



BAHRAIN
SOCIETY OF
ENGINEERS

BOARD OF DIRECTORS REPORT

ANNUAL GENERAL MEETING

28 May 2024

C O N T E N T S

- 01 President's Message
- 02 Executive Summary
- 03 Secretarial and External Relations
- 04 Meetings and Local participations
- 05 Conferences and Forums
- 06 Training Centre
- 07 General Activities and Community Service
- 08 Membership and Profession Affairs
- 09 Media Affairs and Public Relations
- 10 Branches and Divisions
- 11 Financial Report
- 12 Auditors Report

President Foreword

Dear members of the Bahrain Society of Engineers,

I am honored to present the annual report of the Bahrain Society of Engineers, which details the Society's accomplishments and initiatives undertaken throughout the past year.

A key achievement has been the significant strengthening of our presence and communication with both governmental and non-governmental entities within the Kingdom, as well as with international organizations relevant to our field. This aligns perfectly with the strategic objectives set by the current Board of Directors.

Through targeted outreach, the BSE has solidified its role as an active and responsible contributor to national development projects. We have fostered robust relationships with ministries, institutions, and government bodies, leading to the initiation of collaborative efforts and an increased representation of the Society within government committees. Additionally, we have actively pursued collaborations with engineering faculties at local universities. This collaboration aims to bridge the gap between engineering education and industry requirements, ensuring graduates possess the skillsets demanded by the market.

To further solidify internal and external relations with relevant engineering authorities, BSE has strategically participated in numerous local and international events, including seminars, conferences, and exhibitions, highlighting the Society's role on a local, regional, and international scale.

Furthermore, BSE has fostered cooperation with local professional associations, recognizing the value of collaborative volunteer work in areas of shared interest.

Concluding this report, the Society has successfully organized a variety of social activities. These activities have fostered strong bonds among our members, strengthened their sense of belonging, and motivated them to actively participate in our events.

We are immensely proud of the accomplishments achieved by this administration, which have significantly contributed to the Society's growth and success. We remain steadfast in our mission to promote engineering excellence within the Kingdom of Bahrain. Looking forward, we are dedicated to continued efforts that will elevate the Society's position to a place of prominence on the local, Arab, and international levels.

In closing, we express our sincere gratitude for your continued support of the Bahrain Society of Engineers.

Best regards

Dr. Raida Al-Alawi
President
Bahrain Society of Engineers

FIRST: EXECUTIVE SUMMARY

During the 2023 elections, four members were elected to the Board of Directors, and at the first meeting of the Board the positions were distributed to the elected members.

During the past year, the Board of Directors held ten regular meetings in which the various decisions were taken to develop the approved operational plan and implement the programs and projects of BSE.

The Society continued its participation in a number of official committees, most notably the Council for Regulating the Practice of Engineering Professions, the Supreme Council for Women, the Valuation Committee, the Technical Committee for Construction Specifications and Building Materials, the Building Facades Committee and the Committee on Grievances against Building Permits Decisions. The internal committees are: the Conferences, Exhibitions and Forums Committee, the Recruitment and Training Committee for Newly Graduated Engineers (Tamheed+), the Editorial Board of the ALMOHANDIS Magazine, the Community Service Committee, the Membership Affairs Committee, the BSE Award Committee and the Environment Committee (HPMP).

At the level of Gulf, Arab and international committees, the Society continued its participation in the activities of the Gulf Engineering Union, the Union of Arab Engineers and the International Federation of Engineering Organizations (WFEO).

The Bahrain Society of Engineers was able to organize a number of events ranging from organizing seminars and conferences, where the Conferences and Exhibitions Committee, in cooperation with the Society for the Protection of Materials and Performance (AMPP) Dhahran Branch, organized the eighteenth Middle East Corrosion Conference (MECC 2023), which achieved great success, and the Society organized the Seventh Arab Conference on Information and Communication Technology (AICTC 2024) in cooperation with the Federation of Arab Engineers.

Regarding the training center, the training center was able to organize 12 training courses and several specialized seminars.

Within the plan approved by the Board of Directors, the training center comes at the top of the priorities of the strategic plan, where the Board of Trustees of the Training Center has been reconstituted to follow up the work plan for the next three years.

The Public Activities Committee has been working since the start of its work in June 2023 to organize engineering and social activities and programs, and arrange a number of technical visits for members to see the latest engineering projects completed or under construction inside Bahrain, and the Committee has been able to implement activities such as the Engineers' Hobbies Exhibition in conjunction with the celebration of the Bahraini Engineer's Day, and the Ramadan Ghabga, while the technical visits were a technical visit to the Aviation Academy GAA, a technical visit to the expansion project of the Bahrain Petroleum Company (Bapco), and the Golden Gate Towers project.

As for the Members and Profession Affairs Committee, during the period from January to December 31, 2023, the Association received a number of applications to join the Association, totaling 243 applications, and after reviewing those applications by the Members and Profession Affairs Committee and presenting

them to the Board of Directors, the Board approved the accession of 188 members from various categories of membership, and 15 applications under study, and 4 applications were rejected due to their failure to meet the conditions and standards followed in the Association. Membership promotion requests were approved for 28 members.

The Media Affairs and Public Relations Committee issued 26 various press releases that included many events, which were addressed by local Arab and foreign newspapers in a different way, and the Media and Public Relations Committee participated in the Conferences and Exhibitions Committee in working to cover all conferences and exhibitions accompanying the conferences, and the committee was able to issue two issues of AL-Mohandes magazine in 2023, in addition to issuing 12 monthly electronic news bulletins - AL-Mohandes Times - during the year 2023.

SECOND: SECRETARIAL & EXTERNAL RELATIONS:

The second meeting of the General Assembly was held on June 13, 2023, and the elections resulted in the following engineers winning membership in the Board of Directors:

- Eng. Habib Al-Jubouri (84 votes)
- Eng. Jaafar Muhammad Ali (70 votes)
- Dr. Adnan Al-Tamimi (68 votes)
- Eng. Amer bin Rajab (63 votes)

At the first meeting of the Board of Directors, which was held on June 17, 2023, the positions were distributed as follows:

Dr. Raeda Al-Alawi, President

Dr. Adnan Al-Tamimi, Vice President

Mrs. Heyam Al-Maskati, Board Secretary and Director of Foreign Affairs

Ms. Huda Sultan, Treasurer

Mr. Farid Bushehri, Director of Conferences

Mr. Amer bin Rajab, Training Director

Ms. Sheikha Al-Khalasi, Director of Members and Professional Affairs

Mr. Jaafar Muhammad Ali, Director of Media

Mr. Habib Al-Jubouri, Director of Activities and Community Service

During the past year, the Board of Directors held 10 regular meetings during which the various programs and activities of the association were prepared and planned and their implementation was followed up.

At the beginning of the session, the Board of Directors developed an action plan that considered the recommendations and decisions made by the General Assembly. The plan also included activities aimed at strengthening the society's relationship with official bodies, professional and technical associations, and academic bodies. It was also keen to provide programs and activities to attract members and motivate them to participate and benefit from various events.

MOU'S:

To develop relations and aspects of cooperation with various institutions and bodies, BSE has signed cooperation agreements with:

- ◆ CIOB - 29 April, 2024
- ◆ BECHTEL - 24 April, 2024
- ◆ The Supreme Council for the Environment - The Supreme Council for the Environment, in partnership with the Ministry of Education, signed a cooperation framework with the Bahrain Society of Engineers on training technicians working in the air conditioning sector and developing the capabilities of national cadres working in the same field.

This is in addition to many other agreements signed previously.

FOREIGN AFFAIRS:

Federation of Arab Engineers:

- Dr. Raida Al-Alawi, in her capacity as President of BSE, attended the meeting of the Supreme Council of the Federation of Arab Engineers for the seventy-ninth regular session, which was held in Cairo on January 14, 2024, in the presence of heads and representatives of Arab engineering bodies that are members of the Federation.
- Mr. Jamil Al-Alawi attended meeting of the Executive Committee of the Arab Authority for the Qualification and Accreditation of Engineers, in Cairo, Egypt, in December 2023.
- The Communications and Information Technology Committee of the Federation of Arab Engineers held its regular meeting virtually on August 9, 2023.
- Mr. Ahmed Al-Wohoosh attended the virtual meeting of engineering committees and bodies, representing the Communications and Information Technology Committee, on behalf of Dr. Raeda Al-Alawi on November 11, 2023.

The meeting of the Communications and Information Technology Committee of the Federation of Arab Engineers held its regular meeting on the sidelines of the Seventh Arab Conference on Communications and Information Technology, which was recently held in Bahrain in the presence of representatives of seven member states of the Union, on February 28, 2024.

GULF ENGINEERING UNION:

- The Society, represented by Engineer Habib Al-Jubouri, a member of the Board of Directors, participated on behalf of BSE president, in the extraordinary meeting of the Gulf Engineering Union, which was held in Muscat, Sultanate of Oman, on July 7, 2023.

- Dr. Raeda Al-Alawi, BSE President, attended the follow-up meeting of the Supreme Council of the Gulf Engineering Union, which was hosted by the Qatar Society of Engineers in Doha on October 1, 2023.
- BSE members participated in the “Arbitration and Alternative Means of Dispute Resolution” Conference, which was held in Doha, State of Qatar, from December 11-13, 2023.
- The Bahrain Society of Engineers participated in the 25th Gulf Engineering Forum, which was held in Dubai under the title “Smart Engineering for a Sustainable Tomorrow” during February 7-8, 2024, which was organized by the Emirates Society of Engineers. The forum sessions were attended by a delegation team from the Board of Directors and members of BSE, headed by Dr. Raida Al-Alawi.
- On the sidelines of the 25th Gulf Engineering Forum, BSE members, Dr. Osama Al-Baharna and Eng. Maryam Jamaan were honoured for their roles as pioneers in engineering community in the Gulf region.
- A delegation from BSE board of directors, headed by Dr. Raeda Al-Alawi and both Eng. Huda Sultan and Dr. Adnan Al-Tamimi, attended the meeting of the regular session of the Supreme Council of the Gulf Engineering Union, which was held in Dubai on February 7, 2024, on the sidelines of the Gulf Engineering Forum.

WORLD FEDERATION OF ENGINEERING ORGANIZATIONS (WFEO)

- Dr. Raeda Al-Alawi and Eng. Abdul Majeed Al-Qassab attended the regular meeting session of the World Federation of Engineering Organizations held in the city of Prague, Czech Republic, in the period from 9-12 October 2023. Elections for the working committees of the federation were held on the sidelines of the conference and Eng. Abdul Majeed Al-Qassab was appointed as Chairman of the Governance Committee of the International Federation of Engineering Organizations (WFEO).
- Engineer Abdul Majeed Al-Qassab ran for the position of Vice President of the World Federation of Engineering Organizations (WFEO), but, unfortunately, did not win the position.
- Mr. Abdul Majeed Al-Qassab attended Energy Committee meetings in Lisbon, Portugal, from March 4-5, 2024.

BSE PROFESSIONAL COMMITTEES:

- A meeting was held at BSE headquarter on September 23, 2023, to form the Association of Experts and Arbitrators. During the meeting, the Association’s Board of Directors was elected, and the following won membership in Committee:
 - Mr. Saeed Al-Asboul (Chairman)
 - Dr. Raed Abu Ziyad
 - Mrs. Shahraban Sharif
 - Mr. Hani Al-Khayyat
 - Mr. Hassan Al-Zabeel

- The divisions and committees working under the umbrella of BSE organized many different activities and events, each in its field of specialization, including, but not limited to:
 - o The Committee of Arbitrators and Experts, in cooperation with the Bahrain Bar Association, held a symposium entitled “Sources of compliance and its provisions... Applications in the field of engineering work.”
 - o The Committee of Arbitrators and Experts held a seminar titled “Resolving Disputes in Construction Contracts.”
 - o The Committee of Arbitrators and Experts held a panel discussion on the Expertise Law issued by Decree Law No. 28 of 2021, in cooperation with the Bahrain Bar Association.
 - o The Electrical and Electronic Engineering Division issued two issues of its periodical that dealt with various topics related to the field.

Mrs. Heyam Almaskati

Secretary

LOCAL MEETINGS AND PARTICIPATIONS:

LEADERSHIP MEETINGS

The participation of the Bahrain Society of Engineers (Dr. Raida Al-Alawi, President of the Society) in the meeting of His Royal Highness the Crown Prince and Prime Minister with the Speakers of the House of Representatives and the Shura Council, the President of the Bahrain Chamber and a number of heads of professional associations in formulating Bahrain's Economic Vision 2050, February 19, 2024.

