

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
as at 31 March 2014

Bahraini Dinars '000

	<b>31 March 2014</b> (reviewed)	31 December 2013 (audited)
<b>ASSETS</b>		
Cash and cash equivalents	38,301	32,799
Investments at fair value through profit or loss	18,618	19,815
Available-for-sale investments	29,288	32,743
Fees receivable	531	1,980
Other assets	5,004	5,046
Furniture, equipment and intangibles	1,738	1,812
<b>Total assets</b>	<b>93,480</b>	<b>94,195</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Short-term bank borrowings	3,648	7,094
Customer accounts	21,105	19,620
Other liabilities	5,643	3,244
Payable to other unit holders in consolidated funds	2,091	2373
<b>Total liabilities</b>	<b>32,487</b>	<b>32,331</b>
<b>Equity</b>		
Share capital	42,849	42,849
Statutory reserve	5,567	5,567
General reserve	2,642	2,100
Available-for-sale investments fair value reserve	2,225	2,456
Retained earnings	7,710	8,892
<b>Total equity (page 5)</b>	<b>60,993</b>	<b>61,864</b>
<b>Total liabilities and equity</b>	<b>93,480</b>	<b>94,195</b>
<b>Contingent and memorandum accounts</b>		
Assets under custody	1,313,165	1,258,081
Assets under management	330,576	316,913
Commitments	730	730

The Board of Directors approved the condensed consolidated interim financial information consisting of pages 1 to 6 on 14 May 2014 and signed on its behalf by:

Shaikh Abdulla Bin Khalifa Al Khalifa  
Chairman

Hussain Al Hussaini  
Vice Chairman of the Board  
Member of the Investment Committee

Najla M. Al Shirawi  
Chief Executive Officer

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
for the three months ended 31 March 2014

Bahraini Dinars '000

	Note	31 March 2014 (reviewed)	31 March 2013 (reviewed)
Interest income		330	329
Interest expense		(11)	(14)
<b>Net interest income</b>		<b>319</b>	<b>315</b>
Net fee and commission income		721	564
Investment income	9	2,447	1,133
Brokerage and other income		742	230
<b>Operating income</b>		<b>4,229</b>	<b>2,242</b>
Staff and related expenses		(1,011)	(833)
Other operating expenses		(480)	(333)
Impairment on available-for-sale investments		-	(56)
Share of profit of other unit holders in consolidated funds		(164)	(17)
<b>Profit for the period</b>		<b>2,574</b>	<b>1,003</b>
<b>Basic and diluted earnings per share (fils)</b>		<b>6.01</b>	<b>2.35</b>

Shaikh Abdulla Bin Khalifa Al Khalifa  
Chairman

Hussain Al Hussaini  
Vice Chairman of the Board  
Member of the Investment Committee

Najla M. Al Shirawi  
Chief Executive Officer

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
for the three months ended 31 March 2014

Bahraini Dinars '000

	<b>31 March 2014 (reviewed)</b>	<b>31 March 2013 (reviewed)</b>
<b>Profit for the period</b>	<b>2,574</b>	1,003
<b>Other comprehensive income</b>		
<b>Items to be reclassified to profit or loss in subsequent periods:</b>		
Fair value reserve (available-for-sale investments)		
- Net change in fair value	738	1,112
- Net amount transferred to income statement on sale / impairment	(969)	(418)
- Profit on part disposal of consolidated fund	-	(161)
<b>Total other comprehensive income for the period</b>	<b>(231)</b>	<b>533</b>
<b>Total comprehensive income for the period</b>	<b>2,343</b>	<b>1,536</b>

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
for the three months ended 31 March 2014

Bahraini Dinars '000

2014 (reviewed)

