

BAHRAIN COMMERCIAL FACILITIES COMPANY B.S.C.
Interim Consolidated Financial Information 30th June 2007



CONDENSED CONSOLIDATED INCOME STATEMENT	6 months ended		3 months ended	
	30th June 2007	30th June 2006	30th June 2007	30th June 2006
<i>For the 6 months ended 30th June</i> <i>Expressed in BD'000</i>	<i>Reviewed</i>	<i>Reviewed</i>	<i>Reviewed</i>	<i>Reviewed</i>
Interest income	6,058	5,400	3,092	2,798
Interest expense	(2,591)	(2,177)	(1,326)	(1,179)
NET INTEREST INCOME	3,467	3,223	1,766	1,619
Automotive sales	31,509	21,063	17,288	10,585
Cost of sales	(27,375)	(17,931)	(15,054)	(8,914)
GROSS PROFIT ON AUTOMOTIVE SALES	4,134	3,132	2,234	1,671
Insurance commission income	325	264	173	138
Gross profit on land activities	683	23	5	8
TOTAL OPERATING INCOME	8,609	6,642	4,178	3,436
Operating and overhead expenses	(4,135)	(3,519)	(2,153)	(1,846)
Impairment allowance on loans and receivables, net of recoveries	(335)	(114)	(207)	(159)
Other income	178	190	86	64
NET PROFIT FOR THE PERIOD	4,317	3,169	1,904	1,495
Earnings per 100 fils share	39.7	29.1	17.5	13.7

CONDENSED CONSOLIDATED BALANCE SHEET AS AT	30th June 2007	30th December 2006
<i>Expressed in BD'000</i>		
ASSETS	<i>Reviewed</i>	<i>Audited</i>
Cash and cash equivalents	72	1,484
Loans, trade and other receivables	120,003	112,852
Inventories (Note 3)	14,981	18,338
Investment property	1,472	1,416
Property and equipment	10,990	10,789
Total Assets	147,518	144,879
LIABILITIES		
Bank overdrafts	1,626	3,619
Trade and other payables	13,391	15,596
Term loans	75,532	69,131
Bonds	19,877	19,857
Total Liabilities	110,426	108,203
EQUITY		
Share Capital	10,829	10,829
Reserves	26,263	25,847
Total Equity	37,092	36,676
Total Liabilities and Equity	147,518	144,879

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	Share capital	Treasury shares	Statutory reserve	Cash flow hedge revaluation reserve	Donation reserve	General reserve	Retained earnings	Total 2007	Total 2006
<i>For the 6 months ended 30th June</i> <i>Expressed in BD'000</i>								<i>Reviewed</i>	<i>Reviewed</i>
As at 1st January	11,000	(171)	9,282	61	546	7,000	8,958	36,676	35,289
Retained earnings adjustment of subsidiary	-	-	-	-	-	-	(55)	(55)	-
Net change in fair value of cash flow hedge	-	-	-	789	-	-	-	789	101
Total recognised income and expense directly in equity	-	-	-	789	-	-	-	789	101
Net income for the period	-	-	-	-	-	-	4,317	4,317	3,169
Total recognised income and expense for the 6 months ended 30th June	-	-	-	789	-	-	4,317	5,106	3,270
Directors' fees for 2006	-	-	-	-	-	-	(180)	(180)	(180)
Dividend for 2006	-	-	-	-	-	-	(4,349)	(4,349)	(3,954)
Donations paid	-	-	-	-	(106)	-	-	(106)	(79)
Transferred to donation reserve	-	-	-	-	280	-	(280)	-	-
Transferred to statutory reserve (2006)	-	-	500	-	-	-	(500)	-	-
Transferred to general reserve (2006)	-	-	-	-	-	500	(500)	-	-
At 30th June	11,000	(171)	9,782	850	720	7,500	7,411	37,092	34,346

CONSOLIDATED CASH FLOWS	2007	2006
<i>For the 6 months ended 30th June</i> <i>Expressed in BD'000</i>	<i>Reviewed</i>	<i>Reviewed</i>
Operating activities		
Loan repayments, interest, commission and automotive receipts	66,206	48,901
Cash expended on operations		
Loans disbursed	(34,150)	(30,950)
Payments to suppliers	(27,754)	(22,463)
Sale of land inventory	1,420	-
Payments for operating expense	(3,609)	(3,145)
Interest paid	(2,591)	(2,177)
CASH FLOWS FROM OPERATING ACTIVITIES	(478)	(9,834)
Investing activities		
Capital expenditure on property and equipment	(707)	(1,061)
CASH FLOWS FROM INVESTING ACTIVITIES	(707)	(1,061)
Financing activities		
Term loans received	6,401	12,434
Bonds issued	-	3,000
Dividends paid	(4,349)	(3,954)
Directors' fees paid	(180)	(180)
Donations paid	(106)	(79)
CASH FLOWS FROM FINANCING ACTIVITIES	1,766	11,221
TOTAL CASH FLOWS IN THE PERIOD	581	326
Cash and cash equivalents at 1st January	(2,135)	(4,383)
Cash and cash equivalents at 30th June	(1,554)	(4,057)
Cash and cash equivalents comprise:		
Cash and balances with banks	72	75
Bank overdrafts	(1,626)	(4,132)
	(1,554)	(4,057)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

For the 6 months ended 30 June 2007
Expressed in BD'000

- The interim consolidated financial information has been prepared in accordance with International Accounting Standard 34 (interim financial reporting), which allows the interim financial statements to be in summarised forms. The interim consolidated financial information has been prepared using the same accounting policies, methods of computation, judgements and estimates adopted in the 2006 audited annual financial statements.
- The performance of the business entities was as follows:

	Turnover		Net Profit	
	2007	2006	2007	2006
Parent Company	6,058	5,400	1,870	2,057
National Motor Company WLL	31,509	21,063	1,607	1,002
Tasheelat Insurance Services Co. WLL	325	264	251	197
Tasheelat Real Estate Services Co. SPC	1,462	23	589	(87)
TOTAL	39,354	26,750	4,317	3,169

3. Inventories

	30th June 2007	31st Dec 2006
Automotive stock		
Vehicles, net of provisions	13,093	15,501
Spare parts, net of provisions	1,888	2,058
	14,981	17,559
Land held for resale	-	779
	14,981	18,338

- The company is an associate of BBK owner of 20,25% of the share capital. The balances due to the BBK at 30th June 2007 are BD 7,835 (31st Dec. 2006: BD 3,091) for term loans and BD 188 (31st Dec. 2006: BD 356) for overdrafts. The balances due to the National Bank of Bahrain, owner of 10,48% of the share capital at 30th June 2007 are BD 5,040 (31st Dec 2006: BD 5,048) for term loans and BD 124 (31st Dec 2006: BD 24) for overdrafts. These transactions are conducted on an arms-length basis on normal commercial terms.
- The profit recognised on the sale of land plots varies from period to period depending on the availability of land projects for resale.
- Appropriations for the current year will be made only at the end of the year.

Abdulrahman Yusif Fakhro
Chairman

Abdulrahman A. Mohamed
Vice Chairman

Ian Levack
Chief Executive Officer