RECEPTIONS AT THE BAHRAIN SOCIETY OF ENGINEERS:

- 1- Visit of the UNDP Resident Representative, (Firas Gharaibeh), June 20, 2023.
- 2- Receiving a delegation from Granada Real Estate Group, August 27, 2023.
- 4- Visit of students of architecture and interior design at the University of Bahrain to the association, September 23, 2023.
- 5- Receiving a group of students from Al-Iman schools, November 2, 2023.
- 6- Receiving a delegation from the Saudi Council of Engineers, December 12, 2023.
- 7- Meeting of the Communications and Information Technology Committee of the Union of Arab Engineers at the headquarters of the Association, on the sidelines of the Seventh Arab Conference on Communications and Information Technology, 27-28 February 2024.
- 8- Honoring the Tesla team from the University of Bahrain, which qualified among the top 12 teams in the international hackathon, during the Engineers Acquaintance Event, March 2, 2024.

Seminars and events at the Bahrain Society of Engineers:

- 1- Seminar (Engineer as CEO CEOs), June 21, 2023.
- 2 - Solidarity stand with the brothers in the Gaza Strip (during the celebration of the Bahraini Engineer Day), October 18, 2023.
- 4- Symposium (The Third Sea), Prof. Dr. Walid Zubari, November 7, 2023.
- 5- The Association of Arbitrators and Experts of the Society organized a panel discussion on (Bahraini Experience Law between Opportunities and Challenges), November 28, 2023.
- 6- The Association of Arbitrators and Experts of the Association organized a seminar on (Resolving Disputes in Construction Contracts), December 13, 2023.
- 7- The Association of Arbitrators and Experts of the Association organized a seminar entitled (Sources and Provisions of Commitment) by Dr. Ali Jassim Al-Bahar, January 10, 2024
- 8- The Association of Arbitrators and Experts of the Association organized a seminar entitled (Performance Guarantees and Credit in Construction Contracts) by Dr. Abdulkader and Rasma Ghaleb, January 30, 2024.
- 9 - Organizing a symposium (Beit Al-Omar... Journey from A to Distraction), February 18, 2024.

- 10- Organizing a seminar (Aqari platform) presented by His Excellency Shaikh Mohammed bin Khalifa Al Khalifa, CEO of RERA, 5 March 2024.
- 11- Organizing the Bahrain Decarbonization Forum in collaboration with the Supreme Council for the Environment, the Electricity and Water Authority and the American Society of Heating, Refrigerating and Air-Conditioning Engineers (ASHRAE), 4 May 2024

EXTERNAL MEETINGS AND PARTICIPATIONS:

- 1 - Membership Committee Meeting with Gulf University, 4 July 2023
- 2 - Meeting with His Excellency the President of the Arabian Gulf University, Dr. Saad bin Saud Al Fahid, in his office on September 7, 2023.
- 3- Participation in the orientation day at the University of Bahrain, 10-11 September 2023.
- 4 - Participation in the work of the National Committee for the Support of the Palestinian People in Gaza, October 19, 2023.
- 5- His Excellency the Minister of Oil and Environment, the Special Envoy for Climate Affairs, Dr. Mohammed bin Mubarak bin Daina, received the Supreme Organizing Committee of the Metal Corrosion Conference, in the presence of Dr.Raida Al-Alawi, President of the Association.
- 11- Visit of the President of the Association and members of the Organizing Committee of the Seventh ICT Conference, to BENEFIT Bahrain, 12 December 2023.
- 12- Participation in the project management workshop at Bahrain Polytechnic (Eng. Yousef Amin), December 2023.
- 13- The participation of Dr. Raida Al-Alawi, President of the Association, in the (Food and Learning) program at Riffa Views School, December 2023.
- 14 - Participation of the association (Dr. Adnan Al-Tamimi and M. Sheikha Al-Khalasi), at the conference (Arbitration and Alternative Dispute Resolution) in Doha 11-13 December 2023.
- 16- The participation of the Society (Dr. Adnan Al-Tamimi), in the graduation projects exhibition for students of the College of Engineering at the University of Bahrain, January 18, 2024.
- 20 - Meeting with a delegation from the Assembly (d.Raida Al-Alawi, M. Huda Sultan, Dr.Abdul Imam Al-Sammak, and Dr. Humaid Abdullah) at the Information & eGovernment Authority, January 31, 2024.
- 21- Participation in the Engineering Professions Exhibition at Kingdom University, 25-26 February 2024.
- 22- The participation of Dr. Raida Al-Alawi, President of the Association, in the consultative meeting between His Excellency the President of the Survey and Land Registration Bureau and the private survey offices, February 26, 2024.
- 22- Dr. Raida Al-Alawi, President of the Society, participated in the opening panel discussion of the Career Fair at the American University of Bahrain, March 2024.
- 23- Participation in the Career Fair at the American University of Bahrain, March 2024.

Participation in official committees:

Supreme Council for Women :

Eng. Huda Sultan

Building Permits Decisions Grievance Committee:

Eng. Eyad Faisal

Grievance Committee against Urban Planning Decisions:

Eng. Amer bin Rajab

HPMP Committee :

Dr. Humaid Abdulla (CEO) / Eng. Abdulnabi Al Sabah (Team Leader)

Local Technical Committee for Construction Specifications and Building Materials:

Eng. Adel Bin Rajab

Valuation Committee:

Eng. Abbas Al-Watani

Council for Regulating the Practice of Engineering Professions:

Eng. Reem Khalfan

Eng. Ghada Al Marzouq

Building Facades Committee:

Eng. Ali Lari

CONFERENCES & FORUMS:

During the year 2023, the Bahrain Society of Engineers organized and held the 18th Middle East Corrosion Conference (MECC 2023) in association with the Association for Materials Protection and Performance (AMPP) Dhahran Chapter. MECC 2023 achieved tremendous success and was highly appreciated by the participants from the Gulf Countries and other parts of the world.

The 18th MECC introduced the 4th Industrial Revolution (4IR) Pavilion in addition to several new sections of conversations. The MECC 2023 continued the successful sections of the Nonmetallic Pavilion which provided a unique platform for professionals from all over the world over the four days. The event was held under the patronage of H.E. Dr. Mohamed bin Mubarak Bin Daina, Minister of Oil and Environment, Special Envoy for Climate Affairs, Kingdom of Bahrain.

The conference addressed several important topics with focus on the 4th Industrial Revolution (4IR), with the purpose of accelerating the corrosion industry movement towards digital transformation. The 4IR digital technologies provided professionals and industry with predictive solutions and advanced analytics to proactively detect and manage corrosion risks. Due to the evolution of nonmetallic materials as one of the important industrial corrosion control practices, MECC, again, brought global focus on the new development and application of this material.

Highlights:

- Over 1000 participants from over 25 countries
- 67 regional and international Sponsors and Exhibitors with special focus on advancements in 4th Industrial Revolution and Nonmetallic
- 116 technical papers and 3 Keynote Speakers presented in 4 parallel tracks.
- 16 Specialized Poster Sessions
- 4 pre-conference workshops
- Virtual Reality Experience 'Aramco Metaverse'

Not long after the MECC 2023, the Bahrain Society of Engineers organized the 7th Arab ICT Conference (AICTC 2024) from 27 – 28 February 2024, in collaboration with the Federation of Arab Engineers (FAE). The event was graced by the presence of H.E. Sh. Khalid bin Abdulla Al Khalifa, Deputy Prime Minister, Kingdom of Bahrain. This edition featured the theme “Digital Transformation for Sustainable Infrastructure” which was intended for scientists, ICT experts, and decision-makers who wish to improve the adoption of emerging technologies into infrastructure development. The conference provided unique opportunities to strategically address challenges associated with the UN Sustainable Development Goals (SDGs), in particular SDG 9 targeted to develop quality, reliable, sustainable and resilient infrastructure, which is the foundation for a successful and sustainable community.

Highlights:

- Over 300 participants from the GCC and international countries
- 4 Keynote Speakers and 42 presented papers
- 20 Specialized Poster Sessions
- Award for the 'Best Student Paper'

Upcoming Conferences and Exhibitions Scheduled to be conducted in 2024 - 2025

Event	Dates	Venue
7th International Maintenance, Reliability, and Asset Management Conference & Exhibition	13 – 16 October 2024	Exhibition World Bahrain
Smart and Sustainable Cities Conference & Exhibition 2024	January 2025	Gulf Hotel
26th Gulf Engineering Forum & Energy Management Conference & Exhibition 2025	12 – 13 February 2025	Gulf Hotel

Esteemed members of the Bahrain Society of Engineers, we cordially invite you to actively participate in our various conference committees. Your contributions and engagement are vital to the success of our events. We firmly believe that your unwavering support and commitment to our society's activities will propel our events to success, not just on a regional scale, but also on an international platform.

The Board of Directors wishes to express its profound appreciation and gratitude to the entities that have generously supported and continue to support the Bahrain Society of Engineers and our activities. These include, but are not limited to, Saudi Aramco, BAPCO, GPIC, Al Qahtani Pipes, Abdulla Fouad, Batelco, and all the Bahrain Ministries and Authorities.

We would also like to acknowledge the national and international organizations for their invaluable support in jointly organizing various international conferences and exhibitions with the Bahrain Society of Engineers.

Lastly, our heartfelt gratitude and appreciation go out to all Conference Committee members and Volunteers. Your dedication and commitment to working together as a team are instrumental in achieving the Bahrain Society of Engineers' objectives and goals. Your efforts truly embody the spirit of our society.

Eng. Fareed Ismaeel Bushehri

Director of Conferences & Forum

THE TRAINING CENTRE:

There was a good turnout for registration and participation in specialized training courses, mainly due to the introduction of new training programs that meet the requirements of the labor market and the intensification of marketing through field visits and through social networks. The quality assurance system continued to be applied to the courses offered to maintain the "good" rating provided to the Training Center by the Education and Training Quality Authority.

Accordingly, the center also seeks to be included in the lists of the National Qualifications Framework as of 2023. A number of proposals have been received from many consultants to prepare for this inclusion and prepare at the same time for the next review by the National Qualifications Authority and to ensure quality of education and training. On the other hand, the Training Center continued to forge alliances with local, regional and international training providers to expand the range of courses offered.

The Center's current and future main strategy is to obtain more representation in international certification bodies with the aim of increasing the number of specialized courses offered to benefit from the Labor Fund's (Tamkeen) plan to support professional specialized certificates.

The Training Center is keen to raise the quality of training and meet international standards to better serve the engineering profession, by designing and developing all training programs on an ongoing basis based on the latest principles, according to international requirements and specifications, and relying on the high expertise required for the local and regional labor market and focusing on the specificity of work. The nature and requirements of the training and the capabilities and experiences of the trainees.

In 2023, the training center has achieved the following:

1. Implementation of a number of public and private training courses with the support of the Tamkeen Labor Fund.
2. Providing basic skills development courses for engineers.
3. Providing Refrigeration Course (ERL).
4. Specialized courses for private sector companies and ministries.
5. Updating the Quality Assurance Manual, which includes the requirements of the Education and Training Quality Authority (QAA).
6. Prepare for the quality requirements as per the previous audit report, in order to improve the rating of the center in the Education and Training Quality Authority (QAA).

Board of Trustees of the Training Center:

The Training Center would also like to express its appreciation to all members of the Board of Trustees, which was formed in history for continuous cooperation and effective contribution to the success of the Center.

The members of the council are:

- Eng. Jamil Kadhem Al Alawi (Chairman)
- Dr. Lubna Al-Sulaibikh (Vice President/representative of the Bahrain Petroleum Company)
- Dr. Raeda Al Alawi (BSE President)
- Engineer Adnan Al Rahma
- Dr. Ahmed Bucheery (representing Gulf Petrochemical Industries Company)
- Mr. Khalil Suhail (representing Aluminum Bahrain)
- Mr. Samih Al-Alawi
- Engineer Kadhem Ali Abdul Latif (representing the Ministry of Works)
- Engineer Ali Ashour (representing the Electricity and Water Authority)
- Dr. Hameed Abdulla

Current Board of Trustees of the Training Center:

- Dr. Dheya Tawfiqi (Chairman)
- Dr. Wafa Al Mansoori (Vice President / BSE member)
- Dr. Raeda Al Alawi (BSE President)
- Eng. Ameer Bin Rajab (Training Director)
- Eng. Shaikha Ahmed (representing Bahrain Petroleum Company)
- Dr. Ahmed Bucheery (representing Gulf Petrochemical Industries Company)
- Mr. Mohammed Asheer (representing Ministry of Works)
- Eng. Abdulelah Al Qassimi
- Dr. Hameed Abdulla (Executive Manager)

LIST OF COURSES FOR 2023:

The table below shows the courses held up to April 2024.

