

**Securities and Investment Company BSC (c)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**as at 30 September 2009**

Bahraini Dinars '000

	<b>30 September 2009</b> (reviewed)	31 December 2008 (audited)
<b>Assets</b>		
Cash and bank balances	45,539	78,013
Treasury bills	-	8,050
Investments at fair value through profit or loss	13,175	5,008
Fees receivable	381	1,130
Available-for-sale investments	14,105	13,483
Held-to-maturity investments	4,787	-
Other assets	2,533	2,913
Furniture and equipment	164	168
<b>Total assets</b>	<b>80,684</b>	<b>108,765</b>
<b>Liabilities</b>		
Payables to customers	18,583	35,908
Deposits from customers	6,169	20,926
Other liabilities	2,084	2,072
<b>Total liabilities</b>	<b>26,836</b>	<b>58,906</b>
<b>Equity</b>		
Share capital	42,420	42,346
Statutory reserve	3,845	3,832
General reserve	1,051	1,028
Available-for-sale investments fair value reserve	814	(576)
Retained earnings	5,718	3,229
<b>Total equity (page 5)</b>	<b>53,848</b>	<b>49,859</b>
<b>Total liabilities and equity</b>	<b>80,684</b>	<b>108,765</b>
<b>Contingent and memorandum accounts</b>		
Securities under management custody	1,103,801	1,344,333
Funds under management	160,970	152,481

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 8 on 2009.

4 November

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
for the nine months period ended 30 September 2009

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2009 (reviewed)	30 September 2008 (reviewed)	30 September 2009 (reviewed)	30 September 2008 (reviewed)
Interest income	1,317	947	455	362
Interest expense	(19)	(112)	(4)	(31)
<b>Net interest income</b>	<b>1,298</b>	<b>835</b>	<b>451</b>	<b>331</b>
Net fee and commission income	1,469	2,356	466	832
Net investment income/ (loss)	1,054	1,628	1,142	(1,609)
Brokerage and other income	1,182	2,638	341	283
<b>Operating income/ (loss)</b>	<b>5,003</b>	<b>7,457</b>	<b>2,400</b>	<b>(163)</b>
Staff and related expenses	(1,841)	(2,125)	(596)	(744)
General, administrative and other operating expenses	(650)	(761)	(227)	(280)
<b>Profit/ (loss) for the period</b>	<b>2,512</b>	<b>4,571</b>	<b>1,577</b>	<b>(1,187)</b>
<b>Basic and diluted earnings per share (fils)</b>	<b>5.93</b>	<b>12.84</b>	<b>3.72</b>	<b>(2.80)</b>

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 8 on 2009.

4 November

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
for the nine months period ended 30 September 2009

Bahraini Dinars '000

	Nine months period ended		Three months period ended	
	30 September 2009 (reviewed)	30 September 2008 (reviewed)	30 September 2009 (reviewed)	30 September 2008 (reviewed)
<b>Profit for the period</b>	<b>2,512</b>	4,571	<b>1,577</b>	(1,187)
<b>Other comprehensive income</b>				
Available-for-sale investments fair value reserve:				
- Net change in fair value	1,279	(2,168)	1,111	(3,174)
- Net amount transferred to income statement on disposal of securities	111	(1,855)	(343)	(1,208)
<b>Other comprehensive income for the period</b>	<b>1,390</b>	(4,023)	<b>768</b>	(4,382)
<b>Total comprehensive income for the period</b>	<b>3,902</b>	548	<b>2,345</b>	(5,569)

The interim financial information consists of pages 2 to 8.

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
for the nine months period ended 30 September 2009

Bahraini Dinars '000

2009 (reviewed)

	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
Total comprehensive income	-	-	-	1,390	2,512	3,902
Transfer to general reserve for 2008	-	-	23	-	(23)	-
Issue of shares to employees' scheme	74	13	-	-	-	87
<b>As at 30 September 2009</b>	<b>42,420</b>	<b>3,845</b>	<b>1,051</b>	<b>814</b>	<b>5,718</b>	<b>53,848</b>

2008 (reviewed)

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
As at 1 January 2008	13,921	3,415	2,071	3,384	19,315	42,106
Total comprehensive income	-	-	-	(4,023)	4,571	548
Dividends for 2007	-	-	-	-	(1,392)	(1,392)
Transfer to general reserve for 2007	-	-	1,191	-	(1,191)	-
Directors' remuneration declared for 2007	-	-	-	-	(200)	(200)
Bonus shares issued	14,115	-	(2,234)	-	(11,881)	-
Rights issue	14,116	-	-	-	-	14,116
Issue of shares to employees' scheme	194	394	-	-	-	588
<b>As at 30 September 2008</b>	<b>42,346</b>	<b>3,809</b>	<b>1,028</b>	<b>(639)</b>	<b>9,222</b>	<b>55,766</b>

The interim financial information consists of pages 2 to 8.

Securities and Investment Company BSC (c)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the nine months period ended 30 September 2009

Bahraini Dinars '000

	30 September 2009 (reviewed)	30 September 2008 (reviewed)
<b>Operating activities</b>		
Net interest received	1,140	769
Sale of investments at fair value through profit or loss	34,594	83,090
Purchase of investments at fair value through profit or loss	(41,792)	(77,706)
Sale of available-for-sale investments	7,818	12,183
Purchase of available-for-sale investments	(7,161)	(10,869)
Purchase of held-to-maturity investments	(4,705)	-
Net decrease in payables to customers	(16,822)	(32,531)
Deposits repaid to customers	(14,757)	10,486
Subscription money for units in funds, yet to be allotted	-	(307)
Application of subscription money for allotment of units of own funds	-	(3,345)
Dividends received	196	754
Brokerage and other fees received	3,400	6,039
Payments for staff and related expenses	(1,817)	(2,521)
Payments for general and administrative expenses	(533)	(786)
<b>Cash flows utilised in operating activities</b>	<b>(40,439)</b>	<b>(14,744)</b>
<b>Investing activities</b>		
Net capital expenditure on furniture and equipment	(85)	(73)
<b>Cash flows utilised in investing activities</b>	<b>(85)</b>	<b>(73)</b>
<b>Financing activities</b>		
Proceeds from rights issue	-	14,163
Short-term borrowings	-	565
Dividend paid to shareholders	-	(1,392)
Remuneration paid to Board of Directors	-	(200)
<b>Cash flow from financing activities</b>	<b>-</b>	<b>13,136</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(40,524)</b>	<b>(1,681)</b>
Cash and cash equivalents at the beginning of the period	86,063	63,174
<b>Cash and cash equivalents at the end of the period</b>	<b>45,539</b>	<b>61,493</b>
Represented by:		
Cash and bank	5,889	14,650
Call deposits	2,508	4,657
Short-term placements with original maturities of 3 months or less	37,142	43,563
Bank overdraft	-	(1,377)
	<b>45,539</b>	<b>61,493</b>

The interim financial information consists of pages 2 to 8.