,995,657,719
Bad debts under collection	41,440,,074	49,725,050
Restricted Investment Accounts	171,637,623	315,446,911
Total	7,961,294,169	4,509,953,481





#### Note (25) Revenues from deferred sales

	SDG		
Particulars	2018	2017	
Murabaha revenues (local)	239,535,436	161,974,682	
Deferred payment revenues	10,125,968	7,864,080	
Mugawalat revenues	138,361,637	148,024,462	
Salam revenues	2,225,967	879,300	
Other finance mode revenues	0	24,532	
Total	390,249,008	318,767,056	

#### Note (26) Investment Revenue

	SDG		
Particulars	2018	2017	
Securities Revenues	46,277,111	28,947,640	
Mudarba Revenues	30,810,125	14,105,144	
Musharka Revenues (local)	28,898,785	21,684,572	
Dividend -share revenues (local)	2,682,296	1,432,396	
Dividend -share revenues( foreign)	16,574,245	0	
Inventories revenues	15,019,425	17,783,200	
Assets acquired for leasing revenues	222,000	60,000	
Other investment revenue	32,130,933	4,359,335	
Revenue of deposits at other banks	11,708	1,753,422	
Total	172,626,628	90,125,709	

#### Note (27) Sales

	SDG		
Particulars	2018 2017		
Urya fertilizer	718,494,977	469,372,466	
Compound fertilizer	135,181,120	86,469,713	
Bags jute	66,826,100	65,000	
Sesame	144,287,225	35,370,267	
Conditions & electric instruments	856,810	1,094,445	
Tractors	4,640,000 1,785,000		
Giad vehicles	11,219,527	1,012,893	
Gum Arabic	92,241,317	627,891	
Homos	0	759,809	
Total	1,173,747,076	596,557,484	

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#### *Note (28) Cost of sales*

	SDG		
Particulars	2018	2017	
Beginning Inventory	289,901,972	114,151,131	
Sales	1,385,887,285 714,427,738		
Ending inventory	(670,608,369)	(289,901,972)	
Total	1,005,180,888	538,676,897	

#### *Note (29) Returns on banking services*

	SI	DG
Particulars	2018	2017
Local transfer commission	8,054,626	7,038,187
Letter of guarantee commission	3,562,968	2,355,645
Bills commission	8,594,149	5,713,888
Foreign transfer commission	21,193	21,221
Issued certified cheques commission	9,848,677	4,223,001
Ledger fees	19,168,989	14,732,477
Returned cheques commission	297,207	180,364
Telecommunication commission	13,145	12,653
Letter of credit commission	13,777,907	6,340,958
ATMs card earning	1,371,727	743,199
ATMs commission	1,252,619	1,113,311
Total	65,963,207	42,474,904





#### Note (30) Other Revenues

	SDG		
Particulars	2018 2017		
Rent for branches and offices owned by HO	4,197,953	3,049,962	
Sale of fixed assets revenue	4,629,979	4,810,155	
Bad debts outcome	8,143,073	485,561	
Sale of fertilizer commission	190,652	352,338	
Commission from other operations	490,369	168,107	
Commission received transaction between branches	33,362	112,422	
Storage and inventory supervision	509,750	533,826	
Insurance commission	3,212,625	1,886,375	
Registration fees of Universities	957,453	298,788	
Portage assets expenses	5,468	11,689	
Bids fees and penalties	0	1,600	
Financing contracts fees and documentation	88,799	74,810	
Eccess money deposited	2,000	6,520	
pension's window Commission received	0	81,740	
Penalty recovered	0	48,250	
Commission from clearing	157,467	117,558	
Dividends	404,114	0	
Lankawy project revenue	4,759,192	2,664,857	
Consultant evaluation revenue	8,486,088	4,130,040	
Banks shares promotion commission	832,600	35,337	
Settlement guarantee fund revenue	89,651	0	
Total	37,190,595	18,869,935	

#### Note (31) Administrative & general expenses

	SDG		
Particulars	2018 2017		
Salaries and wages (31/A)	202,223,147	149,796,582	
General expenses (31/B)	118,858,843	70,524,975	
Provisions &dues (31/C)	78,536,888	66,751,276	
Total	399,618,878	287,072,832	







