



United Gulf Investment Corporation B.S.C.

Condensed consolidated interim statement of financial position as at 30 September 2010  
(Unaudited)  
(Expressed in Bahrain Dinars)

	30 September <u>2010</u>	31 December <u>2009</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	53,302,652	54,986,272
Investment in associates	514,791	381,256
Available-for-sale investments	<u>9,803,967</u>	<u>9,494,320</u>
	<u>63,621,410</u>	<u>64,861,848</u>
<b>Current assets</b>		
Financial assets at fair value through profit or loss	4,365,605	339,072
Inventories	20,275,802	16,060,552
Trade and other receivables	4,733,325	4,644,766
Cash and cash equivalents	<u>7,127,513</u>	<u>7,650,487</u>
	<u>36,502,245</u>	<u>28,694,877</u>
<b>Total assets</b>	<u>100,123,655</u>	<u>93,556,725</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	1,165,472	1,165,472
Investment fair value reserve	6,689,887	5,466,544
Retained earnings	<u>7,019,997</u>	<u>5,515,126</u>
Equity attributable to shareholders of the parent company	34,991,684	32,263,470
Non-controlling interest	<u>13,081,253</u>	<u>11,906,964</u>
	<u>48,072,937</u>	<u>44,170,434</u>
<b>Non-current liabilities</b>		
Non-current portion of long term loans	32,060,767	29,199,100
Employees' terminal benefits	<u>503,558</u>	<u>399,433</u>
	<u>32,564,325</u>	<u>29,598,533</u>
<b>Current liabilities</b>		
Current portion of long term loans	2,188,333	1,010,000
Trade and other payables	<u>17,298,060</u>	<u>18,777,758</u>
	<u>19,486,393</u>	<u>19,787,758</u>
<b>Total equity and liabilities</b>	<u>100,123,655</u>	<u>93,556,725</u>

The unaudited condensed consolidated interim financial information, set out on pages 4 to 14, was approved for issue by the Board of Directors on 4 November 2010 and signed on their behalf by:

---

Salah Rashid Al Rashid  
Chairman

---

Abdul Karim Hamad Al Mojl  
Managing Director

United Gulf Investment Corporation B.S.C.  
Condensed consolidated interim statement of comprehensive income for the quarter and nine months period ended 30 September 2010  
(Unaudited)  
(Expressed in Bahrain Dinars)

	Nine months Ended 30 September <u>2010</u>	Nine months ended 30 September <u>2009</u>	Three months ended 30 September <u>2010</u>	Three months Ended 30 September <u>2009</u>
Subsidiary sales	28,787,627	-	8,809,971	-
Subsidiary cost of sales	<u>(23,052,584)</u>	-	<u>(6,948,459)</u>	-
Subsidiary gross profit	5,735,043	-	1,861,512	-
<b>Investment income</b>				
Realised (loss) on sale of financial assets at fair value through profit or loss	175,349	4,164,865	202,319	4,164,865
Realised gain on sale of available-for-sale-investments	282,368	-	-	-
Unrealised fair value gain/(loss) on financial assets at fair value through profit or loss	406,465	366,693	217,558	155,986
Dividend income	176,541	13,433	58,028	-
Other income	<u>78,342</u>	<u>82,930</u>	<u>19,075</u>	<u>24,485</u>
	<u>1,119,065</u>	<u>4,627,921</u>	<u>496,980</u>	<u>4,345,336</u>
<b>Expenses</b>				
Staff costs	(608,997)	(152,799)	(512,490)	(39,927)
General and administrative expenses	(724,739)	(188,596)	(66,942)	(99,405)
Directors' attendance fees	(6,909)	(5,199)	-	(1,512)
Depreciation	(319,666)	(24,138)	(159,576)	(8,046)
Finance costs	(324,401)	(370)	(162,960)	(74)
Provision for Zakat	<u>(909,000)</u>	-	<u>(303,000)</u>	-
	<u>(2,893,712)</u>	<u>(371,102)</u>	<u>(1,204,968)</u>	<u>(148,964)</u>
Net profit/(loss) for the period before share of profit/(loss) in associates	3,960,396	4,256,819	1,153,524	4,196,372
Share of profit/(loss) in associates	<u>218,764</u>	<u>(1,038,112)</u>	<u>164,997</u>	<u>59,232</u>
Net profit/(loss) for the period	<u>4,179,160</u>	<u>3,218,707</u>	<u>1,318,521</u>	<u>4,255,604</u>
Net profit for the period attributable to:				
Shareholders of the parent company	3,004,871	3,218,707	1,003,394	4,255,604
Non controlling interest	<u>1,174,289</u>	-	<u>315,127</u>	-
	<u>4,179,160</u>	<u>3,218,707</u>	<u>1,318,521</u>	<u>4,255,604</u>
<b>Other comprehensive income</b>				
Unrealized fair value gain/(loss) on available-for-sale investments	<u>1,223,343</u>	<u>4,251,757</u>	<u>102,547</u>	<u>1,471,762</u>
Net profit and total comprehensive income/(loss) for the period	<u>5,402,503</u>	<u>7,470,464</u>	<u>1,421,068</u>	<u>5,727,366</u>
Net profit and total comprehensive income/(loss) attributable to:				
Shareholders of the parent company	4,228,214	7,470,464	1,105,941	5,727,366
Non-controlling interest	<u>1,174,289</u>	-	<u>315,127</u>	-
Basic and diluted earnings/(loss) per share	<u>15.02 fils</u>	<u>16.11 fils</u>	<u>5.01 fils</u>	<u>21.30 fils</u>

