



United Gulf Investment Corporation B.S.C.
Condensed consolidated interim statement of financial position as at 30 June 2010
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>30 June 2010</u>	<u>31 December 2009</u>
ASSETS		
Non-current assets		
Property, plant and equipment	53,792,667	54,986,272
Investment in associates	435,022	381,256
Available-for-sale investments	<u>9,701,420</u>	<u>9,494,320</u>
	<u>63,929,109</u>	<u>64,861,848</u>
Current assets		
Financial assets at fair value through profit or loss	5,316,259	339,072
Inventories	15,823,198	16,060,552
Trade and other receivables	7,928,335	4,644,766
Cash and cash equivalents	<u>6,495,410</u>	<u>7,650,487</u>
	<u>35,563,202</u>	<u>28,694,877</u>
Total assets	<u>99,492,311</u>	<u>93,556,725</u>
EQUITY AND LIABILITIES		
Capital and reserves		
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	6,587,340	5,466,544
Retained earnings	<u>6,016,603</u>	<u>5,515,126</u>
Equity attributable to shareholders of the parent company	33,885,743	32,263,470
Non-controlling interest	<u>12,766,125</u>	<u>11,906,964</u>
	<u>46,651,868</u>	<u>44,170,434</u>
Non-current liabilities		
Non-current portion of long term loans	33,744,100	29,199,100
Employees' terminal benefits	<u>435,042</u>	<u>399,433</u>
	<u>34,179,142</u>	<u>29,598,533</u>
Current liabilities		
Current portion of long term loans	1,010,000	1,010,000
Trade and other payables	<u>17,651,301</u>	<u>18,777,758</u>
	<u>18,661,301</u>	<u>19,787,758</u>
Total equity and liabilities	<u>99,492,311</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 11th August 2010 and signed on their behalf by:

Salah Rashid Al Rashid
Chairman

Abdul Karim Hamad Al Mojil
Managing Director



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

	Six months ended 30 June 2010	Six months ended 30 June 2009	Three months ended 30 June 2010	Three months ended 30 June 2009
Subsidiary sales	19,977,656	-	10,415,384	-
Subsidiary cost of sales	<u>(16,104,125)</u>	<u>-</u>	<u>(9,098,682)</u>	<u>-</u>
Subsidiary gross profit	3,873,531	-	1,316,702	-
Investment income				
Realised (loss) on sale of financial assets at fair value through profit or loss	(26,970)	-	(16,882)	-
Realised gain on sale of available-for-sale-investments	282,368	-	282,368	-
Unrealised fair value gain/(loss) on financial assets at fair value through profit or loss	188,907	210,707	(1,203,986)	341,143
Dividend income	118,513	13,433	118,513	13,433
Other income	<u>59,267</u>	<u>58,445</u>	<u>7,885</u>	<u>18,559</u>
	<u>4,495,616</u>	<u>282,585</u>	<u>504,600</u>	<u>373,135</u>
Expenses				
Staff costs	(683,246)	(121,871)	(304,889)	(68,322)
General and administrative expenses	(71,021)	(80,183)	(32,267)	(32,174)
Directors' attendance fees	(6,946)	(3,695)	(3,600)	(2,359)
Depreciation	(160,090)	(16,092)	(54,092)	(8,046)
Finance costs	(161,441)	(296)	(85,010)	(166)
Provision for Zakat	<u>(606,000)</u>	<u>-</u>	<u>(303,000)</u>	<u>-</u>
	<u>(1,688,744)</u>	<u>(222,137)</u>	<u>(782,858)</u>	<u>(111,067)</u>
Net profit/(loss) for the period before share of profit/(loss) in associates	2,806,872	60,448	(278,258)	262,068
Share of profit/(loss) in associates	<u>53,766</u>	<u>(1,097,344)</u>	<u>16,658</u>	<u>(85,747)</u>
Net profit/(loss) for the period	<u>2,860,638</u>	<u>(1,036,896)</u>	<u>(261,600)</u>	<u>176,321</u>
Net profit for the period attributable to:				
Shareholders of the parent company	2,001,477	-	(485,200)	-
Non controlling interest	<u>859,161</u>	<u>-</u>	<u>223,600</u>	<u>-</u>
Other comprehensive income				
Unrealised fair value gain/(loss) on available-for- sale investments	<u>1,120,796</u>	<u>2,779,995</u>	<u>(164,077)</u>	<u>1,763,778</u>
Net profit and total comprehensive income/(loss) for the period	<u>3,981,434</u>	<u>1,743,099</u>	<u>(425,677)</u>	<u>1,940,099</u>
Net profit and total comprehensive income/(loss) attributable to:				
Shareholders of the parent company	3,122,273	-	(649,277)	-
Non-controlling interest	<u>859,161</u>	<u>-</u>	<u>223,600</u>	<u>-</u>
Basic and diluted earnings/(loss) per share	<u>10.00 fils</u>	<u>(5.19) fils</u>	<u>-</u>	<u>-</u>