No.		Date	Number of Attendees
1	FIDIC Contracts	17th June till 20th June, 2023	20
2	CPO Certification	06th July, till 13th September, 2023	23
3	CPO Certification	08th,15th, 22nd & 29th July, 2023	18
4	CPO Certification	06th July, till 13th September, 2023	21
5	ERL Refrigeration	24th till 28th December, 2023	20
6	ERL Refrigeration	28th January till 01st February, 2024	20
7	ERL Refrigeration	11th till 15th February, 2024	20
8	ERL Refrigeration	25th till 29th February, 2024	20
9	Tamheed + Group 5	04th May till 15th June, 2023	19
10	Tamheed + Group 6	04th May till 15th June, 2023	15
11	Tamheed + Group 7	06th July, till 13th September, 2023	23
12	Tamheed + Group 8	06th July, till 13th September, 2023	21
Total number of trainees			240

Eng. Ameer Bin Rajab

Director of Training

THE GENERAL ACTIVITIES AND COMMUNITY SERVICE

Recognizing the Bahrain Society of Engineers' commitment to teamwork and community development, the Public Activities and Community Service Committee actively promotes collaboration and social responsibility among its members through a range of initiatives:

- **Technical and Professional Development:** Organizing technical lectures and specialized seminars to enhance members' knowledge and expertise.
- **Industry Exposure:** Facilitating member visits to observe the latest engineering projects, both completed and under construction, within and beyond Bahrain.
- **Member Engagement:** Organizing social activities to foster a sense of community and belonging among BSE members.
- **Global Outreach:** Exploring and developing opportunities for international trips and visits.
- **Event Support:** Overseeing the preparation of event halls to ensure seamless execution of BSE-organized events.
- **Community Service:** Coordinating community visits and service initiatives to contribute positively to the community.

The Committee has been able to implement the following programmes:

Activity	Date	Year
Engineers Hobbies Exhibition	18th – 23rd Oct	2023
Bahraini Engineer Day	18th Oct	2023
Ramadan Ghabga	20th March	2024

- Organizing the visit of the Society's delegation to the twenty-fifth Gulf Engineering Forum - Dubai

Activity	Date	Year
Technical visit to GAA	13th Sep	2023
Technical visit to The Bapco Modernization Program	28th Oct	2023
Technical visit to Golden Gate Towers project	25th Nov	2023
26th Gulf Engineering Form visit for BSE members	6th – 9th Feb	2024

Committee Members:

- Habib Jubouri
- Ali Jaber Al-Qattan
- Sahair Abdulhameed Mohammed
- Salman Al-Momen
- Fatima Ahmed Jabri
- Zahra Abdulelah Sanad
- Ali Jamil Al Sebaa
- Dalal Kamal Al-Shammar
- Mohammed Fadel Al-Asboul
- Amna Mohammed Al-Khalfan
- Mohammed Abdulmir Mubarak
- Omar Samir Abdulaziz
- Matra Abdullah Mohammed
- Mahdi Ibrahim Hamid
- Ahmed Samir Abdulaziz
- Shifa Abdulrahman Al Awadhi
- Ali Nasser Al Mehri
- Ahmed Khalil Sahwan

Habib Al Jaboor

Director of Training

MEMBERS & PROFESSION AFFAIRS:

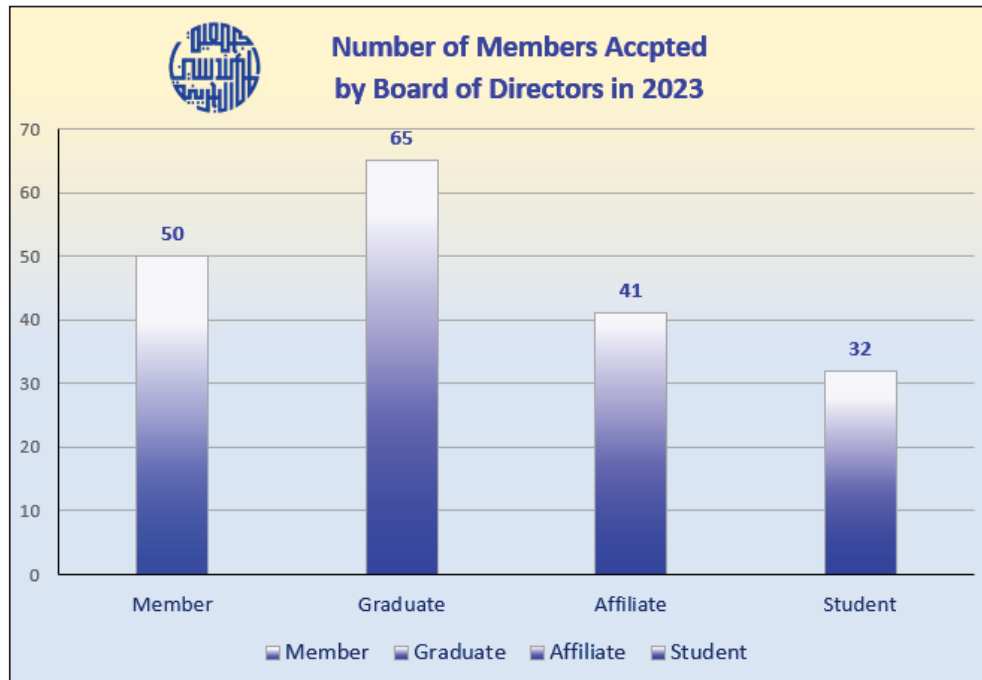
Applications to join the Society:

During the year 2023, the Society received a number of applications to join the Bahrain Society of Engineers, a total of 221 applications. After reviewing these applications by the Member and Profession Affairs Committee and presenting them to the Board of Directors, the Council approved the joining of 188 members from various membership categories, And 32 applications are under study, including 17 pending applications under study, 7 pending applications for life membership, 8 pending applications from AMA University, and 4 other applications have been rejected due to their failure to meet the conditions and standards followed in the association, and applications for membership promotion have been approved for 28 members.

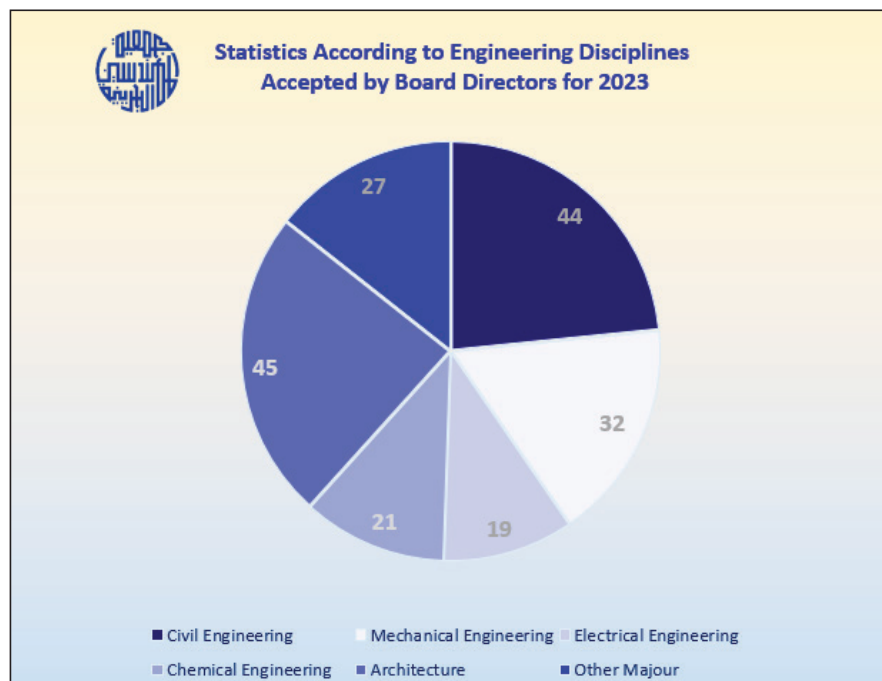
The Membership and Professional Affairs department

includes the following committees:

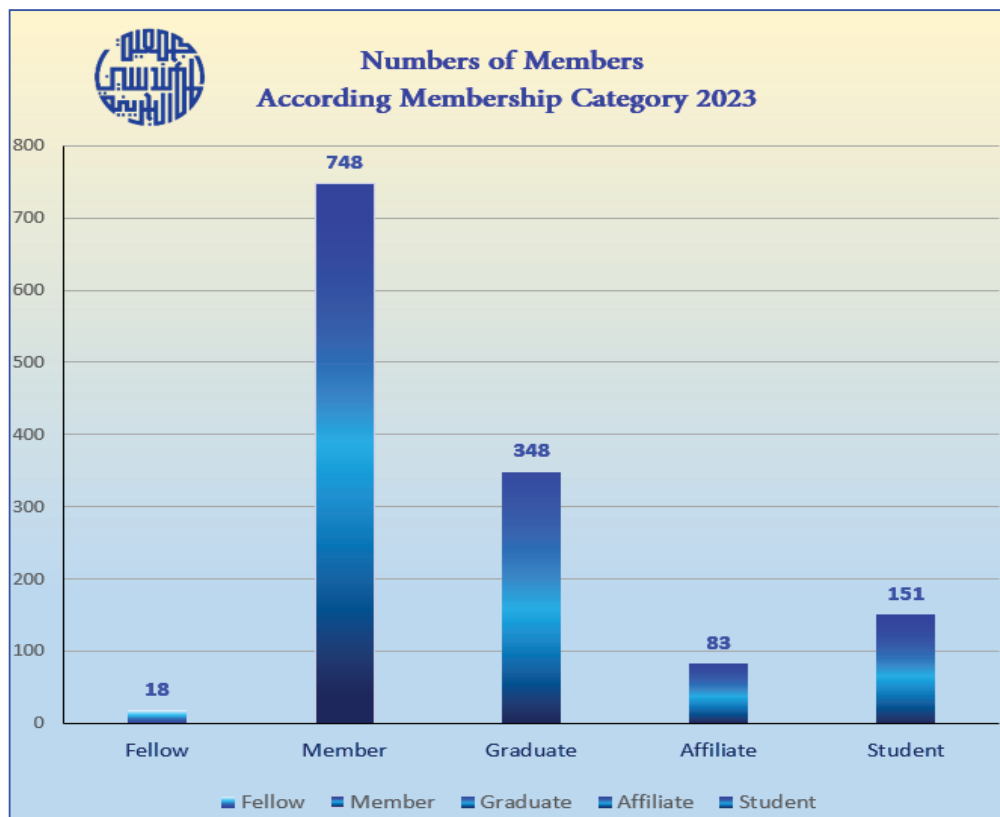
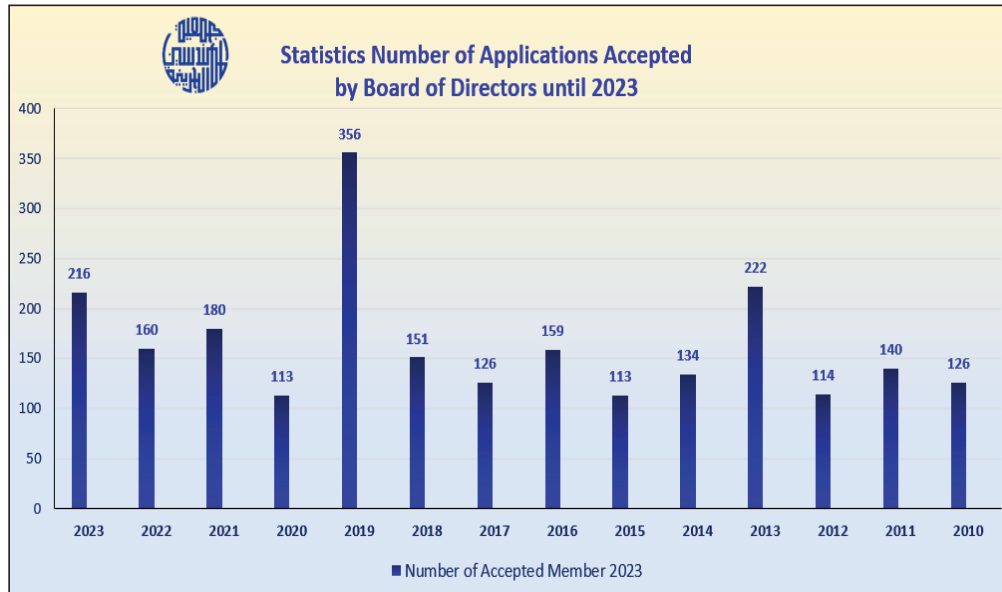
- **Scholarship Committee:** Comprises Engineer Shaikha Sultan Al Khulasi, Director of Membership and Professional Affairs, Dr. Abdullmmam Al Sammak, Engineer Amer Ali Bin Rajab, Engineer Sayed Jameel Al Alawi, Engineer Ahmed Al Khan, Engineer Masoud Alhermi.
- **Promotion and Membership Benefits:** Comprises Engineer Shaikha Sultan Al Khulasi, Director of Members and Professional Affairs, Engineer Madi Al Jalawi, Engineer Hawra Faisal, Engineer Ali Jamil Al Sabaa, Engineer Jaffar Mohamed, Engineer Mahmoud Yaqoub, Engineer Hamad Bado, Engineer Noor Sayed Samih Al Alawi, Engineer Shaker Mushaima, Engineer Ebrahim Abdulamir, Engineer Ahmed Attia, Engineer Khalid Shukri Qarooni, Engineer Ali Malih, Engineer Jaffar Mohamed Ali, Engineer Ali Jaber Al Qattan, Engineer Ammar Al Adraj, Engineer Majid Sharaf, Engineer Mohamed Al Shehabi, and Engineer Mahdi Ebrahim.
- **Members & Profession Affairs Committee:** The committee includes Engineer Shaikha Sultan Al Khulasi, Director of Membership and Professional Affairs, Heyam Al Maskati, Board Secretary, Dr. Adnan Al Tamimi, Engineer Jawad Ahmed Al Jabal, Dr. Osama Taqi Al Baharnah, Engineer Mohamed Mubarak, Engineer Ahmed Abdulrahman Al Khan.
- Below are statistics on the applications submitted during the year 2023 and their distribution according to membership types:

