

**NATIONAL FINANCE HOUSE BSC (c)**  
Interim Financial Information as at 30 September 2011  
(All amounts are in Bahraini Dinars)



	30 September 2011 (Reviewed)	31 December 2010 (Audited)
<b>ASSETS</b>		
Cash and cash equivalents	2,107,146	2,216,672
Loans to customers	31,779,875	31,130,485
Furniture, fixtures and equipment	125,067	181,312
Other assets	121,524	103,951
<b>Total assets</b>	<b>34,133,612</b>	<b>33,632,420</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Borrowings from banks	22,319,444	22,222,222
Other liabilities	1,368,539	1,201,337
<b>Total liabilities</b>	<b>23,687,983</b>	<b>23,423,559</b>
<b>Equity</b>		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	259,636	259,636
Retained earnings	2,573,493	2,336,725
<b>Total equity</b>	<b>10,445,629</b>	<b>10,208,861</b>
<b>Total equity and liabilities</b>	<b>34,133,612</b>	<b>33,632,420</b>

	30 September 2011 (Reviewed)	30 September 2010 (Reviewed)
<b>Operating activities</b>		
Interest, fees and commission received	2,623,538	2,607,695
Loans disbursed	(10,852,259)	(10,643,189)
Loan repayments	10,200,877	10,623,858
Payments for staff salaries and related costs	(626,801)	(605,683)
Payments for other operating expenses	(405,879)	(527,608)
<b>Cash flows from operating activities</b>	<b>939,476</b>	<b>1,455,073</b>
<b>Investing activities</b>		
Purchase of furniture, fixtures and equipment	(11,130)	(13,158)
Sale of furniture, fixtures and equipment	-	111
<b>Cash flows used in investing activities</b>	<b>(11,130)</b>	<b>(13,047)</b>
<b>Financing activities</b>		
Proceeds from bank borrowings	750,000	-
Repayment from bank borrowings	(652,778)	(500,000)
Interest paid	(760,094)	(795,405)
Dividends paid	(375,000)	-
<b>Cash flows used in financing activities</b>	<b>(1,037,872)</b>	<b>(1,295,405)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(109,526)</b>	<b>146,621</b>
Cash and cash equivalents at 1 January	2,216,672	2,221,732
<b>Cash and cash equivalents as at 30 September</b>	<b>2,107,146</b>	<b>2,368,353</b>

	Nine months ended 30 September		Three months ended 30 September	
	2011 (Reviewed)	2010 (Reviewed)	2011 (Reviewed)	2010 (Reviewed)
Interest income	2,270,754	2,322,785	765,460	774,588
Interest expense	(753,406)	(763,330)	(253,595)	(253,192)
<b>Net interest income</b>	<b>1,517,348</b>	<b>1,559,455</b>	<b>511,865</b>	<b>521,396</b>
Fees and commission income	352,784	284,910	119,094	91,727
Fees and commission expense	(211,131)	(167,429)	(82,326)	(62,063)
Net fee and commission income	141,653	117,481	36,768	29,664
<b>Total operating income</b>	<b>1,659,001</b>	<b>1,676,936</b>	<b>548,633</b>	<b>551,060</b>
Salaries and related costs	(601,818)	(570,637)	(202,309)	(193,675)
General and administrative expenses	(282,655)	(287,960)	(92,029)	(100,894)
Depreciation	(67,375)	(69,176)	(19,944)	(23,232)
Impairment on loans to customers	(95,385)	(79,244)	(29,146)	(35,169)
<b>Total operating expenses</b>	<b>(1,047,233)</b>	<b>(1,007,017)</b>	<b>(343,428)</b>	<b>(352,970)</b>
<b>Profit for the period</b>	<b>611,768</b>	<b>669,919</b>	<b>205,205</b>	<b>198,090</b>
<b>Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>611,768</b>	<b>669,919</b>	<b>205,205</b>	<b>198,090</b>

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
<b>2011 (Reviewed)</b>					
At 1 January	7,500,000	112,500	259,636	2,336,725	<b>10,208,861</b>
Profit for the period	-	-	-	611,768	<b>611,768</b>
Total comprehensive income for the period	-	-	-	611,768	<b>611,768</b>
Dividends declared for 2010	-	-	-	(375,000)	<b>(375,000)</b>
<b>At 30 September</b>	<b>7,500,000</b>	<b>112,500</b>	<b>259,636</b>	<b>2,573,493</b>	<b>10,445,629</b>
<b>2010 (Reviewed)</b>					
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
<b>At 30 September</b>	<b>7,500,000</b>	<b>112,500</b>	<b>170,224</b>	<b>2,201,932</b>	<b>9,984,656</b>

Farouk Yousif Almoayyed  
Chairman

Fuad Ebrahim Kanoo  
Deputy Chairman

Jassim Khalaf  
General Manager

The above financial statements were reviewed by KPMG Fakhro