

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2012

Bahraini Dinars '000

	30 September 2012 (reviewed)	31 December 2011 (audited)
Assets		
Cash and bank balances	41,576	19,964
Investments at fair value through profit or loss	18,086	16,738
Available-for-sale investments	29,301	27,038
Fees receivable	478	390
Other assets	7,568	6,505
Total assets	97,009	70,635
Liabilities		
Short-term bank borrowings	21,691	6,108
Payables to customers	15,567	8,174
Other liabilities	3,098	2,470
Total liabilities	40,356	16,752
Equity		
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	1,522	443
Retained earnings	5,949	4,401
Total equity (page 5)	56,653	53,883
Total liabilities and equity	97,009	70,635
Contingent and memorandum accounts		
Assets under custody	876,985	864,152
Assets under management	223,285	206,195
Commitments	1,114	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 2 to 10 on 12 November 2012.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED INCOME STATEMENT
For the nine months ended 30 September 2012

Bahraini Dinars '000

	Nine months ended 30 September		Three months ended 30 September	
	2012 (reviewed)	2011 (reviewed)	2012 (reviewed)	2011 (reviewed)
Interest income	1,072	882	383	345
Interest expense	(139)	(97)	(33)	(44)
Net interest income	933	785	350	301
Net fee and commission income	1,669	1,607	567	488
Net investment income / (loss)	1,984	(378)	659	(869)
Brokerage and other income	544	792	143	173
Total income	5,130	2,806	1,719	93
Staff and related expenses	(2,405)	(2,096)	(916)	(560)
Other operating expenses	(974)	(922)	(259)	(283)
Impairment on available-for-sale investments	(154)	(152)	(6)	(113)
Profit / (loss) for the period	1,597	(364)	538	(863)
Basic and diluted earnings per share (fils)	3.74	(0.85)	1.26	(2.03)

Shaikh Abdulla Bin Khalifa Al Khalifa
Chairman

Hussain Al Hussaini
Vice Chairman of the Board

Anthony C. Mallis
Chief Executive Officer

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Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2012

Bahraini Dinars '000

	Nine months ended 30 September		Three months ended 30 September	
	2012 (reviewed)	2011 (reviewed)	2012 (reviewed)	2011 (reviewed)
Profit / (loss) for the period	1,597	(364)	538	(863)
Other comprehensive income				
Fair value reserve (available-for-sale investments)				
- Net change in fair value	1,338	(301)	917	(978)
- Net amount transferred to income statement on sale / impairment	(259)	(1,257)	(21)	(260)
Total other comprehensive income for the period	1,079	(1,558)	896	(1,238)
Total comprehensive income for the period	2,676	(1,922)	1,434	(2,101)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the nine months ended 30 September 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
Comprehensive income for the period:						
Profit for the period	-	-	-	-	1,597	1,597
Other Comprehensive income:						
Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	1,338	-	1,338
Net amount transferred to income statement on sale / impairment	-	-	-	(259)	-	(259)
Total other comprehensive income	-	-	-	1,079	-	1,079
Total comprehensive income for the period	-	-	-	1,079	1,597	2,676
Balance at 30 September 2012	42,726	4,670	1,786	1,522	5,949	56,653

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Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the nine months ended 30 September 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:						
Loss for the period	-	-	-	-	(364)	(364)
Other Comprehensive income:						
Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	(301)	-	(301)
Net amount transferred to income statement on sale / impairment	-	-	-	(1,257)	-	(1,257)
Total other comprehensive income	-	-	-	(1,558)	-	(1,922)
Total comprehensive income for the period	-	-	-	(1,558)	(364)	(1,922)
Transaction with owner:						
- Dividends at 6%	-	-	-	-	(2,552)	(2,552)
Balance at 30 September 2011	42,652	4,601	1,737	(148)	3,598	52,440

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Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2012

Bahraini Dinars '000

	30 September 2012 (reviewed)	30 September 2011 (reviewed)
Operating activities		
Net interest received	671	541
Sale of investments at fair value through profit or loss	81,448	53,522
Purchase of investments at fair value through profit or loss	(81,588)	(53,577)
Sale of available-for-sale investments	39,042	26,181
Purchase of available-for-sale investments	(39,968)	(28,193)
Net increase in payables to customers	7,393	6,868
Dividends received	416	259
Brokerage and other fees received	1,712	2,866
Payments for staff and related expenses	(2,223)	(2,199)
Payments for other operating expenses	(428)	(1,026)
Net cash generated from operating activities	6,475	5,242
Investing activities		
Advance for purchase of equipment	(239)	(177)
Net capital expenditure on furniture and equipment	(207)	(15)
Net cash used in investing activities	(446)	(192)
Financing activities		
Net proceeds from short-term bank borrowings	15,583	13,262
Dividend paid	-	(2,552)
Net cash generated from financing activities	15,583	10,710
Net increase in cash and cash equivalents	21,612	15,760
Cash and cash equivalents at the beginning of the period	19,964	35,397
Cash and cash equivalents at the end of the period	41,576	51,157
Represented by:		
Cash and bank	11,688	17,509
Call deposits	1,205	4,406
Short-term placements with original maturities of 3 months or less	28,683	29,242
	41,576	51,157

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