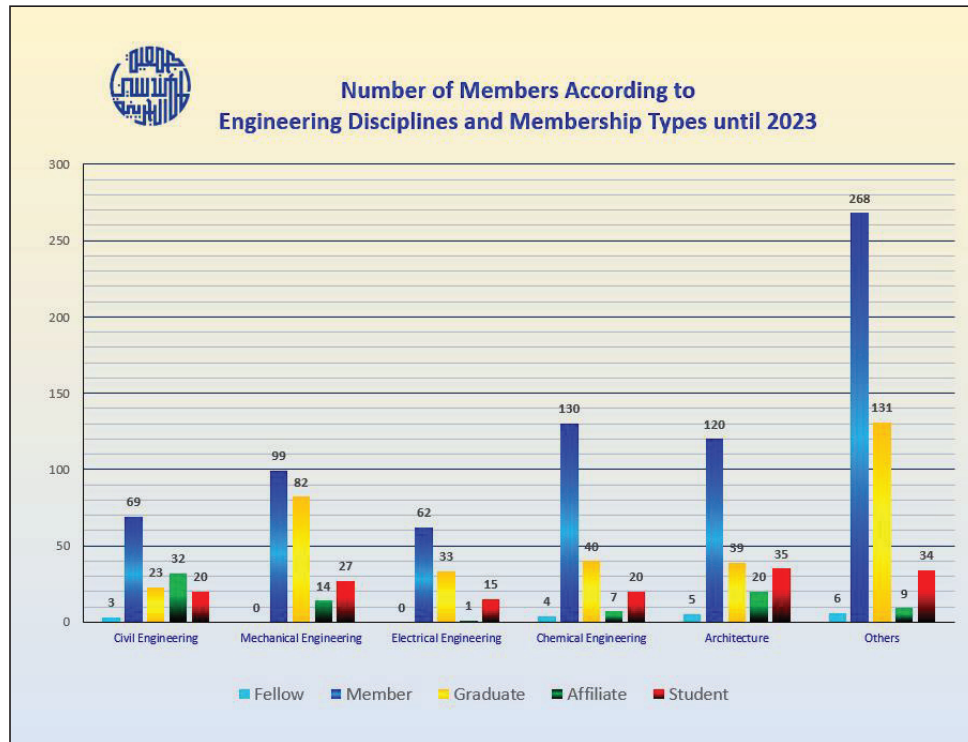
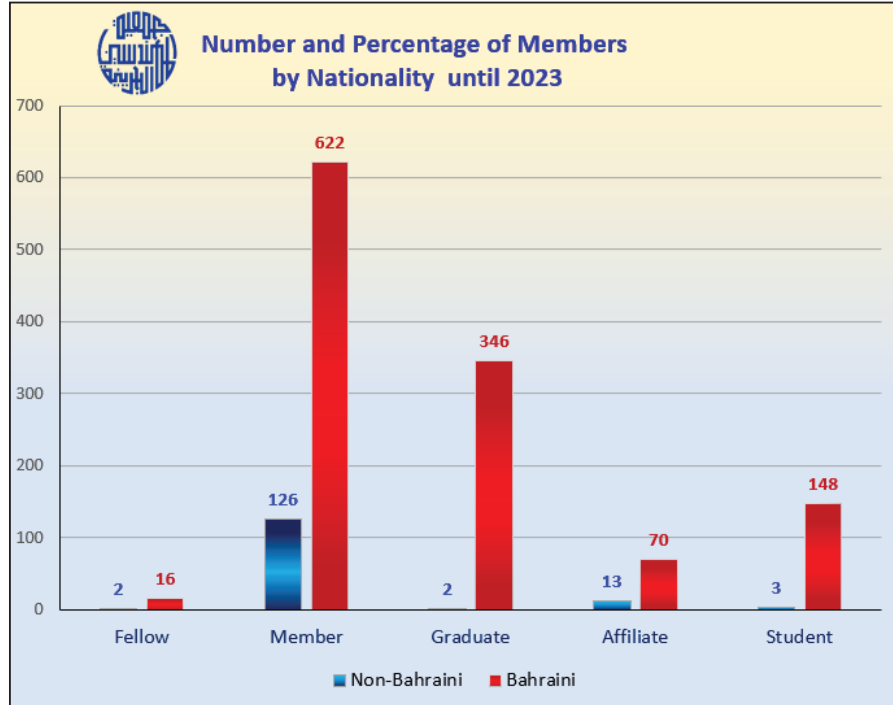


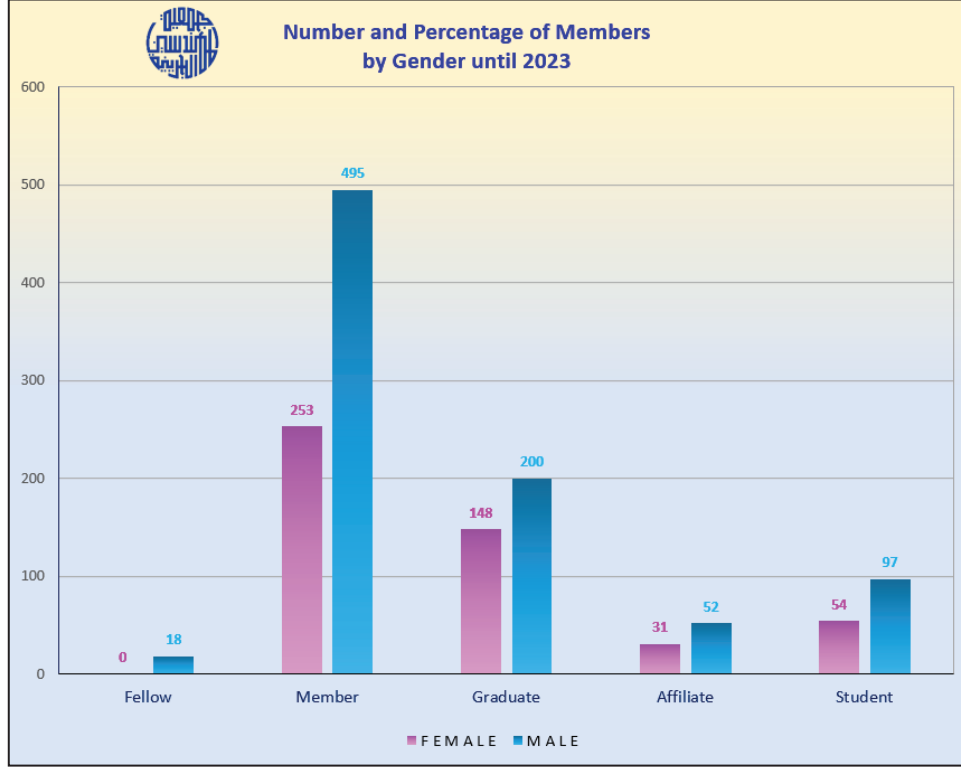
- Following are statistics on the applications submitted during 2023 as per disciplines:



- Statistics on the number of applications accepted by the Board of Directors:







Eng. Shaikha Alkhalasi
Director of Members & Profession Affairs

MEDIA & PUBLIC RELATIONS AFFAIRS:

The Media and Public Relations Committee of the Society aims to consolidate the position of the Society in the Bahraini society, as the oldest professional association established in the Kingdom of Bahrain, and therefore it has developed a strategy to reach the desired goal by consolidating the Society's relations with all Arab and foreign media of various types electronic, print, audio, and visual, so it has strengthened relations between the Society and the media in terms of publishing news and ensuring that it is followed up to ensure that it is published properly, in addition to covering the activities and events of the Association's committees.

It also worked to highlight the activities of the association in terms of arranging interviews and giving them the opportunity to speak about topics related to the association's work in the press, attracting all visual, audio, and print media.

The following are the most important achievements of the committee during the period from May 2023 to mid-April 2024:

◆ PRESS RELEASES:

Through the Committee, the Society was able to issue 24 various press releases that included many events, which were dealt with by local Arab and foreign newspapers in a different way, and were published 100% in all newspapers operating in the Kingdom of Bahrain, which reflects the high-level interest of the newspapers related to the news and events of the Society.

◆ MEDIA COVERAGE OF THE ASSOCIATION'S CONFERENCES AND INITIATIVES:

The Committee's role has emerged in the exceptional and distinguished coverage of a number of events since their preparations, during and after, including: Bahrain Engineer's Day October 2023, the Ninth Engineering Disciplines Exhibition (1-2 March 2023), the 25th Gulf Engineering Forum in Dubai (7-8 February 2024), the Metal Corrosion Conference, the Arab ICT Conference (27-28 February 2024), the (Beit Al-Omar) Symposium on February 18, 2024, the Engineers Acquaintance Event (2 March 202), the Aqari Platform Seminar (5 March 202) 2024).

The share of the Media and Public Relations Committee from the work in these conferences, exhibitions and events is to prepare press releases, and circulate them to newspapers before, during and after conferences and exhibitions, in addition to assuming the task of inviting the local Arab and foreign press, news agencies and other media to attend conferences, exhibitions and all activities and events of the Association and then follow up the newspapers to see what has been published of media coverage of these activities and events and circulate them to the members of the Association and its Board of Directors in addition to circulating them to all means Social networking of the association.

The Media and Public Relations Committee performs other tasks including:

- Keeping an archive of video and visual media coverage, in addition to completing any tasks related to

the issuance of brochures by the association.

- Intensify communication with the foreign press to expand the circle of public relations with this type of newspapers due to their importance to the association.
- Keep an illustrated archive of the association's programs for reference when needed.
- Forming a special media committee for some conferences in which work requires it, whose tasks vary according to the type and size of the conference to reach the appropriate media coverage of the event.

◆ **ENGINEER MAGAZINE:**

The Media Affairs and Public Relations Committee issued 4 issues of AL-Mohandes magazine, which is issue 75 in May 2023, issue 76 in October 2023, issue 77 of the magazine in December 2023, and issue 78 of the magazine in April 2024.

◆ **ENGINEER TIMES:**

The Committee issued 12 electronic issues of the (Engineer Times) bulletin, as follows:

Issue 69 in May 2023, Issue 70 in June 2023, Issue 71 in July 2023, Issue 72 in August 2023, Issue 73 in September 2023, Issue 74 in October 2023, Issue 75 in November 2023, Issue 76 in December 2023, Issue 77 in January 2024, Issue 78 in February 2024.

◆ **SOCIAL MEDIA:**

In the interest of the Committee to keep pace with the current technological developments and adapt them in communicating with the members of the Association and the community in general, all the accounts of the Association on social media platforms have been activated, as follows:

Instagram:

247 new posts (from May 1, 2023 to March 19, 2024)

659 new design

43 new videos (up 19 from 24 last year , a 79% increase from the previous number).

