



United Gulf Investment Corporation BSC
Reviewed interim balance sheet at 30 June 2008
(Expressed in Bahrain Dinars)

	30 June <u>2008</u>	31 December <u>2007</u>
ASSETS		
Non-current assets		
Plant and equipment	44,645	57,402
Investment in associated undertakings	14,282,342	8,511,390
Available-for-sale investments	<u>14,113,203</u>	<u>13,078,086</u>
	<u>28,440,190</u>	<u>21,646,878</u>
Current assets		
Financial assets at fair value through profit or loss	3,112,167	3,473,193
Prepayments and other receivables	104,221	94,603
Cash and cash equivalents	<u>3,649,035</u>	<u>6,367,352</u>
	<u>6,865,423</u>	<u>9,935,148</u>
Total assets	<u>35,305,613</u>	<u>31,582,026</u>
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	20,000,000	20,000,000
Treasury shares	<u>(17,728)</u>	<u>(17,728)</u>
	19,982,272	19,982,272
Share premium	111,093	111,093
Statutory reserve	544,295	544,295
Fair value reserve	10,921,407	9,986,956
Retained earnings	<u>3,724,364</u>	<u>924,528</u>
	<u>35,283,431</u>	<u>31,549,144</u>
Non-current liabilities		
Employees terminal benefits	<u>9,632</u>	<u>9,632</u>
Current liabilities		
Trade and other payables	<u>12,550</u>	<u>23,250</u>
Total equity and liabilities	<u>35,305,613</u>	<u>31,582,026</u>

The interim condensed financial information was approved by the Board of Directors on 31st July 2008 and signed on their behalf by:

Salah Rashid Al Rashid
Chairman

Abdulkarim H. Al Mojlil
Managing Director



United Gulf Investment Corporation BSC
Reviewed interim statement of income for the six month period ended 30 June 2008
(Expressed in Bahrain Dinars)

	Six month period ended 30 June <u>2008</u>	Six month period ended 30 June <u>2007</u>	Three month period ended 30 June <u>2008</u>	Three month period ended 30 June <u>2007</u>
Realised gains on sale of financial assets at fair value through profit or loss	1,661	88,304	-	81,354
Net unrealised fair value (losses)/ gains on financial assets at fair value through profit or loss	(431,675)	109,966	(134,259)	140,332
Dividend income	7,070	-	7,070	-
Other income	-	1,697	-	-
Interest income	<u>94,416</u>	<u>216,300</u>	<u>(31,375)</u>	<u>96,387</u>
	<u>(328,528)</u>	<u>416,267</u>	<u>(158,564)</u>	<u>318,073</u>
Expenses				
Staff costs	(115,585)	(96,636)	(71,013)	(44,572)
General and administrative expenses	(140,712)	(58,039)	(62,268)	(42,757)
Depreciation	(15,307)	(10,622)	(9,373)	(5,311)
Directors' attendance fees	(1,279)	(3,112)	-	(496)
Finance costs	<u>(196)</u>	<u>-</u>	<u>(100)</u>	<u>-</u>
	<u>(273,079)</u>	<u>(168,409)</u>	<u>(142,754)</u>	<u>(93,136)</u>
Net (loss)/profit before net share of profits in associated undertakings	(601,607)	247,858	(301,318)	224,937
Net share of profits in associated undertakings	<u>3,401,443</u>	<u>522,213</u>	<u>2,078,418</u>	<u>418,709</u>
Net profit for the period transferred to retained earnings	<u>2,799,836</u>	<u>770,071</u>	<u>1,777,100</u>	<u>643,646</u>
Earnings per share	<u>14 fils</u>	<u>4 fils</u>		

The interim condensed financial information was approved by the Board of Directors on 31st July 2008 and signed on their behalf by:

 Salah Rashid Al Rashid
 Chairman

 Abdulkarim H. Al Mojlil
 Managing Director



United Gulf Investment Corporation BSC

Reviewed interim statement of changes in shareholders' equity for the six month period ended 30 June 2008

(Expressed in Bahrain Dinars)

	<u>Share capital</u>	<u>Treasury shares</u>	<u>Share premium</u>	<u>Statutory reserve</u>	<u>Fair value reserve</u>	<u>Retained earnings/ (accumulated losses)</u>	<u>Total</u>
At 1 January 2007	20,000,000	(17,728)	111,093	305,143	4,029,825	(1,227,840)	23,200,493
Unrealised fair value gains on Available-for-sale investments	-	-	-	-	(467,227)	-	(467,227)
Net profit for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>770,071</u>	<u>770,071</u>
At 30 June 2007	<u>20,000,000</u>	<u>(17,728)</u>	<u>111,093</u>	<u>305,143</u>	<u>3,562,598</u>	<u>(457,769)</u>	<u>23,503,337</u>
At 1 January 2008	20,000,000	(17,728)	111,093	544,295	9,986,956	924,528	31,549,144
Unrealised fair value gains on Available-for-sale investments (Note 4)	-	-	-	-	934,451	-	934,451
Net profit for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,799,836</u>	<u>2,799,836</u>
At 30 June 2008	<u>20,000,000</u>	<u>(17,728)</u>	<u>111,093</u>	<u>544,295</u>	<u>10,921,407</u>	<u>3,724,364</u>	<u>35,283,431</u>



United Gulf Investment Corporation BSC
Reviewed interim statement of cash flows for the six month period ended 30 June 2008
(Expressed in Bahrain Dinars)

	Six month period ended <u>30 June 2008</u>	Six month period ended <u>30 June 2007</u>
Operating activities		
Net profit for the period	2,799,836	770,071
Adjustments for:		
Depreciation	15,307	10,622
Net share of profit in associated undertakings	(3,401,443)	(522,213)
Realised gains on sale of financial assets at fair value through profit or loss	(1,661)	(88,304)
Net unrealised fair value losses/(gains) on financial assets at fair value through profit or loss	431,675	(109,966)
Dividend income	(7,070)	-
Interest income	(94,416)	(216,300)
Finance costs	196	-
Changes in operating assets and liabilities:		
Prepayments and other receivables	(9,618)	(113,048)
Trade and other payables	<u>(10,700)</u>	<u>(4,342)</u>
Net cash used in operating activities	<u>(277,894)</u>	<u>(273,480)</u>
Investing activities		
Purchase of financial assets at fair value through profit or loss	(1,064,293)	(2,269,658)
Proceeds from sale of financial assets at fair value through profit or loss	995,305	543,240
Purchase of available-for-sale investments	(100,666)	(377,500)
Additional investment in associated undertakings	(2,369,509)	-
Dividend income received	7,070	-
Interest income received	94,416	216,300
Purchase of plant and equipment	<u>(2,550)</u>	<u>(1,466)</u>
Net cash used in investing activities	<u>(2,440,227)</u>	<u>(1,889,084)</u>
Financing activities		
Finance costs paid	<u>(196)</u>	<u>-</u>
Net cash provided by financing activities	<u>(196)</u>	<u>-</u>
Net decrease in cash and cash equivalents	(2,718,317)	(2,162,564)
Cash and cash equivalents, beginning of the period	<u>6,367,352</u>	<u>9,407,519</u>
Cash and cash equivalents, end of the period	<u>3,649,035</u>	<u>7,244,955</u>
Comprises of: Cash and cash equivalents	3,649,035	7,257,225
Temporary book overdraft	<u>-</u>	<u>(12,270)</u>