## Note (31/A) Salaries and wages

	SI	SDG		
Particulars	2018	2017		
Basic salaries	31,304,040	23,534,279		
Housing allowance	6,064,732	4,401,813		
Travel Allowance	5,301,231	3,892,496		
Responsibility Allowance	207,874	158,259		
Cost of Living Allowance	6,316,340	4,569,207		
Hospitality Allowance	1,607,042	1,197,176		
Representative Allowance	800,517	579,915		
Nature of work Allowance	278,548	201,147		
Meal Allowance	8,215,270	6,025,014		
Housing subsidiary Allowance	7,178,017	5,191,008		
Mail Allowance	31,640	23,834		
Social affairs allowance	492,126	460,178		
Salaries Total Wages &	67,797,377	50,234,326		
Clothing Allowance	23,508,166	17,392,938		
Medical Expenses	18,675,835	11,435,275		
Workers clothing	2,536,394	1,934,931		
Business trip Allowance	1,789,100	1,265,710		
Overtime	4,235,306	3,593,121		
Eids Grants	29,630,112	21,765,457		
Domestic tickets	35,470,407	26,225,481		
Encashment leave	15,260	99,242		
Teller bonus	13,945	13,585		
Qualification Allowance	7,649	7,849		
End of service benefits	2,968,686	2,612,682		
Social Insurance Fund	10,323,698	7,786,195		
Rural &upcountry allowance	2,703,536	2,023,616		
Special staff meal allowance	193,033	182,966		
Business trip abroad	590,630	207,489		
Technical Allowance	408,893	350,302		
Social Participation Allowance	188,432	144,218		
Incentives& Grants	929,904	148,516		
Encourage incentives	0	2,136,879		
Soap Allowance	152,964	80,663		
President Allowance	83,820	155,140		
Total	202,223,147	149,796,582		

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## Note (31/B) Administrative & General Expenses

	SI	)G
Particulars	2018	2017
Vehicles maintenance, fuel and licensing	6,133,803	3,824,400
Maintenance and fuel for dynamos	986,201	726,865
Maintenance & repairs	3,917,592	2,095,379
Water & electricity Rates	6,672,650	3,162,636
Telecommunications	1,041,330	768,415
Toiletry materials	2,726,402	2,049,724
Insurance	3,014,645	2,605,131
Travel expenses	2,010,536	708,872
Publicity & advertisement	6,260,950	4,241,130
Security expenses	2,233,188	1,756,810
Rents	6,243,191	4,263,168
Rates and services Fees	1,507,636	973,309
Transportation & loading expenses	671,875	443,019
Newspapers, Magazines & references	400,231	174,614
Courts & Lawyers fees	846,566	776,657
Hospitality	1,255,517	820,449
Stationary & publications	5,662,164	3,098,362
Donations	2,919,210	2,482,625
Social services	3,610,246	2,290,970
Consultancies, research & seminars	89,021	268,228
Training expenses	8,321,080	3,675,564
Board members remuneration	605,597	473,478
Sharia supervisory board expenses	124,697	96,091
Subscription in local & foreign institutions	1,749,227	818,302
Contribution to bank deposits guarantee fund	17,534,427	6,343,171
Computers system expenses	689,753	427,030
General assembly expenses	477,288	385,597
Commissions paid	937,950	564,488
Cash sorting	1,264,778	1,576,093
Investments losses	504,273	80,572
Rent of Vehicles	3,329,668	1,903,950
ATM management expenses	119,791	105,975
Management expenses of ATM cards	171,262	181,267
ATM cards issuance fees	613,214	503,341
ATM Electricity	338,633	236,438
ATM & P.O.S maintenance	803,606	1,189,444
New service communication	5,278,458	3,943,562
ATM Rent	364,094	158,845
Programmes Maintenance & Support	179,204	239,834
Rent of Sign Boards	370,089	470,586
Camera & Call centre maintenance	161,232	132,783
Amortization of rental branches buildings	767,387	811,227
Temenos support	15,571,985	8,555,661
Rent &fitting P.O.S.	54,356	0
Auditing fees	5,300	102,813
Commissary facing	318,540	18,100
Total	118,858,843	70,524,975

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#### *Note (31/C) Provisions & Entitlements*

	SDG		
Particulars	2018 2017		
Audit Fees	605,000	439,500	
Remuneration for members of board of directors	12,388,453	5,245,427	
Provision for staff incentives	60,543,435	41,066,349	
Provision for doubtful debts	5,000,000 5,000,000		
General provision	0	15,000,000	
Total	78,536,888	66,751,276	

#### Note (32) Taxes and ZKAT

	SDG	
Particulars	2018	2017
Provision for Income Tax (30%)	29,591,449	30,312,742
Provision for Zakat	16,460,815	10,981,076
Total	46,052,264	41,293,818

#### Note (33) Previous years adjustment

	SDG	
Particulars	2018	2017
Amortization of rental branches buildings years earlier	127,082	0
Donations	8,030	0
compound fertilizers	67,500	0
Tax of cloth allowance	-13,699	0
Oil coupons value	-105	0
depreciated card from years earlier	0	20,482
the expenses of the vacation ready	-72,571	54,802
Lankawy project	-88,905	0
Condition remainder	1,320	0
Settlement of Maryon muskaraka	-183,605	-0
Insurance claim	3,266	0
Total	-151,687	75,284



