



United Gulf Investment Corporation BSC  
Condensed consolidated interim statement of financial position as at 30 September 2011  
(Unaudited)  
(Expressed in Bahrain Dinars)

	30 September 2011	31 December 2010
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	51,758,522	53,006,826
Investment in an associate	433,076	356,501
Available-for-sale investments	<u>10,074,029</u>	<u>11,502,459</u>
	<u>62,265,627</u>	<u>64,865,786</u>
<b>Current assets</b>		
Financial assets at fair value through profit or loss	3,522,739	4,373,704
Inventories	16,699,902	18,468,914
Trade and other receivables	8,170,472	5,428,550
Cash and cash equivalents	<u>11,085,160</u>	<u>9,796,705</u>
	<u>39,478,273</u>	<u>38,067,873</u>
<b>Total assets</b>	<u>101,743,900</u>	<u>102,933,659</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	20,000,000	20,000,000
Share premium	116,328	116,328
Statutory reserve	1,617,052	1,617,052
Investment fair value reserve	7,110,399	7,595,199
Retained earnings	<u>6,073,966</u>	<u>8,079,344</u>
Equity attributable to shareholders of the parent company	34,917,745	37,407,923
Non-controlling interest	<u>12,734,783</u>	<u>13,221,268</u>
	<u>47,652,528</u>	<u>50,629,191</u>
<b>Non-current liabilities</b>		
Non-current portion of long-term loans	31,724,100	32,060,767
Employees' terminal benefits	<u>598,578</u>	<u>541,495</u>
	<u>32,322,678</u>	<u>32,602,262</u>
<b>Current liabilities</b>		
Current portion of long-term loans	1,010,000	2,188,333
Trade and other payables	<u>20,758,694</u>	<u>17,513,873</u>
	<u>21,768,694</u>	<u>19,702,206</u>
<b>Total equity and liabilities</b>	<u>101,743,900</u>	<u>102,933,659</u>

The unaudited condensed consolidated interim financial information, set out on pages 4 to 18, was approved for issue by the Board of Directors on 27 October 2011 and signed on their behalf by:

Salah Rashid Al-Rashid  
Chairman

Abdul Mohsen Rashid Al-Rashid  
Director



**United Gulf Investment Corporation BSC**  
**Condensed consolidated interim statement of comprehensive income for the quarter and nine**  
**months period ended 30 September 2011**  
**(Unaudited)**  
**(Expressed in Bahrain Dinars)**

	Nine months Ended 30 September <u>2011</u>	Nine months ended 30 September <u>2010</u>	Three months ended 30 September <u>2011</u>	Three months ended 30 September <u>2010</u>
Subsidiary sales	27,172,632	28,787,627	8,580,121	8,809,971
Subsidiary cost of sales	<u>(24,769,019)</u>	<u>(23,052,584)</u>	<u>(8,531,611)</u>	<u>(6,948,459)</u>
<b>Subsidiary gross profit</b>	<b>2,403,613</b>	<b>5,735,043</b>	<b>48,510</b>	<b>1,861,512</b>
<b>Investment income</b>				
Realised gains/(losses) on sale of financial assets at fair value through profit or loss	78,205	175,349	(2,177)	202,319
Realised gains on sale of available-for-sale-investments	-	282,368	-	-
Unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	(625,098)	406,465	(230,579)	217,558
Dividend income	176,110	176,541	34,891	58,028
Other income	<u>1,238,962</u>	<u>78,342</u>	<u>479,843</u>	<u>19,075</u>
	<u>3,271,792</u>	<u>6,854,108</u>	<u>330,488</u>	<u>2,358,492</u>
<b>Expenses</b>				
Staff costs	(896,177)	(608,997)	(276,890)	(512,490)
General and administrative expenses	(843,545)	(724,739)	(213,190)	(66,942)
Directors' attendance fees	(8,406)	(6,909)	-	-
Depreciation	(129,431)	(319,666)	(42,957)	(159,576)
Finance costs	(312,932)	(324,401)	(104,227)	(162,960)
Impairment loss on available-for-sale investments	(943,630)	-	(471,815)	-
Provision for Zakat	<u>(912,613)</u>	<u>(909,000)</u>	<u>(306,613)</u>	<u>(303,000)</u>
	<u>(4,046,734)</u>	<u>(2,893,712)</u>	<u>(1,415,692)</u>	<u>(1,204,968)</u>
<b>Net (loss)/profit for the period before share of profit from investment in an associate</b>	<b>(774,942)</b>	<b>3,960,396</b>	<b>(1,085,204)</b>	<b>1,153,524</b>
Share of profit from investment in an associate	<u>157,981</u>	<u>218,764</u>	<u>43,959</u>	<u>164,997</u>
<b>Net (loss)/profit for the period</b>	<b><u>(616,961)</u></b>	<b><u>4,179,160</u></b>	<b><u>(1,041,245)</u></b>	<b><u>1,318,521</u></b>
<b>Net (loss)/profit for the period attributable to:</b>				
Shareholders of the parent company	(505,378)	3,004,871	(762,348)	1,003,394
Non-controlling interest	<u>(111,583)</u>	<u>1,174,289</u>	<u>(278,897)</u>	<u>315,127</u>
	<u>(616,961)</u>	<u>4,179,160</u>	<u>(1,041,245)</u>	<u>1,318,521</u>
<b>Other comprehensive income</b>				
Unrealised fair value (losses)/gains on available-for-sale investments	<u>(484,800)</u>	<u>1,223,343</u>	<u>(424,200)</u>	<u>102,547</u>
<b>Net (loss)/profit and total comprehensive (loss)/income for the period</b>	<b><u>(1,101,761)</u></b>	<b><u>5,402,503</u></b>	<b><u>(1,465,445)</u></b>	<b><u>1,421,068</u></b>
<b>Net (loss)/profit and total comprehensive (loss)/income attributable to:</b>				
Shareholders of the parent company	(990,178)	4,228,214	(1,186,548)	1,105,941
Non-controlling interest	<u>(111,583)</u>	<u>1,174,289</u>	<u>(278,897)</u>	<u>315,127</u>
	<u>(1,101,761)</u>	<u>5,402,503</u>	<u>(1,465,445)</u>	<u>1,421,068</u>
Basic and diluted (loss)/earnings per share	<u>(2.53) fils</u>	<u>15.02 fils</u>	<u>(3.81) fils</u>	<u>5.02 fils</u>



