

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 30 September 2011

Bahraini Dinars '000

	30 September 2011 (reviewed)	31 December 2010 (audited)
Assets		
Cash and bank balances	51,157	35,397
Investments at fair value through profit or loss	14,871	16,643
Available-for-sale investments	25,938	24,375
Fees receivable	349	458
Other assets	4,615	4,355
Total assets	96,930	81,228
Liabilities		
Short-term bank borrowings	22,547	9,285
Payables to customers	19,438	12,570
Other liabilities	2,505	2,627
Total liabilities	44,490	24,482
Equity		
Share capital	42,652	42,528
Statutory reserve	4,601	4,561
General reserve	1,737	1,359
Available-for-sale investments fair value reserve	(148)	1,410
Retained earnings	3,598	6,888
Total equity (page 5)	52,440	56,746
Total liabilities and equity	96,930	81,228
Contingent and memorandum accounts		
Securities under management custody	913,200	1,278,039
Funds under management	181,152	201,092
Commitments	1,159	3,150

Hussain Al Hussaini
Vice Chairman of the Board
Chairman of the Executive Committee

Sawsan AbulHassan
Director,
Chairperson of the Audit
Committee

Anthony C. Mallis
Chief Executive Officer

The Board of Directors approved the interim financial information consisting of pages 2 to 9 on 31 October 2011.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED INCOME STATEMENT
for the nine months ended 30 September 2011

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2011 (reviewed)	30 September 2010 (reviewed)	30 September 2011 (reviewed)	30 September 2010 (reviewed)
Interest income	882	1,270	345	418
Interest expense	(97)	(44)	(44)	(26)
Net interest income	785	1,226	301	392
Net fee and commission income	1,607	1,593	488	534
Net investment income	(378)	1,600	(869)	584
Brokerage and other income	792	805	173	201
Operating income	2,806	5,224	93	1,711
Staff and related expenses	2,096	2,210	560	734
Other operating expenses	922	739	283	234
Impairment on available-for-sale investments	152	-	113	-
Operating expenses	3,170	2,949	956	968
(Loss)/Profit for the period	(364)	2,275	(863)	743
Basic and diluted earnings per share (fils)	(0.85)	5.36	(2.03)	1.75

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The interim financial information consists of pages 2 to 9.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the nine months ended 30 September 2011

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2011 (reviewed)	30 September 2010 (reviewed)	30 September 2011 (reviewed)	30 September 2010 (reviewed)
Profit for the period	(364)	2,275	(863)	743
Other comprehensive income				
Fair value reserve (available-for-sale investments)				
- Net change in fair value	(301)	1,085	(978)	953
- Net (profit) / loss on disposal of securities transferred to income statement	(1,257)	(415)	(260)	(216)
Total other comprehensive income for the period	(1,558)	670	(1,238)	737
Total comprehensive income for the period	(1,922)	2,945	(2,101)	1,480

The interim financial information consists of pages 2 to 9.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the nine months ended 30 September 2011

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
2010 appropriations:						
- Dividends at 6%	-	-	-	-	(2,552)	(2,552)
- 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
Balance after 2010 appropriations	42,652	4,601	1,737	1,410	3,962	54,362
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 profit and loss on sale / impairment	-	-	-	(1,257)	-	(1,257)
Total comprehensive income for the period	-	-	-	(1,558)	(364)	(1,922)
Balance at 30 September 2011	42,652	4,601	1,737	(148)	3,598	52,440

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the nine months ended 30 September 2011

Bahraini Dinars '000

2010

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2010	42,420	4,153	1,051	154	5,976	53,754
2009 appropriations:						
- Dividends at 5%	-	-	-	-	(2,121)	(2,121)
- Director's remuneration	-	-	-	-	(65)	(65)
- Transfer to general reserve	-	-	308	-	(308)	-
- Issue of shares to employees' scheme	108	29	-	-	-	137
Balance after 2009 appropriations	42,528	4,182	1,359	154	3,482	51,705
Comprehensive income for the period:						
Profit for the period	-	-	-	-	2,275	2,275
Other Comprehensive income: Revaluation reserve (available-for-sale securities):						
Net Change in fair value	-	-	-	1,085	-	1,085
Net amount transferred to profit and loss on sale / impairment	-	-	-	(415)	-	(415)
Total Comprehensive income for the period	-	-	-	670	2,275	2,945
Balance at 30 September 2010	42,528	4,182	1,359	824	5,757	54,650

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Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the nine months period ended 30 September 2011**

Bahraini Dinars '000

	30 September 2011 (reviewed)	30 September 2010 (reviewed)
Operating activities		
Net interest received	541	1,271
Sale of investments at fair value through profit or loss	53,522	61,763
Purchase of investments at fair value through profit or loss	(53,577)	(69,160)
Sale of available-for-sale investments	26,181	23,616
Purchase of available-for-sale investments	(28,193)	(23,626)
Redemption of held-to-maturity investments	-	1,860
Purchase of held-to-maturity investments	-	(3,291)
Net increase / (decrease) in payables to customers	6,868	(8,147)
Net decrease in deposits taken from customers	-	(5,314)
Dividends received	259	522
Brokerage and other fees received	2,866	2,684
Payments for staff and related expenses	(2,199)	(1,976)
Payments for other operating expenses	(1,026)	(766)
Cash generated from / (utilized in) operating activities	5,242	(20,564)
Investing activities		
Net capital expenditure on furniture and equipment	(15)	(15)
Advance for purchase of equipment	(177)	
Cash utilized in investing activities	(192)	(15)
Financing activities		
Net proceeds from short-term bank borrowings	13,262	4,403
Dividend paid	(2,552)	(2,121)
Director's remuneration paid	-	(65)
Cash generated from financing activities	10,710	2,217
Net increase / (decrease) in cash and cash equivalents	15,760	(18,362)
Cash and cash equivalents at the beginning of the period	35,397	48,128
Cash and cash equivalents at the end of the period	51,157	29,766
Represented by:		
Cash and bank	17,509	7,564
Call deposits	4,406	1,675
Short-term placements with original maturities of 3 months or less	29,242	20,247
Treasury Bills	-	280
	51,157	29,766