## Note (34) Balances and operations with related parties as at 31/12/2018

Related party	relationship	Type of deal	Bal at 1/1/2018	Net trans	Bal at 31/12/2018
Green tops company	subsidiary	Murabaha	3,153,777	-3,153,777	0
Green tops company	subsidiary	Mugawala	459,985	-367,968	92,017
Green tops company	subsidiary	Murabaha	1,352,582	-1,082,052	270,530
Green tops company	subsidiary	Murabaha	179,351	-134,508	44,843
Green tops company	subsidiary	`Murabaha	2,756,269	-1,945,596	810,673
Green tops company	subsidiary	Mugawala	149,650	-99,756	49,894
Green tops company	subsidiary	Murabaha	4,748,630	-3,165,744	1,582,886
Green tops company	subsidiary	Murabah	1,646,199	-1,039,704	606,495
Green tops company	subsidiary	L/C	53,021,306	-53,021,306	0
Green tops company	subsidiary	L/C	44,262,965	-44,262,965	0
Green tops company	subsidiary	Murabaha	6,985,125	-6,985,125	0
Green tops company	subsidiary	Murabaha	1,774,166	-1,774,166	0
Green tops company	subsidiary	Murabaha	520,947	-520,947	0
Green tops company	subsidiary	Murabaha	10,677,263	-10,677,263	0
Green tops company	subsidiary	Murabaha	0	1,937,596	1,937,596
Green tops company	subsidiary	Murabaha	0	450,549	450,549
Green tops company	subsidiary	Murabaha	0	24,250,132	24,250,132
Green tops company	subsidiary	subsidiary	0	68,964,003	68,964,003
D.Hashim Ahmed Alabaid	Board member	Loan	0	0	400,000
Yssen Abdalla	Employees 'cousin	Murabaha	1,619,850	-1,619,850	0
Abdalla Ali Mohammed	Employees 'husband	Mugawala	500,000	-500,000	0
Abdalla Abdelkreem Mohammed	Employees 'brother	Murabaha	909,090	-909,090	0
Sideg Saleh Elzain	Employees 'husband	Murabaha	715,200	-715,200	0
Othman Zeki	Employees 'brother	Murabaha	513,741	-513,741	0
Mohammed maawia	Employees 'brother	Murabaha	0	1,616,580	1,616,580
Salah Eldeen eldaw	Employees 'brother	Murabaha	0	4,000,000	4,000,000
Others	Employees 'relatives	Murabaha	8,065,560	-8,065,560	0
Total			144,011,655	-39,335,458	104,676,197





# Note (35) Total Assets, Liabilities ( in Foreign):

Particular	2018	2017
USD	1,996,903	2,689,370
SAR	2,527,611	4,889,661
GBP	17,755	48,893
AED	(16,746,924)	6,788,600
EUR	(2,240,370)	8,031,885
QAR	3,874,299	5,156,282
CHF	310	360
BHD	395	588
KWD	122	122
OMR	777	972





#### (A) Local Participations:

- 1. Ta'awuniya Insurance Company
- 2. Kenana Sugar Company.
- 3. El Muhagir 1nternational Company
- 4. Sondos Agricultural Project.
- 5. Rural Development Company.
- 6. Arab Sudanese Seeds Company
- 7. Electronic Banking Services Company.
- 8. National Leasing Company
- 9. Financial and banking systems company.
- 10. El raeda Cotton Ginning Company.
- 11. National Reinsurance Company Limited.
- 12. Sudan Cotton Company.
- 13. Kagbar Electricity Company
- 14. White Nile Sugar Company.
- 15. ALMobadara Al zakia Company
- 16. Micro -finance guarantee agency
- 17. Khartoum for gardening export
- 18. Green tors future development
- 19. Elmoasher agriculture (Marawy)
- 20. Electronic wallet.
- 21. Export Development Agency
- 22. Sudanese French Bank.
- 23. Ebdaa Bank.
- 24. Al-Rowad-Bank





## (B) Foreign Participations:

## UBAC CURACAO

Arab Financial Services Company – El Manama UBAF Hong Kong France Bahrain Hong Kong

## (c) Bank Affiliated Companies inside Sudan:

1/ Green Tops Trading and Investment Company.2/ Al Muashir Financial Investment Company.

#### Foreign Correspondents

Bahrain
Turkey
Iraq
Iraq
Bahrain
Qatar
Lebanon
Lebanon
Imarat arabia
Imarat arabia
Italy
Cairo

