

**INTERIM FINANCIAL INFORMATION FOR THE PERIOD ENDED 30 September 2011**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 September 2011			CONDENSED CONSOLIDATED INCOME STATEMENT for the nine months period ended 30 September 2011					CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months period ended 30 September 2011		
Bahraini Dinars '000	<b>30 September 2011 (reviewed)</b>	31 December 2010 (audited)	Bahraini Dinars '000	<b>Nine months period ended 30 September 2011 (reviewed)</b>	30 September 2010 (reviewed)	<b>Three months period ended 30 September 2011 (reviewed)</b>	30 September 2010 (reviewed)	Bahraini Dinars '000	<b>30 September 2011 (reviewed)</b>	30 September 2010 (reviewed)
<b>Assets</b>			Interest income	882	1,270	345	418	<b>Operating activities</b>		
Cash and bank balances	51,157	35,397	Interest expense	(97)	(44)	(44)	(26)	Net interest received	541	1,271
Investments at fair value through profit or loss	14,871	16,643	<b>Net interest income</b>	<b>785</b>	<b>1,226</b>	<b>301</b>	<b>392</b>	Sale of investments at fair value through profit or loss	53,522	61,763
Available-for-sale investments	25,938	24,375	Net fee and commission income	1,607	1,593	488	534	Purchase of investments at fair value through profit or loss	(53,577)	(69,160)
Fees receivable	349	458	Net investment income	(378)	1,600	(869)	584	Sale of available-for-sale investments	26,181	23,616
Other assets	4,615	4,355	Brokerage and other income	792	805	173	201	Purchase of available-for-sale investments	(28,193)	(23,626)
<b>Total assets</b>	<b>96,930</b>	<b>81,228</b>	<b>Operating income</b>	<b>2,806</b>	<b>5,224</b>	<b>93</b>	<b>1,711</b>	Redemption of held-to-maturity investments	-	1,860
<b>Liabilities</b>			Staff and related expenses	2,096	2,210	560	734	Purchase of held-to-maturity investments	-	(3,291)
Short-term bank borrowings	22,547	9,285	Other operating expenses	922	739	283	234	Net increase / (decrease) in payables to customers	6,868	(8,147)
Payables to customers	19,438	12,570	Impairment on available-for-sale investments	152	-	113	-	Net decrease in deposits taken from customers	-	(5,314)
Other liabilities	2,505	2,627	<b>Operating expenses</b>	<b>3,170</b>	<b>2,949</b>	<b>956</b>	<b>968</b>	Dividends received	259	522
<b>Total liabilities</b>	<b>44,490</b>	<b>24,482</b>	<b>(Loss) / Profit for the period</b>	<b>(364)</b>	<b>2,275</b>	<b>(863)</b>	<b>743</b>	Brokerage and other fees received	2,866	2,684
<b>Equity</b>			<b>Basic and diluted earnings per share (fiis)</b>	<b>(0.85)</b>	<b>5.36</b>	<b>(2.03)</b>	<b>1.75</b>	Payments for staff and related expenses	(2,199)	(1,976)
Share capital	42,652	42,528	<b>CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b> for the nine months period ended 30 September 2011							
Statutory reserve	4,601	4,561	Bahraini Dinars '000	<b>Nine months period ended 30 September 2011 (reviewed)</b>	30 September 2010 (reviewed)	<b>Three months period ended 30 September 2011 (reviewed)</b>	30 September 2010 (reviewed)	Cash generated from / (utilized in) operating activities	5,242	(20,564)
General reserve	1,737	1,359	Profit / loss for the period	(364)	2,275	(863)	743	<b>Investing activities</b>		
Available-for-sale investments fair value reserve	(148)	1,410	Other comprehensive income					Net capital expenditure on furniture and equipment	(15)	(15)
Retained earnings	3,598	6,888	Fair value reserve (available-for-sale investments)					Advance for purchase of equipment	(177)	-
<b>Total equity</b>	<b>52,440</b>	<b>56,746</b>	- Net change in fair value	(301)	1,085	(978)	953	<b>Cash utilized in investing activities</b>	<b>(192)</b>	<b>(15)</b>
