



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

	30 September <u>2008</u>	31 December <u>2007</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Plant and equipment	37,595	57,402
Investment in associated undertakings	15,711,496	8,511,390
Available-for-sale investments	<u>8,775,146</u>	<u>13,078,086</u>
	<u>24,524,237</u>	<u>21,646,878</u>
<b>Current assets</b>		
Financial assets at fair value through profit or loss	2,681,789	3,473,193
Prepayments and other receivables	90,676	94,603
Cash and cash equivalents	<u>3,564,499</u>	<u>6,367,352</u>
	<u>6,336,964</u>	<u>9,935,148</u>
<b>Total assets</b>	<u>30,861,201</u>	<u>31,582,026</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
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	5,583,350	9,986,956
Retained earnings	<u>4,617,526</u>	<u>924,528</u>
	<u>30,838,536</u>	<u>31,549,144</u>
<b>Non-current liabilities</b>		
Employees terminal benefits	<u>9,632</u>	<u>9,632</u>
<b>Current liabilities</b>		
Trade and other payables	<u>13,033</u>	<u>23,250</u>
<b>Total equity and liabilities</b>	<u>30,861,201</u>	<u>31,582,026</u>

The interim condensed financial information was approved by the Board of Directors on 5<sup>th</sup> November 2008 and signed on their behalf by:

\_\_\_\_\_  
Salah Rashid Al Rashid  
Chairman

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Abdulkarim H. Al Mojlil  
Managing Director



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

	Nine month Period ended 30 September <u>2008</u>	Nine month Period ended 30 September <u>2007</u>	Nine month Period ended 30 September <u>2008</u>	Nine month Period ended 30 September <u>2007</u>
<b>Income</b>				
Realised (losses)/gains on sale of financial assets at fair value through profit or loss	(44,200)	32,973	-	(55,331)
Net unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	(914,819)	274,819	(529,005)	164,853
Dividend income	7,070	-	-	-
Other income	-	1,697	-	-
Interest income	<u>104,761</u>	<u>212,901</u>	<u>10,345</u>	<u>(3,399)</u>
	<u>(847,188)</u>	<u>522,390</u>	<u>(518,660)</u>	<u>106,123</u>
<b>Expenses</b>				
Staff costs	(162,172)	(138,519)	(46,587)	(41,883)
General and administrative expenses	(193,957)	(84,492)	(53,245)	(26,453)
Depreciation	(23,637)	(15,944)	(8,330)	(5,322)
Directors' attendance fees	(1,279)	(4,656)	-	(1,544)
Finance costs	<u>(266)</u>	<u>-</u>	<u>(70)</u>	<u>-</u>
	<u>(381,311)</u>	<u>(243,611)</u>	<u>(108,232)</u>	<u>(75,202)</u>
<b>Net (loss)/profit for the period before net share of profits in associated undertakings</b>	(1,228,499)	278,779	(626,892)	30,921
Net share of profits in associated undertakings	<u>4,921,497</u>	<u>1,366,692</u>	<u>1,520,054</u>	<u>844,479</u>
<b>Net profit for the period transferred to retained earnings</b>	<u>3,692,998</u>	<u>1,645,471</u>	<u>893,162</u>	<u>875,400</u>
<b>Earnings per share</b>	<u>18 fils</u>	<u>8 fils</u>	<u>4 fils</u>	<u>4 fils</u>

The interim condensed financial information was approved by the Board of Directors on 5<sup>th</sup> November 2008 and signed on their behalf by:

\_\_\_\_\_  
 Salah Rashid Al Rashid  
 Chairman

\_\_\_\_\_  
 Abdulkarim H. Al Mojil  
 Managing Director



United Gulf Investment Corporation BSC

**Reviewed interim statement of changes in shareholders' equity for the nine month period ended 30 September 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 losses 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 September 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 losses on Available-for-sale investments (Note 4)	-	-	-	-	(4,403,606)	-	(4,403,606)
Net profit for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,692,998</u>	<u>3,692,998</u>
At 30 September 2008	<u>20,000,000</u>	<u>(17,728)</u>	<u>111,093</u>	<u>544,295</u>	<u>5,583,350</u>	<u>4,617,526</u>	<u>30,838,536</u>



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

	Nine month period ended 30 September 2008	Nine month period ended 30 September 2007
<b>Operating activities</b>		
Net profit for the period	3,692,998	1,645,471
Adjustments for:		
Depreciation	23,637	15,944
Net share of profit in associated undertakings	(4,921,497)	(1,366,692)
Realised losses/(gains) on sale of financial assets at fair value through profit or loss	44,200	(32,973)
Net unrealised fair value losses/(gains) on financial assets at fair value through profit or loss	914,819	(274,819)
Dividend income	(7,070)	-
Interest income	(104,761)	(212,901)
Finance costs	266	-
Changes in operating assets and liabilities:		
Prepayments and other receivables	3,927	(83,690)
Trade and other payables	<u>(10,217)</u>	<u>(3,793)</u>
Net cash used in operating activities	<u>(363,698)</u>	<u>(313,453)</u>
<b>Investing activities</b>		
Purchase of financial assets at fair value through profit or loss	(1,162,920)	(2,449,615)
Proceeds from sale of financial assets at fair value through profit or loss	995,305	293,309
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	104,761	212,901
Purchase of plant and equipment	(3,830)	(1,466)
Dividend received from an associated undertaking	<u>90,900</u>	<u>-</u>
Net cash used in investing activities	<u>(2,438,889)</u>	<u>(2,322,371)</u>
<b>Financing activities</b>		
Finance costs paid	<u>(266)</u>	<u>-</u>
Net cash used in financing activities	<u>(266)</u>	<u>-</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,802,853)</b>	<b>(2,635,824)</b>
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>3,564,499</u>	<u>6,771,695</u>