

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 30 September 2010

Bahraini Dinars '000

	30 September 2010 (reviewed)	31 December 2009 (audited)
Assets		
Cash and bank balances	29,486	47,848
Treasury bills	280	280
Investments at fair value through profit or loss	14,285	6,260
Available-for-sale investments	20,962	19,867
Held-to-maturity investments	6,171	4,740
Fees receivable	392	660
Other assets	3,563	2,922
Total assets	75,139	82,577
Liabilities		
Short-term bank borrowings	5,534	1,131
Payables to customers	12,186	20,332
Deposits from customers	-	5,314
Other liabilities	2,769	2,046
Total liabilities	20,489	28,823
Equity		
Share capital	42,528	42,420
Statutory reserve	4,182	4,153
General reserve	1,359	1,051
Available-for-sale investments fair value reserve	824	154
Retained earnings	5,757	5,976
Total equity (page 5)	54,650	53,754
Total liabilities and equity	75,139	82,577
Contingent and memorandum accounts		
Securities under management custody	1,464,622	1,092,094
Funds under management	171,716	150,521
Commitments	5,969	1,212

Shaikh Mohammed Bin Isa Al Khalifa
Chairman

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

Anthony C. Mallis
Chief Executive Officer

The Board of Directors approved the interim financial information consisting of pages 2 to 9 on 03 November 2010.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED INCOME STATEMENT
for the nine months period ended 30 September 2010

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2010 (reviewed)	30 September 2009 (reviewed)	30 September 2010 (reviewed)	30 September 2009 (reviewed)
Interest income	1,270	1,317	418	455
Interest expense	(44)	(19)	(26)	(4)
Net interest income	1,226	1,298	392	451
Net fee and commission income	1,593	1,469	534	466
Net investment income	1,600	1,054	584	1,142
Brokerage and other income	805	1,182	201	341
Operating income	5,224	5,003	1,711	2,400
Staff and related expenses	(2,210)	(1,841)	(734)	(596)
General, administrative and other operating expenses	(739)	(650)	(234)	(227)
Operating expenses	(2,949)	(2,491)	(968)	(823)
Profit for the period	2,275	2,512	743	1,577
Basic and diluted earnings per share (fils)	5.36	5.93	1.75	3.72

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the nine months period ended 30 September 2010

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2010 (reviewed)	30 September 2009 (reviewed)	30 September 2010 (reviewed)	30 September 2009 (reviewed)
Profit for the period	2,275	2,512	743	1,577
Other comprehensive income available-for-sale investments fair value reserve:				
- Net change in fair value	1,085	1,279	953	1,111
- Net amount transferred to income statement on disposal of securities	(415)	111	(216)	(343)
Other comprehensive income for the period	670	1,390	737	768
Total comprehensive income for the period	2,945	3,902	1,480	2,345

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the nine months period ended 30 September 2010

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
Total 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	-	-	-	(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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the nine months period ended 30 September 2010

Bahraini Dinars '000

2009	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2009	42,346	3,832	1,028	(576)	3,229	49,859
2008 appropriations:						
- Transfer to general reserve	-	-	23	-	(23)	-
- Issue of shares to employees' scheme	74	13	-	-	-	87
Balance after 2008 appropriations	42,420	3,845	1,051	(576)	3,206	49,946
Total comprehensive income for the period:						
Profit for the period	-	-	-	-	2,512	2,512
Other Comprehensive income: Revaluation reserve (available-for-sale securities)						
Net Change in fair value	-	-	-	1,279	-	1,279
Net amount transferred to profit and loss	-	-	-	111	-	111
Total Comprehensive income for the period	-	-	-	1,390	2,512	3,902
Balance at 30 September 2009	42,420	3,845	1,051	814	5,718	53,848

The interim financial information consists of pages 2 to 9.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
for the nine months period ended 30 September 2010

Bahraini Dinars '000

	30 September 2010 (reviewed)	30 September 2009 (reviewed)
Operating activities		
Net interest received	1,271	1,140
Sale of investments at fair value through profit or loss	61,763	34,594
Purchase of investments at fair value through profit or loss	(69,160)	(41,792)
Sale of available-for-sale investments	23,616	7,818
Purchase of available-for-sale investments	(23,626)	(7,161)
Repayment of held-to-maturity investments	1,860	-
Purchase of held-to-maturity investments	(3,291)	(4,705)
Net decrease in payables to customers	(8,147)	(16,822)
Net decrease in deposits taken from customers	(5,314)	(14,757)
Dividends received	522	196
Brokerage and other fees received	2,684	3,400
Payments for staff and related expenses	(1,976)	(1,817)
Payments for general and administrative expenses	(766)	(533)
Cash flows utilised in operating activities	(20,564)	(40,439)
Investing activities		
Net capital expenditure on furniture and equipment	(15)	(85)
Cash flows utilised in investing activities	(15)	(85)
Financing activities		
Net proceeds from short-term bank borrowings	4,403	-
Dividend paid	(2,121)	-
Director's remuneration paid	(65)	-
Cash flow from financing activities	2,217	-
Net decrease in cash and cash equivalents	(18,362)	(40,524)
Cash and cash equivalents at the beginning of the period	48,128	86,063
Cash and cash equivalents at the end of the period	29,766	45,539
Represented by:		
Cash and bank	7,564	5,889
Call deposits	1,675	2,508
Short-term placements with original maturities of 3 months or less	20,247	37,142
Treasury Bills	280	-
	29,766	45,539

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