



United Gulf Investment Corporation BSC
Consolidated statement of financial position as at 31 December 2009
(Expressed in Bahrain Dinars)

	<u>2009</u>	<u>2008</u>
ASSETS		
Non-current assets		
Property, plant and equipment	54,986,272	35,179
Investment in associates	381,256	15,272,591
Available-for-sale investments	<u>9,494,320</u>	<u>4,790,987</u>
	<u>64,861,848</u>	<u>20,098,757</u>
Current assets		
Financial assets at fair value through profit or loss	339,072	1,922,491
Inventories	16,060,552	-
Trade and other receivables	4,644,766	100,016
Cash and cash equivalents	<u>7,650,487</u>	<u>3,265,618</u>
	<u>28,694,877</u>	<u>5,288,125</u>
Total assets	<u>93,556,725</u>	<u>25,386,882</u>
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	20,000,000	19,982,272
Share premium	116,328	111,093
Statutory reserve	1,165,472	811,416
Investment fair value reserve	5,466,544	1,121,342
Retained earnings	<u>5,515,126</u>	<u>3,328,619</u>
Equity attributable to the shareholders of the parent company	32,263,470	25,354,742
Non-controlling interest	<u>11,906,964</u>	-
	<u>44,170,434</u>	<u>25,354,742</u>
Non-current liabilities		
Non-current portion of long term loan	29,199,100	-
Employees' terminal benefits	<u>399,433</u>	<u>14,870</u>
	<u>29,598,533</u>	<u>14,870</u>
Current liabilities		
Current portion of long term loan	1,010,000	-
Trade and other payables	<u>18,777,758</u>	<u>17,270</u>
	<u>19,787,758</u>	<u>17,270</u>
Total equity and liabilities	<u>93,556,725</u>	<u>25,386,882</u>

The consolidated financial statements, set out on pages 5 to 33, were approved for issue by the Board of Directors on 25th February 2010 and signed on its behalf by:

Salah Rashid Al Rashid
Chairman

Abdul Karim Hamad Al Mojil
Managing Director



United Gulf Investment Corporation BSC
Consolidated statement of comprehensive income for the year ended 31 December 2009
(Expressed in Bahrain Dinars)

	<u>2009</u>	<u>2008</u>
Subsidiary sales	8,480,760	-
Subsidiary cost of sales	<u>(6,339,264)</u>	<u>-</u>
Subsidiary gross profit	2,141,496	-
Investment income		
Realised gain/(loss) on sale of financial assets at fair value through profit or loss	4,165,777	(44,200)
Unrealised fair value loss on financial assets at fair value through profit or loss	(2,262,760)	(1,674,117)
Gain on arising on business acquisition	1,395,094	-
Other income	<u>1,183,154</u>	<u>372,397</u>
	<u>4,481,265</u>	<u>(1,345,920)</u>
	<u>6,622,761</u>	<u>(1,345,920)</u>
Expenses		
Staff costs	(367,343)	(215,371)
General and administrative expenses	(412,431)	(219,569)
Directors' attendance fees	(7,384)	(4,163)
Depreciation	(67,664)	(26,053)
Finance costs	(53,004)	(304)
Fair value investment written off	(2,544)	-
Provision for Zakat	<u>(282,542)</u>	<u>-</u>
	<u>(1,192,912)</u>	<u>(465,460)</u>
Profit/(loss) for the year before share of profit in associates	5,429,849	(1,811,380)
Share of (loss)/profit in associates	<u>(990,749)</u>	<u>4,482,592</u>
Net profit for the year	<u>4,439,100</u>	<u>2,671,212</u>
Net profit for the year attributable to:		
Shareholders of the parent company	3,540,563	2,671,212
Non controlling interest	<u>898,537</u>	<u>-</u>
	4,439,100	2,671,212
Other comprehensive income		
Unrealized fair value gain/(loss) on available-for-sale investment	4,345,202	(8,865,614)
Total comprehensive income/(loss) for the year	<u>8,784,302</u>	<u>(6,194,402)</u>
Total comprehensive income/(loss) attributable to:		
Shareholders of the parent company	7,885,765	(6,194,402)
Non-controlling interest	898,537	-
Basic and diluted earnings per share	<u>17.70 fils</u>	<u>13.37 fils</u>



