

**Securities and Investment Company BSC (c)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**as at 30 June 2012**

Bahraini Dinars '000

	<b>30 June 2012</b> (reviewed)	31 December 2011 (audited)
<b>Assets</b>		
Cash and bank balances	33,870	19,964
Investments at fair value through profit or loss	14,981	16,738
Available-for-sale investments	30,671	27,038
Fees receivable	444	390
Other assets	7,583	6,505
<b>Total assets</b>	<b>87,549</b>	70,635
<b>Liabilities</b>		
Short-term bank borrowings	15,891	6,108
Payables to customers	13,837	8,174
Other liabilities	2,602	2,470
<b>Total liabilities</b>	<b>32,330</b>	16,752
<b>Equity</b>		
Share capital	42,726	42,652
Statutory reserve	4,670	4,650
General reserve	1,786	1,737
Available-for-sale investments fair value reserve	626	443
Retained earnings	5,411	4,401
<b>Total equity (page 5)</b>	<b>55,219</b>	53,883
<b>Total liabilities and equity</b>	<b>87,549</b>	70,635
<b>Contingent and memorandum accounts</b>		
Assets under custody	857,523	864,152
Assets under management	205,078	206,195
Commitments	1,122	1,129

Shaikh Abdulla Bin Khalifa Al Khalifa  
Chairman

Hussain Al Hussaini  
Vice Chairman of the Board

Anthony C. Mallis  
Chief Executive Officer

The Board of Directors approved the condensed consolidated interim financial information consisting of pages 1 to 6 on 6 August 2012.

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
for the six months period ended 30 June 2012

Bahraini Dinars '000

	Note	Six months ended 30 June		Three months ended 30 June	
		2012 (reviewed)	2011 (reviewed)	2012 (reviewed)	2011 (reviewed)
Interest income		689	537	350	281
Interest expense		(106)	(53)	(76)	(29)
<b>Net interest income</b>		<b>583</b>	484	<b>274</b>	252
Net fee and commission income		1,102	1,119	554	554
Net investment income / (loss)	10	1,325	491	(202)	1,146
Brokerage and other income		401	619	233	303
<b>Total income</b>		<b>3,411</b>	2,713	<b>859</b>	2,255
Staff and related expenses		(1,489)	(1,536)	(723)	(754)
Other operating expenses		(715)	(639)	(347)	(335)
Impairment on available-for-sale investments		(148)	(39)	(81)	(39)
<b>Profit / (loss) for the period</b>		<b>1,059</b>	499	<b>(292)</b>	1,127
<b>Basic and diluted earnings per share (fils)</b>		<b>2.48</b>	1.17	<b>(0.68)</b>	2.64

Shaikh Abdulla Bin Khalifa Al Khalifa  
Chairman

Hussain Al Hussaini  
Vice Chairman of the Board

Anthony C. Mallis  
Chief Executive Officer

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
for the six months period ended 30 June 2012

Bahraini Dinars '000

	Six months ended 30 June		Three months ended 30 June	
	2012 (reviewed)	2011 (reviewed)	2012 (reviewed)	2011 (reviewed)
<b>Profit / (loss) for the period</b>	<b>1,059</b>	499	<b>(292)</b>	1,126
<b>Other comprehensive income</b>				
Fair value reserve (available-for-sale investments)				
- Net change in fair value	421	677	(998)	94
- Net amount transferred to income statement on sale / impairment	(238)	(997)	(30)	(1,153)
<b>Total other comprehensive income for the period</b>	<b>183</b>	(320)	<b>(1,028)</b>	(1,059)
<b>Total comprehensive income for the period</b>	<b>1,242</b>	179	<b>(1,320)</b>	67

The condensed consolidated interim financial information consists of pages 1 to 6.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
for the six months period ended 30 June 2012

Bahraini Dinars '000

2012

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2012	42,652	4,650	1,737	443	4,401	53,883
- Transfer to general reserve	-	-	49	-	(49)	-
- Issue of shares to employees' scheme	74	20	-	-	-	94
<b>Comprehensive income for the period:</b>						
Profit for the period	-	-	-	-	1,059	1,059
<b>Other Comprehensive income:</b>						
Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	421	-	421
Net amount transferred to income statement on sale / impairment	-	-	-	(238)	-	(238)
<b>Total other comprehensive income</b>	-	-	-	183	-	183
<b>Total comprehensive income for the period</b>	-	-	-	183	1,059	1,242
<b>Balance at 30 June 2012</b>	<b>42,726</b>	<b>4,670</b>	<b>1,786</b>	<b>626</b>	<b>5,411</b>	<b>55,219</b>

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**Securities and Investment Company BSC (c)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the six months period ended 30 June 2012 (continued)**

Bahraini Dinars '000

2011

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2011	42,528	4,561	1,359	1,410	6,888	56,746
- Transfer to general reserve	-	-	379	-	(379)	-
- Issue of shares to employees' scheme	124	41	-	-	-	165
- Reduction in share capital of subsidiary	-	(1)	(1)	-	5	3
Comprehensive income for the period:						
Profit for the period	-	-	-	-	499	499
Other Comprehensive income:						
Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	677	-	677
Net amount transferred to income statement on sale / impairment	-	-	-	(997)	-	(997)
Total other comprehensive income	-	-	-	(320)	-	320
Total comprehensive income for the period	-	-	-	(320)	499	179
Transaction with owner:						
- Dividends at 6%	-	-	-	-	(2,552)	(2,552)
Balance at 30 June 2011	42,652	4,601	1,737	1,090	4,461	54,541

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Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**for the six months period ended 30 June 2012**

Bahraini Dinars '000

	<b>30 June 2012 (reviewed)</b>	30 June 2011 (reviewed)
<b>Operating activities</b>		
Net interest received	491	446
Sale of investments at fair value through profit or loss	50,834	40,245
Purchase of investments at fair value through profit or loss	(48,403)	(39,675)
Sale of available-for-sale investments	22,104	19,230
Purchase of available-for-sale investments	(25,316)	(18,039)
Net increase in payables to customers	5,663	220
Dividends received	305	194
Brokerage and other fees received	826	2,041
Payments for staff and related expenses	(1,470)	(1,627)
Payments for other operating expenses	(567)	(647)
<b>Net cash generated from operating activities</b>	<b>4,467</b>	2,388
<b>Investing activities</b>		
Advance for purchase of equipment	(190)	(84)
Net capital expenditure on furniture and equipment	(154)	(11)
<b>Net cash utilised in investing activities</b>	<b>(344)</b>	(95)
<b>Financing activities</b>		
Net proceeds from short-term bank borrowings	9,783	9,182
Dividend paid	-	(2,552)
<b>Net cash generated from financing activities</b>	<b>9,783</b>	6,630
<b>Net increase in cash and cash equivalents</b>	<b>13,906</b>	8,923
Cash and cash equivalents at the beginning of the period	19,964	35,397
<b>Cash and cash equivalents at the end of the period</b>	<b>33,870</b>	44,320
Represented by:		
Cash and bank	11,327	8,942
Call deposits	877	4,538
Short-term placements with original maturities of 3 months or less	21,666	30,840
	<b>33,870</b>	44,320

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