6560 followers of the account (an increase of 718 new followers from the previous year, which is 5842 followers, an increase of 12% compared to the previous number).

The rest of the association's social media platforms were fed with the same number of publications, photos and news.

WhatsApp:

514 different circulars (congratulations, condolences and announcements of various events) were

published on the association's WhatsApp, including previous recirculars.

1193 subscribers (20 new subscribers since May 2022)

Website of the Association:

It has been updated with all press releases published in the press, with all issues of the monthly bulletin (Al-Mohandes Times and the quarterly magazine (Al-Mohandes) being upgraded.

The association's accounts in social media platforms:

LinkedIn LinkedIn:

More than 500 followers, and updating accounts with all coverages.

Facebook:

79 followers, and updating accounts with all coverages.

Twitter:

311 followers, and updating accounts with all coverages.

◆ RECOMMENDATIONS:

Within the framework of the Media and Public Relations Committee's endeavor to develop communication with the media available in the Kingdom of Bahrain with the Society, it recommends the following:

- Organizing a cultural engineering competition through the association's social media platforms with appropriate prizes, in order to increase engineering awareness among the public while increasing the association's account followers, which will contribute to increasing the number of members of the association, especially students and fresh graduates.
- Participate in international engineering competitions and local social events in order to spread the culture of engineering.
- Work on setting a day in the year to honor newspapers and internal and external media, to thank them for their contributions to publishing and covering the events and news of the association.
- Conducting field visits to various media to build fruitful bridges of communication.
- Building constructive bridges of communication with various professional associations in order to contribute to the voluntary movement in Bahrain.

Eng. Jaffar Mohamed Ali

Director of Media and Public Relations

CHAPTERS AND SPECIALIZED DIVISIONS:

- ◆ A meeting was held at the headquarters of the Association on September 23, 2023 to form the Association of Experts and Arbitrators, and during the meeting the Board of Directors of the Association was elected, and the membership of the Board was won by:
 - Eng. Saeed Al-Asboul (Chairman)
 - Dr. Raed Abu Ziyad
 - Eng. Shahrban Sharif
 - Eng. Hani Alkhayyat
 - Eng. Hassan Al-Zubail

- ◆ The divisions and associations operating under the umbrella of the association organized many different activities and events, each in its field of specialization, including, but not limited to:
 - The Association of Arbitrators and Experts held a panel discussion among the members of the Association on the old experience law (No. 3 of 1995) versus the new law (No. 28 of 2021) on 15/11/2023.
 - The Association of Arbitrators and Experts held a panel discussion between the members of the Association, in cooperation with the Bahrain Lawyers Society, on the Bahraini Experience Law promulgated by Decree No. (28) of 2021 amending some provisions of the Law of Evidence in Civil and Commercial Matters promulgated by Legislative Decree No. (14) of 1996, entitled “Bahraini Experience Law between Opportunities and Challenges” on 28/11/2023.
 - Organizing a seminar between members of the Association of Arbitrators, Experts and those interested in the field of construction contract disputes on resolving disputes in construction contracts on 13/12/2023. Presented by Engineer Palap Mukerjee.
 - A seminar was held between members of the Association of Arbitrators and Experts, members of the Bahrain Bar Society and those interested in the field of disputes in construction contracts on the sources and provisions of commitment - applications in the field of engineering work on 10/01/2024. Presented by Dr. Ali Jassim Al-Bahar.
 - Organizing a seminar between members of the Association of Arbitrators and those interested in the field of disputes in construction contracts on performance guarantees and credit in construction contracts on 30/01/2024. Presented by the Legal Counsel, Dr. Abdul Qadir and Rasma Ghalib.
 - Organizing a seminar between members of the Association of Arbitrators and those interested in the field of arbitration and experts It was a comparison between the task of arbitration and the

task of technical expertise on 17/4/2024. Presented by Legal Counsel Khater Mohammed AL-Abdullah.

- Organizing a seminar between members of the Association of Arbitrators and those interested in the field of arbitration and experts on Prolongation costs-Assessment and Entitle as per FIDIC Contracts on 02/05/2024. Presented by a member of the Board of the Association of Arbitrators and Experts Eng. Hassan AL-Zabeel
- The Division of Electrical and Electronic Engineering issued two issues of its periodical on various topics related to the specialization.
- The Architects Division organized an artistic visit to Al Dana Theater to learn about the theater's facilities and the most prominent factors that were taken into account during the design process, as well as a visit to the Avenues Mall expansion project.

Eng. Heyam Al Maskati

Secretary General and External Relations

FINANCIAL REPORT:

26

INTRODUCTION

This report lists BSE key revenue sources, including membership fees, conferences, training, assets, and fixed deposit income. Additionally, it outlines our operating expenses, highlighting major cost areas, and provides the current state of our financial reserves.

The 2023 financial report reflects a significant improvement in the Bahrain Society of Engineers' (BSE) financial health compared to the prior year. Closing the previous year with a deficit of BD 250,000, we are pleased to report a net income of BD 12,714 for the 2023 fiscal year. This positive turnaround underscores our commitment to responsible financial management, ensuring a strong foundation for the Society's future endeavors. In addition previous qualification of IFRS 15 'Revenue from recognition' has been removed from the audit report 2023.

The 2023 primary revenue stream stemmed from the highly successful "Middle East Corrosion Conference 2023," attracting an impressive 1,500 attendees from around the world. In addition, through collaboration with the Ministry of Labor and with the support of Tamkeen, the BSE initiated a new training program, "Tamheed+," aimed at both unemployed and recently graduated engineers. This program yielded significant results. Throughout the year, BSE successfully trained 150 engineers across 8 groups, and as of today, the Society has secured employment for 54 program participants. These initiatives exemplify the BSE's commitment to both financial responsibility and the professional

development of Bahrain's engineers.

1. Conferences and Training courses:

During the year 2023, BSE has conducted 18th Middle East Corrosion Conference and Tamheed+ training courses. The main source of income generated during the year of 2023 was due the conferences & training program.

Events in 2022	Income	Expenses	Profit / (Loss)
Training Courses	11,342	10,174	1,168
Tamheed+	100,000	70,814	29,186
Conferences held in 2023	399,681	312,886	86,795
Conference Related	12,262	1,270	10,992
Total (BD)	523,285	395,144	128,141

Events in 2021	Income	Expenses	Profit / (Loss)
Training Courses	46,392	71,575	-25,183
Tamheed	0	16,831	-16,831
Conferences held in 2022	595,201	500,201	95,000
Conference Related	0	1,570	-1,570
Golden Jubilee	151526	302885	-151,359
Total (BD)	793117	893,062	-99,945

2. Membership:

The membership fees collected during the year 2023 amounts to BD 11,311 where it was BD 12,806 on previous year.

Year	2023	2022
Annual Subscription fees for active members	22,430	19,431
Membership fees Received during the year	11,311	12,806
Unpaid fees	11,119	6,625

3. Scholarship and Community Service Expenses

The scholarship fees paid during the fiscal year 2023 to the entitled Engineering students for the two semesters was BD 14,466/- where it was BD 17,156 during the year 2022.

Year	2023	2022
Number of Scholarships paid to Engineering Students	52	54
Total Scholarship Amount (BD)	14,466	17,156

4. Assets:

The lift installation has been completed by first quarter of 2023 and has been categorized as asset during the current financial year 2023.

Assets	2023	2022 (restated)	2022	Difference
Fixed Assets	2,044,971	2,091,147	2,091,147	-46,176
Current Assets	2,070,474	2,207,642	2,327,642	-137,168
Total	4,115,445	4,298,789	4,418,789	-183,344

Depreciation charge to the fixed assets amount to BD 46,176/- reducing the value of the asset to BD 2,044,971/-. The decrease in the fixed assets is mainly due to the new interior decoration & lift depreciation.

5. Inventory:

In addition to annual updates, BSE is pleased to announce the implementation of a new in-house developed inventory Management system. This solution utilizes readily available spreadsheet technology paired with QR code functionality. By simply scanning a QR code with any mobile phone equipped with a scanning application, staff can swiftly locate items within the designated inventory. This solution has significantly simplified our inventory management processes, enabling us to track our assets more efficiently and ensure optimal organization across our operations.

6. Fixed Deposits:

Following a comprehensive review of investment options, the Bahrain Society of Engineers (BSE) Board of Directors has made a strategic decision regarding the Society's fixed deposits.

Throughout 2022, interest rates offered by National Bank of Bahrain (NBB) were less favorable compared to Ithmaar Bank. However, during 2023, a significant shift occurred. NBB's interest rates became highly competitive, aligning closely with those offered by Ithmaar Bank.

Notably, a key advantage emerged with NBB's offerings: the absence of a locking period. This flexibility is crucial for the Society's financial management. Conversely, Ithmaar Bank's fixed deposits typically come with locking periods, potentially limiting the Society's access to funds when needed.

An additional factor influencing the Board's decision is the recent acquisition of Ithmaar's retail banking operations by Al Salam Bank. While the long-term implications of this merger are still unfolding, the Board prioritizes the utmost security of the Society's financial resources.

Therefore, upon maturity of the fixed deposits held with Ithmaar Bank, the Board has directed the reinvestment of these funds with NBB. This strategic move aligns with the Society's financial goals, ensuring the continued safety and growth of our members' contributions.

A nominal reserve amount of BD 56,015/- has been maintained in the Ithmaar current account to cover ongoing account maintenance fees and ensure the Society has readily available funds for unforeseen circumstances.

Year	Bank	Amount (BD)	Interest Rate	Interest Amount
2023	NBB	1,796,656	4.9% - 5.2%	87,681
Total		1,796,656		87,681

Year	Bank	Amount (BD)	Interest Rate	Interest Amount
2022	NBB	1,111,862	1.7% – 3.8%	17,335
	Ithmaar	632,346	3.1%- 3.75 %	18,798
Total		1,744,208		36,133

6. H.Q. Building:

During the year 2023 the building maintenance expenses was BD 4,039/- compared with BD 10,555/- during the year 2022. This decrease was due to the payments for the lift civil works which had been met on previous year.

7. 8. Almohandis Magazine & Media Expenses:

BSE is publishing the Al Mohandis magazine & Al Mohandis Times bulletin in digital PDF formats and sent electronically to all members registered in the BSE WhatsApp group. Some limited physical copies are printed to market in our BSE exhibition stands during conferences, training & other activities.

The total BSE media coverage expenses including hiring media specialist incurred during the year 2023 was BD 5282/- where it was BD 3513/- during the previous year 2022.

8. Accounts Receivable:

The accounts receivable for the year 2023 is BD 189,982/- whereas it was BD 445,057 for the year 2022 after restated during the beginning of the year 2023. These receivables are mainly from the Conference & training courses, where the collection from these events will be received by first quarter of the year 2024.

9. Accounts Payables:

The accounts payables has decreased for the year 2023 to BD 143,859/- where it was BD 304,782/- for the previous year. These payables are mainly due to the settlement of co-organizers shares after the event.

10. Staff Costs:

The staff costs was BD 102,678/- for the current financial year 2023 where it was BD 95,052/- for the previous year. The slight increase was due to the yearly annual increment & settlement of portion of indemnity for the resigned staff.

11. Financial Summary:

During the current financial year 2023 BSE were able to overcome their deficit for the last three previous years with an excess of income of BD 12,714/- where the deficit for the previous year was (BD 250,810/-).

12 Recommendations:

The Board of Directors recommends to re-appoint the Russell Bedford Assure Audit firm for auditing of BSE accounts for the period from January to December 2024.

