

**NATIONAL FINANCE HOUSE BSC (c)**  
Interim Financial Information as at 30 September 2012  
(All amounts are in Bahraini Dinars)



**CONDENSED STATEMENT OF FINANCIAL POSITION** as at 30 September 2012

	30 September 2012 (Reviewed)	31 December 2011 (Audited)
<b>ASSETS</b>		
Cash and cash equivalents	1,194,598	2,109,640
Loans to customers	35,674,900	31,097,537
Furniture, fixtures and equipment	83,326	111,108
Other assets	110,002	101,726
<b>Total assets</b>	<b>37,062,826</b>	<b>33,420,011</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Bank borrowings	23,958,338	21,590,279
Other liabilities	1,895,285	1,194,856
<b>Total liabilities</b>	<b>25,853,623</b>	<b>22,785,135</b>
<b>Equity</b>		
Share capital	7,500,000	7,500,000
Share premium	112,500	112,500
Statutory reserve	339,738	339,738
Retained earnings	3,256,965	2,682,638
<b>Total equity</b>	<b>11,209,203</b>	<b>10,634,876</b>
<b>Total equity and liabilities</b>	<b>37,062,826</b>	<b>33,420,011</b>

**CONDENSED STATEMENT OF CASH FLOWS** for the nine months ended 30 September 2012

	30 September 2012 (Reviewed)	30 September 2011 (Reviewed)
<b>Operating activities</b>		
Interest, fees and commission received	2,855,162	2,623,538
Loans disbursed	(15,638,493)	(10,852,259)
Loans repayments	11,453,599	10,200,877
Payments for staff salaries and related costs	(544,929)	(826,801)
Payments for other operating expenses	(651,762)	(405,879)
<b>Cash flows (used in) / from operating activities</b>	<b>(2,526,423)</b>	<b>939,476</b>
<b>Investing activities</b>		
Purchase of furniture, fixtures and equipment	(19,056)	(11,130)
Sale of furniture, fixtures and equipment	130	-
<b>Cash flows used in investing activities</b>	<b>(18,926)</b>	<b>(11,130)</b>
<b>Financing activities</b>		
Proceeds from bank borrowings	7,000,000	750,000
Repayment of bank borrowings	(4,631,941)	(852,778)
Interest paid	(737,752)	(760,094)
Dividends paid	-	(375,000)
<b>Cash flows from / (used in) financing activities</b>	<b>1,630,307</b>	<b>(1,037,872)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(915,042)</b>	<b>(109,526)</b>
Cash and cash equivalents at 1 January	2,109,640	2,216,672
<b>Cash and cash equivalents as at 30 September</b>	<b>1,194,598</b>	<b>2,107,146</b>

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME** for the nine months ended 30 September 2012

	Nine months ended 30 September		Three months ended 30 September	
	2012 (Reviewed)	2011 (Reviewed)	2012 (Reviewed)	2011 (Reviewed)
Interest income	2,331,501	2,270,754	816,412	765,460
Interest expense	(702,468)	(753,406)	(249,930)	(253,595)
<b>Net interest income</b>	<b>1,629,033</b>	<b>1,517,348</b>	<b>566,482</b>	<b>511,865</b>
Fees and commission income	523,791	352,784	228,175	119,094
Fees and commission expense	(310,873)	(211,131)	(139,403)	(82,326)
<b>Net fee and commission income</b>	<b>212,918</b>	<b>141,653</b>	<b>88,772</b>	<b>36,768</b>
<b>Total operating income</b>	<b>1,841,951</b>	<b>1,659,001</b>	<b>655,254</b>	<b>548,633</b>
Salaries and related costs	(538,802)	(601,818)	(188,428)	(202,309)
General and administrative expenses	(332,253)	(282,655)	(108,582)	(92,029)
Depreciation	(40,038)	(67,375)	(12,521)	(19,944)
Impairment on loans to customers	(356,531)	(95,385)	(211,975)	(29,146)
<b>Total operating expenses</b>	<b>(1,267,624)</b>	<b>(1,047,233)</b>	<b>(521,506)</b>	<b>(343,428)</b>
<b>Profit for the period</b>	<b>574,327</b>	<b>611,768</b>	<b>133,748</b>	<b>205,205</b>
Other comprehensive income	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>574,327</b>	<b>611,768</b>	<b>133,748</b>	<b>205,205</b>

**CONDENSED STATEMENT OF CHANGES IN EQUITY** for the nine months ended 30 September 2012

	Share capital	Share premium	Statutory reserve	Retained earnings	Total equity
<b>2012 (Reviewed)</b>					
At 1 January	7,500,000	112,500	339,738	2,682,638	10,634,876
Profit for the period	-	-	-	574,327	574,327
Total comprehensive income for the period	-	-	-	574,327	574,327
<b>At 30 September</b>	<b>7,500,000</b>	<b>112,500</b>	<b>339,738</b>	<b>3,256,965</b>	<b>11,209,203</b>
<b>2011 (Reviewed)</b>					
At 1 January	7,500,000	112,500	259,636	2,336,725	10,208,861
Profit for the period	-	-	-	611,768	611,768
Total comprehensive income for the period	-	-	-	611,768	611,768
Dividends declared for 2010	-	-	-	(375,000)	(375,000)
<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>

Farouk Yousif Almoayyed  
Chairman

Fuad Ebrahim Kanoo  
Deputy Chairman

Venkatachalam PS  
General Manager

The above financial statements were reviewed by KPMG Fakhro