United Gulf Investment Corporation BSC  
Condensed consolidated interim statement of changes in shareholders' equity for the nine  
months period ended 30 September 2011  
(Unaudited)  
(Expressed in Bahrain Dinars)

	Equity attributable to shareholders of the parent company						Non- controlling interest	Total
	Share capital	Share Premium	Statutory reserve	Investment fair value reserve	Retained earnings	Total		
At 31 December 2009	20,000,000	116,328	1,165,472	5,466,544	5,515,126	32,263,470	11,906,964	44,170,434
Net profit for the period	-	-	-	-	3,004,871	3,004,871	1,174,289	4,179,160
Other comprehensive income for the period	-	-	-	1,223,343	-	1,223,343	-	1,223,343
Dividend for 2009	-	-	-	-	(1,500,000)	(1,500,000)	-	(1,500,000)
At 30 September 2010	20,000,000	116,328	1,165,472	6,689,887	7,019,997	34,991,684	13,081,253	48,072,937
Net profit for the period	-	-	-	-	1,510,927	1,510,927	140,015	1,650,942
Other comprehensive income for the period	-	-	-	905,312	-	905,312	-	905,312
Transferred to statutory reserve	-	-	451,580	-	(451,580)	-	-	-
At 31 December 2010	20,000,000	116,328	1,617,052	7,595,199	8,079,344	37,407,923	13,221,268	50,629,191
Net loss for the period	-	-	-	-	(505,378)	(505,378)	(111,583)	(616,961)
Other comprehensive loss for the period	-	-	-	(484,800)	-	(484,800)	-	(484,800)
Dividend for 2010	-	-	-	-	(1,500,000)	(1,500,000)	(374,902)	(1,874,902)
At 30 September 2011	<u>20,000,000</u>	<u>116,328</u>	<u>1,617,052</u>	<u>7,110,399</u>	<u>6,073,966</u>	<u>34,917,745</u>	<u>12,734,783</u>	<u>47,652,528</u>



United Gulf Investment Corporation BSC  
Condensed consolidated interim statement of cash flows for the nine  
months period ended 30 September 2011  
(Unaudited)  
(Expressed in Bahrain Dinars)

	Nine months ended 30 September 2011	Nine months ended 30 September 2010
<b>Operating activities</b>		
Net (loss)/profit for the period attributable to shareholders of the parent company	(505,378)	3,004,871
Adjustments for:		
Depreciation	1,283,601	1,757,100
Share of profit from investment in an associate	(157,981)	(218,764)
Interest income	(24,472)	(67,506)
Dividend income	(176,110)	(176,541)
Share of profit/(loss) of non-controlling interests	(111,583)	1,174,289
Realised gains on sale of financial assets at fair value through profit or loss	(78,205)	(175,349)
Realised gains on sale of available-for-sale investments	-	(282,368)
Unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	625,098	(406,465)
Reversal of excess provision	(1,196,815)	-
Impairment loss on available-for-sale investments	943,630	-
Finance costs	312,932	324,401
Changes in operating assets and liabilities:		
Inventories	1,769,012	(4,215,250)
Trade and other receivables	(2,741,922)	(88,559)
Trade and other payables	3,244,821	(1,479,698)
Employees' terminal benefits, net	<u>57,083</u>	<u>104,125</u>
Net cash provided by/(used in) operating activities	<u>3,243,711</u>	<u>(745,714)</u>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(35,297)	(73,480)
Purchase of financial assets at fair value through profit or loss	(2,577,149)	(7,781,198)
Proceeds from sale of financial assets at fair value through profit or loss	4,078,036	4,336,479
Purchase of available-for-sale investments	-	(195,614)
Proceeds from sale of available-for-sale investments	-	1,391,678
Dividend income received	176,110	176,541
Interest income received	24,472	67,506
Dividend received from associates	<u>81,406</u>	<u>85,229</u>
Net cash provided by/(used in) investing activities	<u>1,747,578</u>	<u>(1,992,859)</u>
<b>Financing activities</b>		
Finance costs paid	(312,932)	(324,401)
Net movement in long-term loans	(1,515,000)	4,040,000
Dividends paid to non-controlling interest	(374,902)	-
Dividends paid	<u>(1,500,000)</u>	<u>(1,500,000)</u>
Net cash (used in)/provided by financing activities	<u>(3,702,834)</u>	<u>2,215,599</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,288,455</b>	<b>(522,974)</b>
Cash and cash equivalents, beginning of the period	<u>9,796,705</u>	<u>7,650,487</u>
Cash and cash equivalents, end of the period	<u>11,085,160</u>	<u>7,127,513</u>