United Gulf Investment Corporation BSC
Consolidated statement of changes in shareholders' equity for the year ended 31 December 2009
(Expressed in Bahrain Dinars)

	Equity attributable to shareholders of the parent company							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 2007	20,000,000	(17,728)	111,093	544,295	9,986,956	924,528	31,549,144	-	31,549,144
Total comprehensive Income/(loss) for the year	-	-	-	-	(8,865,614)	2,671,212	(6,194,402)	-	(6,194,402)
Transferred to statutory Reserve	-	-	-	<u>267,121</u>	-	<u>(267,121)</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
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 shares	-	-	5,235	-	-	-	5,235	-	5,235
Total comprehensive Income/(loss) for the year	-	-	-	-	4,345,202	3,540,563	7,885,765	898,537	8,784,302
Dividend for 2008	-	-	-	-	-	(1,000,000)	(1,000,000)	-	(1,000,000)
Transferred to statutory reserve	-	-	-	<u>354,056</u>	-	<u>(354,056)</u>	-	-	-
At 31 December 2009	<u>20,000,000</u>	<u>-</u>	<u>116,382</u>	<u>1,165,472</u>	<u>5,466,544</u>	<u>5,515,126</u>	<u>32,263,470</u>	<u>11,906,964</u>	<u>44,170,434</u>



United Gulf Investment Corporation BSC
Consolidated statement of cash flows for the year ended 31 December 2009
(Expressed in Bahrain Dinars)

	<u>2009</u>	<u>2008</u>
Operating activities		
Net profit for the year	4,439,100	2,671,212
Adjustments for:		
Depreciation	512,739	26,053
Share of loss/(profit) from investment in Associates	990,749	(4,482,592)
Realised (gains)/loss on sale of financial assets at fair value through profit or loss	(4,165,777)	44,200
Unrealised fair value loss on financial assets at fair value through profit or loss	2,262,760	1,674,117
Fair value investments written-off	2,544	-
Dividend income	(72,089)	(7,070)
Interest income	(157,010)	(365,327)
Subsidiary partner's loan waived	(952,458)	-
Finance costs	53,004	304
Changes in operating assets and liabilities:		
Accruals and other payables	256,605	(5,980)
Trade and other receivables	78,164	(5,413)
Employees' terminal benefits, net	<u>384,563</u>	<u>5,238</u>
Net cash provided by/(used in) operating activities	<u>3,632,894</u>	<u>(445,258)</u>
Investing activities		
Purchase of plant and equipment	(124,001)	(3,830)
Purchase of financial assets at fair value through profit or loss	(1,534,148)	(1,162,920)
Dividends received from associates	180,085	90,900
Proceeds from sale of financial assets at fair value through profit or loss	876,692	995,305
Net movement in acquisition of a subsidiary	2,460,368	-
Purchase of controlling interest in subsidiary	(44,176)	-
Purchase of available-for-sale investments	(358,131)	(578,515)
Acquisition of additional investment in an associate	-	(2,369,509)
Dividend income	72,089	7,070
Bank interest income	<u>157,010</u>	<u>365,327</u>
Net cash provided by/(used in) investing activities	<u>1,685,788</u>	<u>(2,656,172)</u>
Financing activities		
Finance costs	(53,004)	(304)
Increase in non-controlling interest	(898,537)	-
Premium on sale of treasury shares	(5,235)	-
Proceeds from sale of treasury shares	<u>22,963</u>	<u>-</u>
Net cash used in financing activities	<u>(933,813)</u>	<u>(304)</u>
Net increase/(decrease) in cash and cash equivalents	4,384,869	(3,101,734)
Cash and cash equivalents, beginning of the year	<u>3,265,618</u>	<u>6,367,352</u>
Cash and cash equivalents, end of the year	<u>7,650,487</u>	<u>3,265,618</u>