United Gulf Investment Corporation B.S.C.

Condensed consolidated interim statement of changes in shareholders' equity for the quarter and six

months period ended 30 June 2010

(Unaudited)

(Expressed in Bahrain Dinars)

	Equity attributable to shareholders of the parent company						Non controlling interest	Total	
	Share capital	Treasury shares	Share premium	Statutory reserve	Investment fair value reserve	Retained earnings			
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	-	-	-	-	2,779,995	(1,036,896)	1,743,099	-	1,743,099
Dividend for 2008	-	-	-	-	-	(1,000,000)	(1,000,000)	-	(1,000,000)
At 30 June 2009	20,000,000	(17,728)	111,093	811,416	3,901,337	1,291,723	26,097,841	-	26,097,841
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	-	-	-	-	1,565,207	4,577,459	6,142,666	898,537	7,041,203
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
Unrealised fair value gains on available-for-sale investments (Note 6)	-	-	-	-	1,120,796	-	1,120,796	-	1,120,796
Net profit and total comprehensive income for the period	-	-	-	-	-	2,001,477	2,001,477	859,161	2,860,638
Dividend for 2009	-	-	-	-	-	(1,500,000)	(1,500,000)	-	(1,500,000)
At 30 June 2010	<u>20,000,000</u>	<u>-</u>	<u>116,328</u>	<u>1,165,472</u>	<u>6,587,340</u>	<u>6,016,603</u>	<u>33,885,743</u>	<u>12,766,125</u>	<u>46,651,868</u>



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

	Six months ended <u>30 June 2010</u>	Six months ended <u>30 June 2009</u>
Operating activities		
Net profit/(loss) for the period attributable to shareholder of parent company	2,001,477	(1,036,896)
Adjustments for:		
Depreciation	1,261,185	16,092
Share of (profit)/loss from investment in Associates	(53,766)	1,097,344
Interest income	(58,013)	(58,445)
Dividend income	(118,513)	(13,433)
Share of profit of non-controlling shareholder	859,161	-
Realised loss on sale of financial assets at fair value through profit or loss	26,970	-
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	(188,907)	(210,707)
Finance costs	161,441	296
Changes in operating assets and liabilities:		
Inventories	237,354	-
Trade and other receivables	(3,283,569)	5,808
Trade and other payables	(1,126,457)	288,891
Employees' terminal benefits, net	<u>35,609</u>	<u>-</u>
Net cash (used in)/provided by operating activities	<u>(528,396)</u>	<u>88,950</u>
Investing activities		
Purchase of property, plant and equipment	(67,580)	-
Purchase of financial assets at fair value through profit or loss	(7,114,766)	(657,392)
Proceeds from sale of financial assets at fair value through profit or loss	2,299,516	566,425
Purchase of available-for-sale investments	(195,614)	(358,131)
Proceeds from sale of available-for-sale investments	1,391,678	-
Dividend income received	118,513	13,433
Interest income received	<u>58,013</u>	<u>58,445</u>
Net cash used in by investing activities	<u>(3,510,240)</u>	<u>(377,220)</u>
Financing activities		
Finance costs paid	(161,441)	(296)
Dividend paid for the year 2009/2008	(1,500,000)	(1,000,000)
Net movements in long term loans	<u>4,545,000</u>	<u>-</u>
Net cash provided by/(used in) financing activities	<u>2,883,559</u>	<u>(1,000,296)</u>
Net decrease in cash and cash equivalents	(1,155,077)	(1,288,566)
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>6,495,410</u>	<u>1,977,052</u>