<b>Total liabilities and equity</b>	<b>96,930</b>	<b>81,228</b>	- Net profit / loss on disposal of securities transferred to income statement	(1,257)	(415)	(260)	(216)	<b>Financing activities</b>		
<b>Contingent and memorandum accounts</b>			<b>Total other comprehensive income for the period</b>	<b>(1,558)</b>	<b>670</b>	<b>(1,238)</b>	<b>737</b>	Net proceeds from short-term bank borrowings	13,262	4,403
Assets under custody	913,200	1,278,039	<b>Total comprehensive income for the period</b>	<b>(1,922)</b>	<b>2,945</b>	<b>(2,101)</b>	<b>1,480</b>	Dividend paid	(2,552)	(2,121)
Assets under management	181,152	201,092								
Commitments	1,159	3,150								
<b>CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY</b> for the nine months period ended 30 September 2011										
Bahraini Dinars '000				<b>Share capital</b>	<b>Statutory reserve</b>	<b>General reserve</b>	<b>Available-for-sale investments fair value reserve</b>	<b>Retained earnings</b>	<b>Total equity</b>	
<b>2011</b>										
As at 1 January 2011				42,528	4,561	1,359	1,410	6,888	56,746	
2010 appropriations:										
- Dividends at 6%				-	-	-	-	(2,552)	(2,552)	
- Transfer to general reserve				-	-	379	-	(379)	-	
- Issue of shares to employees' scheme				124	41	-	-	-	165	
- Reduction in share capital of subsidiary				-	(1)	(1)	-	5	3	
Balance after 2010 appropriations				<b>42,652</b>	<b>4,601</b>	<b>1,737</b>	<b>1,410</b>	<b>3,962</b>	<b>54,362</b>	
<b>Comprehensive income for the period:</b>										
Loss for the period				-	-	-	-	(364)	(364)	
Other Comprehensive income:										
Revaluation reserve (available-for-sale securities):										
Net Change in fair value				-	-	-	(301)	-	(301)	
Net amount transferred to profit and loss on sale / impairment				-	-	-	(1,257)	-	(1,257)	
<b>Total comprehensive income for the period</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,558)</b>	<b>(364)</b>	<b>(1,922)</b>	
<b>Balance at 30 September 2011</b>				<b>42,652</b>	<b>4,601</b>	<b>1,737</b>	<b>(148)</b>	<b>3,598</b>	<b>52,440</b>	
<b>2010</b>										
As at 1 January 2010				42,420	4,153	1,051	154	5,976	53,754	
2009 appropriations:										
- Dividends at 5%				-	-	-	-	(2,121)	(2,121)	
- Director's remuneration				-	-	-	-	(65)	(65)	
- Transfer to general reserve				-	-	308	-	(308)	-	
- Issue of shares to employees' scheme				108	29	-	-	-	137	
Balance after 2009 appropriations				<b>42,528</b>	<b>4,182</b>	<b>1,359</b>	<b>154</b>	<b>3,482</b>	<b>51,705</b>	
<b>Comprehensive income for the period:</b>										
Profit for the period				-	-	-	-	2,275	2,275	
Other Comprehensive income:										
Revaluation reserve (available-for-sale securities):										
Net Change in fair value				-	-	-	1,085	-	1,085	
Net amount transferred to profit and loss on sale / impairment				-	-	-	(415)	-	(415)	
<b>Total Comprehensive income for the period</b>				<b>-</b>	<b>-</b>	<b>-</b>	<b>670</b>	<b>2,275</b>	<b>2,945</b>	
<b>Balance at 30 September 2010</b>				<b>42,528</b>	<b>4,182</b>	<b>1,359</b>	<b>824</b>	<b>5,757</b>	<b>54,650</b>	

The Board of Directors approved the interim financial information on 31 October 2011.

**Hussain Al Hussaini**  
Vice Chairman of the Board  
Chairman of the Executive Committee

**Anwar Abdulla Ghuloom**  
Director  
Member of the Audit Committee

**Anthony C. Mallis**  
Chief Executive Officer

The interim financial information for the nine months period ended 30 September 2011 was reviewed by KPMG. To view full report, visit our website: [www.sicobahrain.com](http://www.sicobahrain.com)