Huda Sultan Faraj
Treasurer

Dr. Raeda Sayed Al Alawi
President

Bahrain Society of Engineers

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED 31 DECEMBER 2023

Bahrain Society of Engineers

REPORT AND FINANCIAL STATEMENTS 31 December 2023

CONTENTS	PAGE
Society profile	1
Independent auditors' report	2-4
Statement of financial position	5
Statement of income and expenditure	6
Statement of changes in member's fund	7
Statement of cash flows	8
Notes to the financial statements	9-23

Bahrain Society of Engineers

SOCIETY PROFILE

Registration Number	:	76/J/M obtained on 15 March 1992
President	:	Dr. Raeda Sayed Kadhem Jaafar Al Alawi
Vice President	:	Dr. Adnan Mahmood Abdulla AlTamimi
Treasurer	:	Eng. Huda Sultan Mubarak Faraj
Executive Secretary & Director of External Affairs	:	Eng. Heyam Mohamed Ali Mahdi AlMaskati
Director of Membership & Profession Affairs	:	Eng. Shaikha Sultan Ahmed Mohamed AlKhalasi
Director of Training	:	Eng. Amer Ali Abdulrasool Bin Rajab
Director of Conference & Forums	:	Eng. Fareed Ismaeel Abdulnabi Bushehri
Director of Media & Public Relations	:	Eng. Jaafar Mohamed Ali Mohamed Ahmed
Director of General Activities & Community Services	:	Eng. Habib Husain Habib Kadher AlJaboori
Registered Office	:	Building 230, Road 41, Al Shabab Avenue Manama, AlJuffair 341, Kingdom of Bahrain.
Principal Bankers	:	National Bank of Bahrain B.S.C. Ithmaar Bank B.S.C.
Independent Auditors	:	Russell Bedford Assure Audit Chartered Accountants P.O. Box 11580 Falcon Tower Diplomatic Area Kingdom of Bahrain



INDEPENDENT AUDITOR'S REPORT

To the members of Bahrain Society of Engineers

Qualified Opinion

We have audited the accompanying financial statements of Bahrain Society of Engineers (the "Society"), set out on pages 5 to 23, which comprise the statement of financial position as at 31 December 2023, and the statement of income and expenditure, statement of changes in surplus fund and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at 31 December 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion

The Society has not adopted or performed an impact assessment with respect to the implementation of IFRS 9 "Financial Instruments" though this standard is mandatory from accounting periods beginning on or after 1 January 2018.

In the absence of impact assessment relating to the standard (IFRS 9), we are unable to quantify the impact on these financial statements for the year ended 31 December 2023, including the relevant disclosures and revision to the accounting policies as required on adoption of this accounting standard.

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 Society in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of the Society for the year ended 31 December 2022 were audited by another auditor who expressed an qualified opinion on those statements on 09 February 2023.

Emphasis of matter

We draw attention to note 19 to the financial statements which explains prior period adjustment and restatement of financial statements as required by International Accounting Standards 8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Responsibilities of Managing Committee for the financial statements

Managing Committee is responsible for the preparation and fair presentation of the financial statements in accordance with note 2 to the financial statements and for such internal control as the Managing Committee 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, the Managing Committee is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Managing Committee either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.



INDEPENDENT AUDITOR'S REPORT

To the members of Bahrain Society of Engineers (continued)

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 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 judgement and maintain professional skepticism throughout 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 Society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Managing Committee.
- Conclude on the appropriateness of the Managing Committee's use of the 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 Society's 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 Society 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.

We communicate with the Managing Committee 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.

Report on Other Legal and Regulatory Requirements

Furthermore in our opinion and to the best of our knowledge and belief, no violations of the Law of Social & Cultural Societies associated with Association, promulgated by Legislative Decree No.21 of 1989, have occurred during the year ended 31 December 2023, that might have had a material adverse effect on the business of the Society or on its financial position.

Report on Anti-Money Laundering Compliance

We have examined on sample basis the internal controls and system of the Society relevant to member / client identification and detecting & reporting of suspicious transactions.



INDEPENDENT AUDITOR'S REPORT

To the members of Bahrain Society of Engineers (continued)

Report on Anti-Money Laundering Compliance (continued)

To the best of our knowledge and belief, we report that:

- the Society maintains proper internal control systems and procedures sufficient for monitoring and reporting of suspicious or extraordinary transactions;
- the Society holds sufficient measures and internal procedures relevant for verifying the identity of its members;
- the Society has not identified any suspicious transaction for the year ended 31 December 2023;
- the Society has NO relationship of any kind with any individual(s) or organization(s) listed in the United Nations Security Council Resolution or Domestic list; and
- as at financial year ended 31 December 2023 we are not aware of any violations of the Ministerial order (65) of 2012 for NPOs.

assure audit

Registration No.242
31 March 2024
Manama, Kingdom of Bahrain



Bahrain Society of Engineers

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

		2023	01 January 2023 (restated)	31 December 2022 (audited)
	Note Ref	BD	BD	BD
ASSETS				
Non-current asset				
Property, plant and equipment	4	2,044,971	2,091,147	2,091,147
		<u>2,044,971</u>	<u>2,091,147</u>	<u>2,091,147</u>
Current asset				
Accounts receivable	5	189,982	445,057	565,057
Inventories	6	1,240	1,240	1,240
Cash and bank balances	7	1,879,252	1,761,345	1,761,345
		<u>2,070,474</u>	<u>2,207,642</u>	<u>2,327,642</u>
TOTAL ASSETS		<u>4,115,445</u>	<u>4,298,789</u>	<u>4,418,789</u>
MEMBER'S FUND AND LIABILITIES				
Member's fund				
General fund	16(i)	2,050,417	2,037,957	2,157,957
Financial assistance and support fund	16(ii)	30,552	30,425	30,425
Member's fund	16(iii)	32,392	32,265	32,265
Revaluation reserve	16(iv)	1,661,552	1,661,552	1,661,552
TOTAL EQUITY		<u>3,774,913</u>	<u>3,762,199</u>	<u>3,882,199</u>
Non-current liabilities				
Employee benefits	8	9,086	16,952	16,952
Deferred Income	11	3,815	6,265	6,265
		<u>12,901</u>	<u>23,217</u>	<u>23,217</u>
Current liability				
Deferred Income	11	2,275	2,100	2,100
Accounts payable	9	143,859	304,782	304,782
Other payables	10	181,497	206,491	206,491
		<u>327,631</u>	<u>513,373</u>	<u>513,373</u>
TOTAL LIABILITIES		<u>340,532</u>	<u>536,590</u>	<u>536,590</u>
TOTAL MEMBER'S FUND AND LIABILITIES		<u>4,115,445</u>	<u>4,298,789</u>	<u>4,418,789</u>

These financial statements were approved for issue by the Managing Committee on 31 March 2024 and signed on its behalf by:



Dr. Raeda Sayed Kadhem Jaafar Al Alawi
President




Eng. Huda Sultan Mubarak Faraj
Treasurer

The attached notes 1 to 22 form an integral part of these financial statements

Bahrain Society of Engineers

STATEMENT OF INCOME AND EXPENDITURE

For the year ended 31 December 2023

		2023	2022
	Note Ref	BD	BD
Income from operations	12	548,770	813,953
Cost of operations	13	(395,144)	(893,062)
		<u>153,626</u>	<u>(79,109)</u>
Other income	14	94,656	45,133
General and administrative expenses	15	(187,667)	(173,286)
Depreciation	4	(41,276)	(27,667)
Impairment allowance	5	(6,625)	(15,881)
		<u>(140,912)</u>	<u>(171,701)</u>
Net surplus / (deficit) for the year transferred to general fund		<u><u>12,714</u></u>	<u><u>(250,810)</u></u>



Dr. Raeda Sayed Kadhem Jaafar Al Alawi
President



Eng. Huda Sultan Mubarak Faraj
Treasurer




The attached notes 1 to 22 form an integral part of these financial statements

Bahrain Society of Engineers

STATEMENT OF CHANGES IN MEMBER'S FUND

For the year ended 31 December 2023

	General Fund BD	Financial assistance and support fund BD	Member's fund BD	Revaluation reserve BD	Total BD
Balance as at 01 January 2022	2,408,767	30,425	32,265	1,661,552	4,133,009
Net (defecit) for the year	(250,810)	-	-	-	(250,810)
Balance at 31 December 2022 (audited)	2,157,957	30,425	32,265	1,661,552	3,882,199
Prior period adjustments (refer note 19)	(120,000)	-	-	-	(120,000)
Balance at 01 January 2023 (restated)	2,037,957	30,425	32,265	1,661,552	3,762,199
Net surplus for the year	12,714	-	-	-	12,714
Transfer during the year [Refer note 16(ii) & (iii)]	(254)	127	127	-	-
Balance at 31 December 2023	2,050,417	30,552	32,392	1,661,552	3,774,913


Dr. Raeda Sayed Kadhem Jaafar Al Alawi
President




Eng. Huda Sultan Mubarak Faraj
Treasurer


The attached notes 1 to 22 form an integral part of these financial statements

Bahrain Society of Engineers

STATEMENT OF CASH FLOWS

For the year ended 31 December 2023

	2023 BD	2022 BD
OPERATING ACTIVITIES		
Net surplus / (deficit) for the year	12,714	(250,810)
Adjustments for:		
Depreciation	41,276	27,667
Provision for impairment of receivables	6,625	15,881
Provision for employees' end of service benefit	1,617	2,930
Closure of digital IT project	8,700	-
Amortization of deferred income	(2,275)	(2,100)
Interest income	(87,681)	(36,133)
	<u>(19,024)</u>	<u>(242,565)</u>
Working capital changes:		
Decrease in Inventories	-	1,416
Decrease / (Increase) in accounts and other receivables (refer note 5 & 19)	248,450	(261,146)
Increase in Deferred Income	-	1,400
(Decrease) / Increase in accounts payable	(160,923)	259,818
(Decrease) in Other payables	(24,994)	(128,283)
Cash generated from / (used in) operations	<u>43,509</u>	<u>(369,360)</u>
Employees' end of service benefit paid	<u>(9,483)</u>	<u>(4,730)</u>
Net Cash generated from / (used in) operations	<u>34,026</u>	<u>(374,090)</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,800)	(20,893)
Fixed deposits (net)	475,244	325,277
Interest received	87,681	2,039
Net Cash generated from investing activities	<u>559,125</u>	<u>306,423</u>
Net increase / (decrease) in cash and cash equivalents	593,151	(67,667)
Cash and cash equivalents at 01 January	117,837	185,504
Cash and cash equivalents at 31 December (refer note 7)	<u>710,988</u>	<u>117,837</u>


Dr. Raeda Sayed Kadhem Jaafar Al Alawi
President


Eng. Huda Sultan Mubarak Faraj
Treasurer



The attached notes 1 to 22 form an integral part of these financial statements

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

1 SOCIETY INFORMATION AND ACTIVITIES

Bahrain Society of Engineers (the Society) was established on 15 March 1992 under the Registration No. 76/J/M. Its registered office is Building 230, Road 41, Al Shabab Avenue Manama, AlJuffair 341, Kingdom of Bahrain.

Principal activity

The Society's principal activities are contribution to the industrial development activities in the Kingdom of Bahrain in co-operation with the competent authorities, enhancing the engineering profession standards in co-operation with the Ministry of Labor and Social Affairs and other concerned Ministries, conducting conferences and training programmes welcoming colleagues in the Arab as well as non-Arab countries.

2 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

The financial statements have been prepared in Bahraini Dinars (BD), which is the functional and presentation currency of the Society.

Adoption of new and amended standards

The accounting policies adopted in the preparation of these financial statements are consistent with those used in the previous year, except for certain standards and interpretations and amendments to standards and interpretations adopted by the Society as of 1 January 2023. The Society has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective. The adoption of these standards and interpretations did not have a significant impact on the financial statements of the Society. The Society has implemented a revised accounting policy concerning revenue recognition for the current year to align with the guidelines of IFRS 15.

Standards issued but not yet effective

Standards and interpretations issued but not yet effective up to the date of issuance of the Society's financial statements are disclosed below. The Society reasonably expects these standards issued to be applicable at a future date. The Society intends to adopt these standards, if applicable, when they become effective:

Effective	New or revised pronouncement
-----------	------------------------------

01-Jan-24	Classification of Liabilities as Current or Non-Current (Amendments to IAS 1) Non-current
-----------	---

01-Jan-24	Lease liability in a Sale and Leaseback - Amendments to IFRS 16
-----------	---

01-Jan-24	Supplier finance arrangements - Amendments to IAS 7 and IFRS 7
-----------	--

To be set	Sale or contribution of assets between an investor and its associate or joint venture - Amendments to IFRS 10 and IAS 28
-----------	--

The Management is currently assessing the impact of the above standards and interpretations on the financial statements of the Society.

Current versus non-current classification

The Society presents assets and liabilities in the statement of financial position based on current/non-current classification. An asset / liability is classified as current if it is expected to be realised/ settled within 12 months after the reporting period.

All other assets / liabilities are classified as non-current.

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

Revenue recognition

Revenue is measured based on the consideration to which the Society expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognized when the Society satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognized is the amount allocated to the satisfied performance obligation.

Performance obligation and the timing of revenue recognition - Revenue from providing services is recognized in the accounting period in which the services are rendered. For fixed-priced contracts, revenue is recognized based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided, because the customer receives and uses the benefits simultaneously.

Revenue from subscription consists of fees collected from members for Society's membership.

Tamheed project income refers to the fixed reimbursement received from Tamkeen on meeting certain pre-defined criteria and are recognized on accrual basis.

