



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

	30 June 2011	31 December 2010
ASSETS		
Non-current assets		
Property, plant and equipment	51,948,728	53,006,826
Investment in an associate	470,523	356,501
Available-for-sale investments	<u>10,970,044</u>	<u>11,502,459</u>
	<u>63,389,295</u>	<u>64,865,786</u>
Current assets		
Financial assets at fair value through profit or loss	3,612,605	4,373,704
Inventories	17,961,420	18,468,914
Trade and other receivables	5,879,752	5,428,550
Cash and cash equivalents	<u>12,101,081</u>	<u>9,796,705</u>
	<u>39,554,858</u>	<u>38,067,873</u>
Total assets	<u>102,944,153</u>	<u>102,933,659</u>
EQUITY AND LIABILITIES		
Capital and reserves		
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	7,534,599	7,595,199
Retained earnings	<u>6,836,314</u>	<u>8,079,344</u>
Equity attributable to shareholders of the parent company	36,104,293	37,407,923
Non-controlling interest	<u>13,013,680</u>	<u>13,221,268</u>
	<u>49,117,973</u>	<u>50,629,191</u>
Non-current liabilities		
Non-current portion of long-term loans	32,229,100	32,060,767
Employees' terminal benefits	<u>580,594</u>	<u>541,495</u>
	<u>32,809,694</u>	<u>32,602,262</u>
Current liabilities		
Current portion of long-term loans	1,010,000	2,188,333
Trade and other payables	<u>20,006,486</u>	<u>17,513,873</u>
	<u>21,016,486</u>	<u>19,702,206</u>
Total equity and liabilities	<u>102,944,153</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 11 August 2011 and signed on their behalf by:

Salah Rashid Al-Rashid
Chairman

Director



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

	Six months ended <u>30 June 2011</u>	Six months ended <u>30 June 2010</u>	Three months ended <u>30 June 2011</u>	Three months ended <u>30 June 2010</u>
Subsidiary sales	18,592,511	19,977,656	8,351,707	10,415,384
Subsidiary cost of sales	<u>(16,237,408)</u>	<u>(16,104,125)</u>	<u>(7,098,093)</u>	<u>(9,098,682)</u>
Subsidiary gross profit	2,355,103	3,873,531	1,253,614	1,316,702
Investment income				
Realised gains/(losses) on sale of financial assets at fair value through profit or loss	80,382	(26,970)	38,016	(16,882)
Realised gains on sale of available-for-sale investments	-	282,368	-	282,368
Unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	(394,519)	188,907	(149,712)	(1,203,986)
Dividend income	141,219	118,513	99,248	118,513
Other income	<u>759,119</u>	<u>59,267</u>	<u>32,797</u>	<u>7,885</u>
	<u>2,941,304</u>	<u>4,495,616</u>	<u>1,273,963</u>	<u>504,600</u>
Expenses				
Staff costs	(619,287)	(683,246)	(193,293)	(304,889)
General and administrative expenses	(630,153)	(71,021)	(384,130)	(32,267)
Directors' attendance fees	(8,608)	(6,946)	(5,008)	(3,600)
Depreciation	(86,474)	(160,090)	(43,854)	(54,092)
Finance costs	(208,705)	(161,441)	(115,263)	(85,010)
Impairment loss on available-for-sale Investments	(471,815)	-	-	-
Provision for Zakat	<u>(606,000)</u>	<u>(606,000)</u>	<u>(303,000)</u>	<u>(303,000)</u>
	<u>(2,631,042)</u>	<u>(1,688,744)</u>	<u>(1,044,548)</u>	<u>(782,858)</u>
Net profit/(loss) for the period before share of profit from investment in an associate	310,262	2,806,872	229,415	(278,258)
Share of profit from investment in an associate	<u>114,022</u>	<u>53,766</u>	<u>32,420</u>	<u>16,658</u>
Net profit/(loss) for the period	<u>424,284</u>	<u>2,860,638</u>	<u>261,835</u>	<u>(261,600)</u>
Net profit/(loss) for the period attributable to:				
Shareholders of the parent company	256,970	2,001,477	143,338	(485,200)
Non-controlling interest	<u>167,314</u>	<u>859,161</u>	<u>118,497</u>	<u>223,600</u>
Other comprehensive income				
Unrealised fair value (losses)/gains on available-for-sale investments	<u>(60,600)</u>	<u>1,120,796</u>	<u>(181,800)</u>	<u>(164,077)</u>
Net profit/(loss) and total comprehensive income/(loss) for the period	<u>363,684</u>	<u>3,981,434</u>	<u>80,035</u>	<u>(425,677)</u>
Net profit/(loss) and total comprehensive income/(loss) attributable to:				
Shareholders of the parent company	196,370	3,122,273	(38,462)	(649,277)
Non-controlling interest	<u>167,314</u>	<u>859,161</u>	<u>118,497</u>	<u>223,600</u>
Basic and diluted earnings/(loss) per share	<u>1.28 fils</u>	<u>10.01 fils</u>	<u>0.72 fils</u>	<u>(2.43) fils</u>