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
Balance at 1 January 2014	42,849	5,567	2,100	2,456	8,892	61,864
- Transfer to general reserve	-	-	542	-	(542)	-
<b>Comprehensive income for the period:</b>						
Profit for the period	-	-	-	-	2,574	2,574
<b>Other comprehensive income:</b>						
Revaluation reserve (available-for-sale securities):						
Net change in fair value	-	-	-	738	-	738
Net amount transferred to income statement on sale / impairment	-	-	-	(969)	-	(969)
Profit on part disposal of consolidated fund	-	-	-	-	-	-
<b>Total other comprehensive income</b>	-	-	-	<b>(231)</b>	-	<b>(231)</b>
<b>Total comprehensive income for the period</b>	-	-	-	<b>(231)</b>	<b>2,574</b>	<b>2,343</b>
<b>Transaction with owners recognized directly in equity:</b>						
- Dividends declared for 2013	-	-	-	-	(3,214)	(3,214)
<b>Balance at 31 March 2014</b>	<b>42,849</b>	<b>5,567</b>	<b>2,642</b>	<b>2,225</b>	<b>7,710</b>	<b>60,993</b>

The condensed consolidated interim financial information consists of pages 1 to 6

Securities and Investment Company BSC (c)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
for the period ended 31 March 2014 (continued)

Bahraini Dinars '000

2013 (reviewed)

	Share capital	Statutory reserve	General reserve	Available-for-sale investments fair value reserve	Retained earnings	Total equity
Balance at 1 January 2013	42,726	4,984	1,786	1,020	6,777	57,293
Adjustment due to adoption of IFRS 10 (note 3)	-	-	-	(109)	105	(4)
Restated balance	42,726	4,984	1,786	911	6,882	57,289
- Transfer to general reserve	-	-	314	-	(314)	-
- Issue of shares to employees' scheme	123	41	-	-	-	164
Comprehensive income for the period:						
Profit for the period						
Other comprehensive income:	-	-	-	-	1,003	1,003
Revaluation reserve (available-for-sale securities):						
Net change in fair value	-	-	-	1,112	-	1,112
Net amount transferred to profit and loss on sale / impairment	-	-	-	(418)	-	(418)
Profit on part disposal of consolidated fund	-	-	-	(161)	161	-
Unrealised gain on consolidated fund transferred to retained earnings	-	-	-	-	(128)	(128)
Total other comprehensive income	-	-	-	533	-	533
Total comprehensive income for the period	-	-	-	533	1,036	1,569
Transaction with owners recognized directly in equity:						
- Dividends declared	-	-	-	-	(2,136)	(2,136)
Balance at 31 March 2013	<b>42,849</b>	<b>5,025</b>	<b>2,100</b>	<b>1,444</b>	<b>5,468</b>	<b>56,886</b>

The condensed consolidated interim financial information consists of pages 1 to 6

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**for the period ended 31 March 2014**

Bahraini Dinars '000

	<b>31 March 2014 (reviewed)</b>	31 March 2013 (reviewed)
<b>Operating activities</b>		
Net interest received	224	187
Sale of investments at fair value through profit or loss	54,962	33,311
Purchase of investments at fair value through profit or loss	(52,754)	(34,624)
Sale of available-for-sale investments	14,007	7,546
Purchase of available-for-sale investments	(9,815)	(11,616)
Net increase in customer accounts	1,485	886
Dividends received	526	163
Brokerage and other fees received	2,999	(321)
Payments for staff and related expenses	(1,625)	(1,026)
Payments for other operating expenses	(603)	(604)
<b>Net cash generated from / (used in) operating activities</b>	<b>9,406</b>	(6,098)
<b>Investing activities</b>		
Net capital expenditure on furniture and equipment	(12)	(11)
<b>Net cash used in investing activities</b>	<b>(12)</b>	(11)
<b>Financing activities</b>		
Net (repayment) / proceeds from short-term bank borrowings	(3,446)	2,931
Net (payment) / proceeds from redemption / issue of units	(446)	144
<b>Net cash (used in) / generated from financing activities</b>	<b>(3,892)</b>	3,075
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>5,502</b>	(3,034)
Cash and cash equivalents at the beginning of the period	32,799	32,544
<b>Cash and cash equivalents at the end of the period</b>	<b>38,301</b>	29,510
Represented by:		
Cash and bank	14,327	8,304
Call deposits	2,307	1,425
Short-term placements with original maturities of 3 months or less	21,667	19,781
	<b>38,301</b>	29,510