Income from conferences and seminars, workshops and training courses are recognized on an accrual basis.

Rental income is recognized on an accrual basis.

Determining the transaction price - In case of fixed-price contracts, the member pays the fixed amount based on a payment schedule. If the services rendered exceed the payment, a contract asset is recognized. If the payment exceeds the services rendered, a contract liability is recognized.

Allocating amount to performance obligations - The Society's revenue is derived from fixed price contracts and therefore the amount of revenue to be earned from each contract is determined by reference to those fixed prices.

Other income is accounted for on the accrual basis, unless collectability is in doubt.

Property, plant and equipment

Property, plant and equipment are stated at cost, except certain freehold land and building, less accumulated depreciation and any accumulated impairment losses. Certain freehold land and building are stated at revalued amounts. Cost includes all costs directly attributable to bringing the assets to working condition for its intended use and borrowing costs for long term construction projects if the recognition criteria are met. The cost of replacing part of an item of Property, plant and equipment is recognized in carrying amount if it is probable that future economic benefits will flow to the Society and its cost can be measured reliably. All other repairs and maintenance costs are recognised in the statement of income and expenditure as incurred.

After recognition as an asset, an item of Property, plant and equipment whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are made with sufficient regularity to ensure that the carrying amount does not differ materially from their fair value as at the date of the financial statements. The increases resulting from such revaluation is credited to the revaluation in shareholders' equity. Decreases offsetting previous increases of the same class of assets are charged against the revaluation reserve. All other decreases are charged to the statement of comprehensive income.

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful lives of property, plant and equipment as follows:

Freehold land	Not depreciated
Buildings	20 years
Porta cabin	10 years
Boundary wall	10 years
Central air conditioning unit	10 years
Furniture and fixtures	8 years
Office equipments	4 years
Lift	10 years
Office interiors	10 years

Land and assets in the process of completion are not depreciated. An item of Property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of income and expenditure when the asset is derecognised.

The residual value, useful lives and method of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

Financial assets

Classification and initial measurement

Financial assets are initially recognized at fair value, including transaction costs that are directly attributable to the acquisition of the financial asset except transaction costs on financial instruments measured at FVTPL are not included in the amount at which the instrument is initially measured; instead, they are immediately recognized in profit or loss. Trade and other receivables that do not contain a significant financing component are measured at the transaction price determined under IFRS 15.

Financial assets, other than those designated and effective as hedging instruments, are classified into the following categories:

- amortized cost
- fair value through other comprehensive income (FVOCI), and
- fair value through profit or loss (FVTPL).

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Society's business model for managing them. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Subsequent measurement of financial assets

Subsequent to initial measurement, financial assets and liabilities are measured at either amortized cost or fair value.

The Society measures financial assets at amortized cost if both of the following conditions are met:

- they are held within a business model with the objective to hold the financial asset in order to collect contractual cash flows; and
- the contractual terms of the financial assets give rise on specified dates to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

Financial assets at amortized cost are subsequently measured using the effective interest rate method and are subject to impairment. Gains and losses are recognized in statement of comprehensive income when the asset is derecognized, modified or impaired.

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial assets (continued)

Subsequent measurement of financial assets (continued)

If the objective of the business model is to both hold to collect and sell debt instrument, it is classified at fair value through other comprehensive income.

If either of these two classification criteria is not met, the financial assets are classified and measured at fair value through the profit or loss (FVTPL).

Additionally, even if a financial asset meets the amortized cost criteria, the entity may choose to designate the financial asset at FVTPL. Such an election is irrevocable and applicable only if the FVTPL classification significantly reduces a measurement or recognition inconsistency.

Financial assets at fair value through other comprehensive income (FVTOCI)

At initial recognition, the Society can make an irrevocable election to classify an equity investment that is not held for trading as FVTOCI.

The irrevocable election is on an instrument-by-instrument basis. If an equity investment is designated as FVTOCI, all gains and losses, except for dividend income, are recognized in other comprehensive income and are not subsequently included in the statement of Income.

Financial assets at fair value through the profit or loss (FVTPL)

Financial assets not otherwise classified above are classified and measured as FVTPL and changes therein, including any interest or dividend income, are recognized in the profit or loss.

Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise of cash in hand, bank balances and short-term deposits.

Accounts receivable

Accounts and other receivables represent the Society's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Accounts receivables are stated at original invoice amount, less any impairment allowances provided.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the right to receive cash flows from the asset has expired;
- the Society retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement; or
- the Society has transferred its right to receive cash flows from the asset and either: (a) has transferred substantially all the risks and rewards of the assets, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

The Society recognizes an allowance for Expected Credit Loss (ECL) for all debt instruments not held at fair value through profit or loss. ECL's are based on difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Society expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held and other credit enhancements that are integral to the contractual terms. For trade receivables and contract assets, the Society applies a simplified approach in calculating loss allowance based on lifetime ECL's at each reporting date. The Society has established a provision matrix that is based on its historical credit loss experiences, adjusted for forward looking factors and external indicator. Refer Note 17(ii)(d), for further disclosure relating to impairment of trade receivables. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial liabilities

Financial liabilities are initially measured at fair value, and where applicable, adjusted for transaction cost unless the Society designated a financial liability at fair value through profit or loss. Subsequently, financial liabilities are measured at amortized cost using the effective interest method except for financial liabilities designated at fair value through profit or loss, which are carried subsequently at fair value with gains or losses recognized in profit or loss.

Accounts and Other Payables

Accounts and other payables and accruals are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received whether or not billed to the Society.

Provisions

Provisions are recognized when the Society has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

Employees' benefits

Entitlements to annual leave, air passage and other short-term benefits are recognized in the Statement of income and expenditure as they accrue to the employees.

For the Bahraini employees, the Society contributes to the pension scheme administered by Social Insurance Organisation (SIO). This is a funded defined contribution scheme and the Society's contributions are charged to the Statement of income and expenditure in the year to which they relate. The Society's obligations are limited to the amounts contributed to the Scheme.

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

Derecognition

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expired.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

Prior period adjustments

The Society classifies misstatements as prior period adjustments that result from failure to use, reliable information that was available and that could have reasonably been expected to have been obtained and taken into account in preparing an entity's financial statements for one or more prior periods.

3 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Society's financial statements requires the Managing Committee to make judgements and estimates in determining the amounts recognised in the financial statements. The most significant uses of judgements and estimates are as follows:

Going concern

The Managing Committee has made an assessment of the Society's ability to continue as a going concern and is satisfied that the Society has the resources to continue in business for the foreseeable future. Furthermore, the Managing Committee is not aware of any material uncertainties that may cast significant doubt upon the Society's ability to continue as a going concern. Therefore, the financial statements are prepared on a going concern basis.

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

3 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (continued)

Estimates and assumptions

Information about estimates and assumptions that may have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are provided below. The Society based its assumptions and estimates on parameters available when the financial statements were prepared. Actual results may be substantially different.

Useful lives of Property, plant and equipment

The Society determines the estimated useful lives of its Property, plant and equipment considering the expected usage of the asset or physical wear and tear. The Society reviews the useful life and residual value of Property, plant and equipment annually and the future depreciation charges would be adjusted where the Managing Committee believes the useful lives differ from previous estimates.

Bahrain Society of Engineers
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

4 Property, plant and equipment

	*Freehold land		Buildings		Porta cabin		Boundary wall		Central air conditioning unit		Furniture and fixtures		Office equipments		Lift		Office interiors		**Capital work in progress		Total	
	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD
Cost:																						
As at 01 January 2023 (restated)	1,661,552	460,534	11,000	6,705	41,869	107,634	136,110	283,520	83,545	2,792,469												
Additions	-	-	-	-	200	2,230	1,370	-	-	3,800												
Closure of digital IT project (expensed)	-	-	-	-	-	-	-	-	-	(8,700)												
Asset transferred during the year	-	-	-	-	-	-	-	-	-	(12,330)												
As at 31 December 2023	1,661,552	460,534	11,000	6,705	42,069	107,634	138,340	283,520	62,515	2,787,569												
Depreciation:																						
As at 01 January 2023 (restated)	-	437,374	1,925	6,888	39,837	72,829	128,493	14,176	-	701,322												
Charge for the year	-	2,124	1,100	17	492	6,022	2,141	1,028	28,352	41,276												
As at 31 December 2023	-	439,498	3,025	6,705	40,329	78,851	130,634	42,528	-	742,598												
Net book value as at 31 December 2023	1,661,552	21,036	7,975	-	1,740	28,783	7,706	12,672	240,992	62,515	2,044,971											

	Freehold land		Buildings		Porta cabin		Boundary wall		Central air conditioning unit		Furniture and fixtures		Office equipment		Capital work in progress		Total	
	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD
Cost:																		
As at 01 January 2022	1,661,552	460,534	11,000	6,705	40,119	107,634	134,041	283,520	349,991	2,771,576								
Additions	-	-	-	-	1,750	2,069	-	-	17,074	20,893								
Asset transferred during the year	-	-	-	-	-	-	-	-	(283,520)	-								
As at 31 December 2022 (audited)	1,661,552	460,534	11,000	6,705	41,869	107,634	136,110	283,520	83,545	2,792,469								
As at 01 January 2023 (restated)	1,661,552	460,534	11,000	6,705	41,869	107,634	136,110	283,520	83,545	2,792,469								
Depreciation:																		
As at 01 January 2022	-	435,250	825	6,043	39,511	66,745	125,281	-	-	673,655								
Charge for the year	-	2,124	1,100	645	326	6,084	3,212	14,176	-	27,667								
As at 31 December 2022 (audited)	-	437,374	1,925	6,888	39,837	72,829	128,493	14,176	-	701,322								
As at 01 January 2023 (restated)	-	437,374	1,925	6,888	39,837	72,829	128,493	14,176	-	701,322								
Net book value as at 31 December 2022 (audited)	1,661,552	23,160	9,075	17	2,032	34,805	7,617	269,344	83,545	2,091,147								
Net book value as at 01 January 2023 (restated)	1,661,552	23,160	9,075	17	2,032	34,805	7,617	269,344	83,545	2,091,147								

*Freehold land located in Jurfair, bearing title deed no. 1372/1973 and registration no. 2594/1973 was donated to the Society by H.H. The Late Amir, Shaikh Isa Bin Salman Al Khalifa, which has been revalued at its market value by Nasser Real Estate Agency, an independent professional property valuer on 15 January 2014. The revaluation surplus of BD 1,661,552 (including the carrying value as on 31 December 2012 amounting to BD 511,236) has been credited to a revaluation reserve under the Member's Fund which will be released only on disposal of the land.

** Capital Work in Progress relates to the expenses incurred till date for setting up the Al Mohandiseen Training Centre.

Bahrain Society of Engineers
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

5 Accounts receivable	2023	01 January 2023	31 December
	BD	(restated) BD	2022 (audited) BD
Membership and financial assistance fee receivable	22,569	16,581	16,581
Conference and seminars receivables (refer note 19)	171,450	424,267	544,267
Less: Allowance for Expected Credit Loss (ECL)	(6,625)	(6,158)	(6,158)
	187,394	434,690	554,690
Prepaid expenses	2,186	9,278	9,278
Other receivables	402	1,089	1,089
	189,982	445,057	565,057

Movement in the allowance for ECL is as below:

	2023	01 January 2023	31 December
	BD	(restated) BD	2022 (audited) BD
Opening provision	6,158	33,303	33,303
Provision during the year	6,625	15,881	15,881
ECL written off	(6,158)	(43,026)	(43,026)
	6,625	6,158	6,158

During the year 2018, the Society's Board of Directors approved and implemented a provisioning policy towards overdue accounts receivables as required by International Accounting Standards as well as best practices. As per the approved policy, the accounts receivable aged and outstanding for more than one year will be fully provided. Based on the policy, the Society has created an ECL provision of BD 6,625 on its overdue membership receivables as per their ageing.

The Society's conference and seminars receivables generally on from 60 to 90 days credit terms and the ageing as at 31 December 2023 is as follows:

	Neither past due nor impaired less than 3 months	Past due but not impaired more than 1 year	Past due but not impaired more than 3 years	
		BD	BD	BD
At 31 December 2023	171,450	131,853	22,000	17,597
At 31 December 2022 (restated)	424,267	390,295	-	33,972
At 31 December 2022 (audited)	544,267	390,295	-	153,972

Unimpaired account receivables are expected, on the basis of past experience, to be fully recoverable. It is not the practice of the Society to obtain collateral over account receivables and, therefore, are all unsecured. In the opinion of the Society's management, the fair value of the account receivables are not expected to be significantly different from their carrying values.

