

NATIONAL FINANCE HOUSE BSC (c)
Interim Financial Information as at 30 September 2010
(All amounts are in Bahraini Dinars)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 September 2010

	30 September 2010 (Reviewed)	31 December 2009 (Audited)
ASSETS		
Cash and cash equivalents	2,368,353	2,221,732
Loans to customers	31,361,234	30,811,416
Furniture, fixtures and equipment	200,299	256,211
Other assets	116,424	77,648
Total assets	34,046,310	33,367,007
LIABILITIES AND EQUITY		
Liabilities		
Borrowings from banks	22,388,889	22,888,889
Other liabilities	1,672,765	1,163,381
Total liabilities	24,061,654	24,052,270
Equity		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	170,224	170,224
Retained earnings	2,201,932	1,532,013
Total equity	9,984,656	9,314,737
Total equity and liabilities	34,046,310	33,367,007

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the nine months ended 30 September 2010

	30 September 2010 (Reviewed)	30 September 2009 (Reviewed)
Operating activities		
Interest, fees and commission received	2,607,695	2,521,762
Loans disbursed	(10,643,189)	(13,525,229)
Loan repayments	10,623,858	5,784,566
Payments for staff salaries and related costs	(605,683)	(566,689)
Payments for other operating expenses	(527,391)	(423,738)
Cash flows from operating activities	1,455,290	(6,209,328)
Investing activities		
Purchase of furniture, fixtures and equipment	(13,158)	(72,292)
Sale of fixed assets	(106)	-
Cash flows from investing activities	(13,264)	(72,292)
Financing activities		
(Repayment) / proceeds from bank borrowings	(500,000)	8,000,000
Interest paid	(795,405)	(652,315)
Cash flows from financing activities	(1,295,405)	7,347,685
Net increase in cash and cash equivalents	146,621	1,066,065
Cash and cash equivalents at 1 January	2,221,732	1,329,286
Cash and cash equivalents as at 30 September	2,368,353	2,395,351

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the nine months ended 30 September 2010

	Nine months ended		Three months ended	
	30 September 2010 (Reviewed)	30 September 2009 (Reviewed)	30 September 2010 (Reviewed)	30 September 2009 (Reviewed)
Interest income	2,322,785	2,253,052	774,588	788,530
Interest expense	(763,330)	(708,146)	(253,192)	(235,065)
Net interest income	1,559,455	1,544,906	521,396	553,465
Fees and commission income	284,910	268,710	91,727	72,208
Fees and commission expense	(167,429)	(144,949)	(62,063)	(38,028)
Net fee and commission income	117,481	123,761	29,664	34,180
Total operating income	1,676,936	1,668,667	551,060	587,645
Salaries and related costs	(570,637)	(512,252)	(193,675)	(174,949)
General and administrative expenses	(287,960)	(288,720)	(100,894)	(98,633)
Depreciation	(69,176)	(62,685)	(23,232)	(22,542)
Impairment on loans to customers	(79,244)	(81,773)	(35,169)	(38,137)
Total operating expenses	(1,007,017)	(945,430)	(352,970)	(334,261)
Profit for the period	669,919	723,237	198,090	253,384
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	669,919	723,237	198,090	253,384

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2010

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
2010 (Reviewed)					
At 1 January	7,500,000	112,500	170,224	1,532,013	9,314,737
Profit for the period	-	-	-	669,919	669,919
Total comprehensive income for the period	-	-	-	669,919	669,919
At 30 September	7,500,000	112,500	170,224	2,201,932	9,984,656
2009 (Reviewed)					
At 1 January	7,500,000	112,500	79,467	715,204	8,407,171
Profit for the period	-	-	-	723,237	723,237
Total comprehensive income for the period	-	-	-	723,237	723,237
At 30 September	7,500,000	112,500	79,467	1,438,441	9,130,408

Farouk Yousif Almoayyed
Chairman

Fuad Ebrahim Kanoo
Deputy Chairman

Jassim Khalaf
General Manager

The above financial statements were reviewed by KPMG Fakhro