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

	Equity attributable to shareholders of the parent company							Total
	Share capital	Share premium	Statutory reserve	Investment fair value reserve	Retained earnings	Total	Non-controlling interest	
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	-	-	-	-	2,001,477	2,001,477	859,161	2,860,638
Other comprehensive income for the period	-	-	-	1,120,796	-	1,120,796	-	1,120,796
Dividend for 2009	-	-	-	-	(1,500,000)	(1,500,000)	-	(1,500,000)
At 30 June 2010	20,000,000	116,328	1,165,472	6,587,340	6,016,603	33,885,743	12,766,125	46,651,868
Net profit for the period	-	-	-	-	2,514,321	2,514,321	455,143	2,969,464
Other comprehensive income for the period	-	-	-	1,007,859	-	1,007,859	-	1,007,859
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 profit for the period	-	-	-	-	256,970	256,970	167,314	424,284
Other comprehensive loss for the period	-	-	-	(60,600)	-	(60,600)	-	(60,600)
Dividend for 2010	-	-	-	-	(1,500,000)	(1,500,000)	(374,902)	(1,874,902)
At 30 June 2011	<u>20,000,000</u>	<u>116,328</u>	<u>1,617,052</u>	<u>7,534,599</u>	<u>6,836,314</u>	<u>36,104,293</u>	<u>13,013,680</u>	<u>49,117,973</u>



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

	Six months ended 30 June 2011	Six months Ended 30 June 2010
Operating activities		
Net profit/(loss) for the period attributable to shareholder of parent company	256,970	2,001,477
Adjustments for:		
Depreciation	1,059,223	1,261,185
Share of profit from investment in an associate	(114,022)	(53,766)
Interest income	(24,207)	(58,013)
Dividend income	(141,219)	(118,513)
Share of profit of non-controlling shareholder	167,314	859,161
Realised (gains)/loss on sale of financial assets at fair value through profit or loss	(80,382)	26,970
Realised gain on sale of available-for-sale investments	-	(282,368)
Unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	394,519	(188,907)
Reversal of excess provision	(721,815)	-
Impairment loss on available-for-sale investments	471,815	-
Finance costs	208,705	161,441
Changes in operating assets and liabilities:		
Inventories	507,494	237,354
Trade and other receivables	(451,202)	(3,283,569)
Trade and other payables	2,492,613	(1,126,457)
Employees' terminal benefits, net	<u>39,099</u>	<u>35,609</u>
Net cash provided by/(used in) operating activities	<u>4,064,905</u>	<u>(528,396)</u>
Investing activities		
Purchase of property, plant and equipment	(1,125)	(67,580)
Purchase of financial assets at fair value through profit or loss	(1,713,379)	(7,114,766)
Proceeds from sale of financial assets at fair value through profit or loss	2,882,156	2,299,516
Purchase of available-for-sale investments	-	(195,614)
Proceeds from sale of available-for-sale investments	-	1,391,678
Dividend income received	141,219	118,513
Interest income received	<u>24,207</u>	<u>58,013</u>
Net cash provided by/(used in) by investing activities	<u>1,333,078</u>	<u>(3,510,240)</u>
Financing activities		
Finance costs paid	(208,705)	(161,441)
Net movement in long-term loans	(1,010,000)	4,545,000
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>(3,093,607)</u>	<u>2,883,559</u>
Net increase/(decrease) in cash and cash equivalents	2,304,376	(1,155,077)
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>12,101,081</u>	<u>6,495,410</u>