6 Inventories	2023	01 January 2023	31 December
	BD	(restated) BD	2022 (audited) BD
Stock of gift articles, mementoes; etc.	1,240	1,240	1,240
	1,240	1,240	1,240

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

7 Cash and bank balances	2023	01 January 2023	31 December
	BD	(restated) BD	2022 (audited) BD
Cash at banks			
- Current accounts	82,240	16,945	16,945
- Short term deposits (with maturity less than 3 months)	628,392	100,700	100,700
Cash in hand	356	192	192
Cash and cash equivalents	710,988	117,837	117,837
- Short term deposits (with maturity more than 3 months)	1,168,264	1,643,508	1,643,508
Cash and bank balances	1,879,252	1,761,345	1,761,345

Short term deposits are placed with the Society's banker, earn profit at the current market rates and maturing as follows:

Name of the Bank	Currency	Deposit Number	2023	Maturity date
			BD	
National Bank of Bahrain B.S.C.	BD	5000019604	102,267	21-01-24
National Bank of Bahrain B.S.C.	BD	5000001615	526,125	05-02-24
Deposits with maturity less than 3 months			628,392	
National Bank of Bahrain B.S.C.	BD	5000002751	106,069	10-05-24
National Bank of Bahrain B.S.C.	BD	1014262089	1,062,195	10-10-24
Deposits with maturity more than 3 months			1,168,264	

Unrestricted accounts with banks are as follows:

Name of the Bank	Currency	Account Number	Type of account	2023
				BD
National Bank of Bahrain B.S.C.	BD	0099065991	Current account	26,151
National Bank of Bahrain B.S.C.	BD	0099098911	Current account	74
Ithmar Bank B.S.C.	BD	501301886040018	Current account	56,015
				82,240

8 Employee benefits

Defined Benefit Scheme - end of service benefit

Movements in the provision recognized in the statement of financial position are as follows:

	2023	01 January 2023	31 December
	BD	(restated) BD	2022 (audited) BD
Provision as at 01 January	16,952	18,752	18,752
Provided during the year	1,617	2,930	2,930
Employees' end of service benefit paid	(9,483)	(4,730)	(4,730)
Provision as at 31 December	9,086	16,952	16,952

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

9 Accounts Payable	2023	01 January 2023	31 December
		(restated)	2022 (audited)
	BD	BD	BD
Seminars and conferences payable	143,859	304,782	304,782
	<u>143,859</u>	<u>304,782</u>	<u>304,782</u>

As of 31 December 2023, the accounts payable balance amounted to BD 143,859 included two suppliers whose total balance constituted 100% of the total outstanding balance thereof as of that date.

10 Other payables	2023	01 January 2023	31 December
		(restated)	2022 (audited)
	BD	BD	BD
Payable to Project Management Association (PMA)	136,843	136,843	136,843
Conference fee received in advance	20,205	41,011	41,011
Provision for leave salary and air passage	2,566	2,342	2,342
Provision for members recognition	4,008	5,917	5,917
VAT payable	7,464	7,456	7,456
Payable to other chapters	709	4,088	4,088
Accrued expenses and other payables	9,702	8,834	8,834
	<u>181,497</u>	<u>206,491</u>	<u>206,491</u>

Amount payable to Project Management Association was transferred to the Society due to shutdown of operations of PMA.

11 Deferred Income	2023	01 January 2023	31 December
		(restated)	2022 (audited)
	BD	BD	BD
As at 01 January	8,365	9,065	9,065
Recognized during the year	-	1,400	1,400
Amortized during the year	(2,275)	(2,100)	(2,100)
As at 31 December	<u>6,090</u>	<u>8,365</u>	<u>8,365</u>
Non current portion	3,815	6,265	6,265
Current portion	2,275	2,100	2,100
	<u>6,090</u>	<u>8,365</u>	<u>8,365</u>

The fees received by the Society towards life membership fees have been classified as deferred income and are recognized in the statement of income and expenditure over a period of 10 years.

That portion of the life membership fees which will get amortized within twelve months from the statement of financial position date is disclosed as current portion of deferred income.

12 Income from operations	2023	2022
	BD	BD
Conferences and seminars	411,943	746,727
Training centre income from operations - Workshop and training courses	11,342	46,392
Training centre income from operations - Tamheed project income	100,000	-
Membership subscriptions	22,430	19,432
Facilities rental income	3,055	1,402
	<u>548,770</u>	<u>813,953</u>

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

13 Cost of operations	2023	2022
	BD	BD
Conferences and seminars	312,886	804,656
Training centre cost of operations - Tamheed project expenses	70,814	16,831
Training centre cost of operations - Workshop and training courses	11,444	71,575
	395,144	893,062
14 Other income	2023	2022
	BD	BD
Interest on fixed deposits	87,681	36,133
Scholarship for students	-	9,000
General activities	6,475	-
Miscellaneous income	500	-
	94,656	45,133
15 General and administrative expenses	2023	2022
	BD	BD
Staff cost	102,678	95,052
BSE awards and graduation project expenses	3,041	2,949
Charity	468	-
Scholarship for students	14,466	17,156
Digital transformation project expenses	6,200	1,283
Federation of Arab Engineers expenses	4,304	5,743
Gulf Engineering Union expenses	7,519	11,390
HQ administration expenses	8,438	6,072
Utilities expenses	11,340	12,387
Repairs and maintenance	4,039	10,555
General activities expenses	7,890	2,008
Legal and professional expenses	850	1,700
Magazines and Journal expenses	5,282	3,513
Miscellaneous expenses	3,906	1,221
Communication	3,233	550
Bank charges	2,023	364
WEFO expenses	1,990	1,343
	187,667	173,286

16 Member's fund

(i) General fund

General fund represents the accumulated surplus of income over expenditure.

(ii) Financial assistance and support fund

An amount equivalent to 1% of the Society's excess of income over expenditure for the year needs to be transferred to the financial assistance and support fund. The balance available in this fund is to be used in case of winding up or liquidation. During the year BD 127 has been transferred to financial assistance and support fund. This is subject to approval of members in the Annual General Meeting.

Bahrain Society of Engineers
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

16 Member's fund (continued)

(iii) Member's fund

An amount equivalent to 1% of the Society's excess of income over expenditure for the year needs to be transferred to the Member's fund. The balance available in this fund is to be used in case of winding up or liquidation. During the year BD 127 has been transferred to member's fund. This is subject to approval of members in the Annual General Meeting.

(iv) Revaluation reserve

The revaluation reserve represents revaluation surplus on revaluation of freehold land and is a non-distributable reserve.

17 Financial Instruments and risk management

(i) The table below sets out the Society's classification of each class of financial assets and financial liabilities:

	2023 BD	01 January 2023 (restated) BD	31 December 2022 (audited) BD
Financial Assets at amortized cost			
Accounts and other receivables (excluding prepayments) (refer note 19)	187,796	435,779	555,779
Cash & bank balances (includes term deposits maturing at more than 3 months)	1,879,252	1,761,345	1,761,345
	2,067,048	2,197,124	2,317,124
Financial Liabilities at amortized cost			
Accounts payable	143,859	304,782	304,782
Other Payables (excluding statutory liabilities)	171,467	196,693	196,693
	315,326	501,475	501,475

(ii) Financial risk factors

The main risks arising from the Society's financial instruments are interest rate risk, foreign currency risk, liquidity risk and credit risk. The risk management policies employed by the Society to manage these risks are discussed below:

(a) Interest rate risk

Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. The Society's income and operating cash flows are substantially independent of changes in market interest rates as the Society has no significant interest-bearing assets and liabilities

(b) Foreign Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. Currency risk arises when future commercial transactions and recognized assets and liabilities are denominated in a currency that is not the Society's measurement currency. The Society does not have any significant currency risk as the Society's transactions are in Bahraini Dinars.

Bahrain Society of Engineers
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

17 Financial Instruments and risk management (continued)

(ii) Financial risk factors (continued)

(c) Liquidity risk

Liquidity risk, also referred to as funding risk, is the risk that an enterprise will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at or close to its fair value. Liquidity risk is managed by monitoring on a regular basis that sufficient funds are available, to meet any future commitments.

The following are the contractual maturities of the Society's undiscounted financial liabilities:

2023	Carrying amount	Less than 12 months
	<i>BD</i>	<i>BD</i>
Accounts payable	143,859	143,859
Other Payables (excluding statutory liabilities)	171,467	171,467
	315,326	315,326

(c) Liquidity risk

2022	Carrying amount	Less than 12 months
	<i>BD</i>	<i>BD</i>
Accounts payable	304,782	304,782
Other Payables (excluding statutory liabilities)	181,497	181,497
	486,279	486,279

(d) Credit risk

Credit risk is the risk that a counterparty fails to discharge an obligation to the Society. The Society is exposed to credit risk from its operating activities (accounts receivables) and deposits with banks.

The recognized financial instruments that subject the Society to credit risk consist principally of cash and cash equivalents and accounts receivable.

The management believes that the credit risk concentration attached to cash and cash equivalents is insignificant as the bank in which cash is placed, maintain an acceptable credit standing and capital here. Previously, the Society had not experienced any material losses from its cash and cash equivalents maintained with this bank.

Accounts and other receivables

Accounts receivables (gross) amounted to BD 194,019 as of 31 December 2023. Credit period extended to various customer range from 30 to 120 days, however in certain cases, credit period may be extended beyond the above indicated range on a case-by-case basis. The management regularly monitors credit risk exposures and take steps to mitigate the likelihood of those exposures resulting in a loss. The Division maintains an impairment allowance which in the opinion of the management is sufficient to meet anticipated credit losses.

The allowance for expected Credit Loss (ECL) has been assessed on a collective basis, by grouping based on days past due, as they possess shared credit risk characteristics.

Accounts receivables

2023	Exposure	Expected credit loss	Lifetime ECL
	<i>BD</i>	<i>%</i>	<i>BD</i>
0 - 3 months	131,853	0%	-
More than 3 months but less than 2 years	44,569	14.865%	6,625
More than 2 years but less than 3 years	17,597	0%	-
	194,019		6,625

Bahrain Society of Engineers
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2023

17 Financial Instruments and risk management (continued)

(ii) Financial risk factors (continued)

(d) Credit risk (continued)

Accounts receivables (continued)

31 December 2022 (restated)	Exposure <i>BD</i>	Expected credit loss %	Lifetime ECL <i>BD</i>
0 - 3 months	390,295	0%	-
More than 3 months but less than 2 years	16,581	37.139%	6,158
More than 2 years but less than 3 years	33,972	0%	-
	<u>440,848</u>		<u>6,158</u>
31 December 2022 (audited)			
0 - 3 months	390,295	0%	-
More than 3 months but less than 2 years	16,581	37.139%	6,158
More than 2 years but less than 3 years	153,972	0%	-
	<u>560,848</u>		<u>6,158</u>

18 Contingent Liabilities

As at 31 December 2023, there were no contingent liabilities arising in the ordinary course of the business, which are expected to give rise to any material loss.

19 Prior period adjustments

In 2023, the Society undertook a comprehensive review of its accounting policy pertaining to the recognition of income originating from workshops and training courses. This initiative was undertaken to ensure conformity with the guidelines delineated in IFRS 15 "Revenue from Contracts with Customers," thereby enhancing the transparency and accuracy of financial reporting practices. In accordance with the stipulations set forth in IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors," the Society diligently evaluated the retrospective impact of this revised accounting policy on its financial statements.

Subsequent to this evaluation, the Society has restated its financial statements to reflect the adjustments necessitated by the modified accounting policy. The impact of these adjustments on the financial statements is outlined as follows:

During the current financial year the Society has made an adjustment of BD 120,000 in the General fund with a corresponding adjustment made to the accounts receivables (Conference and Seminar receivables) to align with IFRS 15. It is observed that the Society did not generate any income that conflicted with IFRS 15 regulations during the year 2022 due to the impact of COVID-19 pandemic.

Following are the adjustments made during the year -

	Balance as at		
	31 December 2022 (audited) <i>BD</i>	Adjustments <i>BD</i>	01 January 2023 (restated) <i>BD</i>
General Fund	2,157,957	(120,000)	2,037,957
Accounts receivable			
- Conference and seminars receivables	544,267	(120,000)	424,267

Bahrain Society of Engineers

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

20 Events after reporting period

There were no events after the reporting period, which have a bearing on the understanding of the financial statements.

21 Rounding off of figures

All figures have been rounded off to the nearest Bahraini Dinar.

22 Comparative figures

Comparative figures for the previous year have been reclassified/re-arranged wherever necessary to conform with the current year.