United Gulf Investment Corporation B.S.C.  
Condensed consolidated interim statement of changes in shareholders' equity for the quarter and nine months period ended 30 September 2010  
(Unaudited)  
(Expressed in Bahrain Dinars)

	<u>Equity attributable to shareholders of the parent company</u>							Non controlling interest	<u>Total</u>
	<u>Share capital</u>	<u>Treasury shares</u>	<u>Share premium</u>	<u>Statutory reserve</u>	<u>Investment fair value reserve</u>	<u>Retained earnings</u>	<u>Total</u>		
At 31 December 2008	20,000,000	(17,728)	111,093	811,416	1,121,342	3,328,619	25,354,742	-	25,354,742
Net profit and total comprehensive Income/(loss) for the period	-	-	-	-	4,251,757	3,218,707	7,470,464	-	7,470,464
Dividend for 2008	-	-	-	-	-	(1,000,000)	(1,000,000)	-	(1,000,000)
At 30 September 2009	20,000,000	(17,728)	111,093	811,416	5,373,099	5,547,326	31,825,206	-	31,825,206
Non-controlling interest in subsidiary acquired	-	-	-	-	-	-	-	11,008,427	11,008,427
Sale of treasury shares	-	17,728	-	-	-	-	17,728	-	17,728
Premium on sale of treasury sales	-	-	5,235	-	-	-	5,235	-	5,235
Net profit and total comprehensive income for the period	-	-	-	-	93,445	321,856	415,301	898,537	1,313,838
Transferred to statutory reserve	-	-	-	354,056	-	(354,056)	-	-	-
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 and total comprehensive income for the period	-	-	-	-	1,223,343	3,004,871	4,228,214	1,174,289	5,402,503
Dividend for 2009	-	-	-	-	-	(1,500,000)	(1,500,000)	-	(1,500,000)
At 30 September 2010	<u>20,000,000</u>	<u>-</u>	<u>116,328</u>	<u>1,165,472</u>	<u>6,689,887</u>	<u>7,019,997</u>	<u>34,991,684</u>	<u>13,081,253</u>	<u>48,072,937</u>

United Gulf Investment Corporation B.S.C.  
Condensed consolidated interim statement of cash flows for the quarter and nine  
months period ended 30 September 2010  
(Unaudited)  
(Expressed in Bahrain Dinars)

	Nine months ended 30 September <u>2010</u>	Nine months Ended 30 September <u>2009</u>
<b>Operating activities</b>		
Net profit/(loss) for the period attributable to shareholder of parent company	3,004,871	3,218,707
Adjustments for:		
Depreciation	1,757,100	24,138
Share of (profit)/loss from investment in Associates	(218,764)	1,038,112
Interest income	(67,506)	(82,930)
Dividend income	(176,541)	(13,433)
Share of profit of non-controlling shareholder	1,174,289	
Realised loss on sale of financial assets at fair value through profit or loss	(175,349)	(4,164,865)
Realised gain on sale of available-for-sale investments	(282,368)	-
Unrealised fair value (gain)/loss on financial assets at fair value through profit or loss	(406,465)	(366,693)
Finance costs	324,401	370
Changes in operating assets and liabilities:		
Inventories	(4,215,250)	-
Trade and other receivables	(88,559)	62,178
Trade and other payables	(1,479,698)	245,154
Employees' terminal benefits, net	<u>104,125</u>	<u>-</u>
Net cash used in operating activities	<u>(745,714)</u>	<u>(39,262)</u>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(73,480)	-
Purchase of financial assets at fair value through profit or loss	(7,781,198)	(733,006)
Proceeds from sale of financial assets at fair value through profit or loss	4,336,479	832,411
Investment in a subsidiary	-	(502,867)
Purchase of available-for-sale investments	(195,614)	(358,131)
Proceeds from sale of available-for-sale investments	1,391,678	-
Dividend income received	176,541	13,433
Interest income received	67,506	82,930
Dividend received from associates	<u>85,229</u>	<u>75,750</u>
Net cash used in by investing activities	<u>(1,992,859)</u>	<u>(589,480)</u>
<b>Financing activities</b>		
Finance costs paid	(324,401)	(370)
Net movements in long term loans	4,040,000	-
Dividend paid for the year 2009/2008	<u>(1,500,000)</u>	<u>(1,000,000)</u>
Net cash provided by/(used in) financing activities	<u>2,215,599</u>	<u>(1,000,370)</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(522,974)</b>	<b>(1,629,112)</b>
Cash and cash equivalents, beginning of the period	<u>7,650,487</u>	<u>3,265,618</u>
Cash and cash equivalents, end of the period	<u>7,127,513</u>	<u>1,636,506</u>

