

BAHRAIN COMMERCIAL FACILITIES COMPANY B.S.C.

Interim Consolidated Financial Information 31 March 2007



CONDENSED CONSOLIDATED INCOME STATEMENT		2007	2006
<i>For the 3 months period ended 31 March 2007</i>		<i>Reviewed</i>	<i>Reviewed</i>
<i>Expressed in BD'000</i>			
Interest income		2,966	2,602
Interest expense		(1,265)	(998)
NET INTEREST INCOME		1,701	1,604
Automotive sales		14,221	10,478
Cost of sales		(12,321)	(9,017)
GROSS PROFIT ON AUTOMOTIVE SALES		1,900	1,461
Insurance commission income		152	126
Gross profit on land activities		678	15
		830	141
TOTAL OPERATING INCOME		4,431	3,206
Operating and overhead expenses		(1,982)	(1,673)
Impairment allowance on loans and receivables, net of recoveries		(128)	15
Other income		92	126
NET PROFIT FOR THE PERIOD		2,413	1,674
Earnings per 100 fils share (for three months)		22.2 fils	15.4 fils

CONDENSED CONSOLIDATED BALANCE SHEET AS AT		31 March 2007	31 December 2006
<i>Expressed in BD'000</i>		<i>Reviewed</i>	<i>Audited</i>
ASSETS			
Cash and cash equivalents		247	1,484
Loans, trade and other receivables		116,043	112,852
Inventories (Note 3)		14,023	18,338
Investment property		1,446	1,416
Property and equipment		11,077	10,789
Total Assets		142,836	144,879
LIABILITIES			
Bank overdrafts		3,559	3,619
Trade and other payables		10,488	15,596
Term loans		74,557	69,131
Bonds		19,867	19,857
Total Liabilities		108,471	108,203
EQUITY			
Share Capital		10,829	10,829
Reserves		23,536	25,847
Total Equity		34,365	36,676
Total Liabilities and Equity		142,836	144,879

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY									
<i>For the 3 months ended 31 March 2007</i>									
	Share capital	Treasury shares	Statutory reserve	Cash flow hedge revaluation reserve	Donations reserve	General reserve	Retained earnings	2007 Total	2006 Total
<i>Expressed in BD'000</i>									
As at 1 January	11,000	(171)	9,282	61	546	7,000	8,958	36,676	35,286
Retained earnings adjustment of subsidiary	-	-	-	-	-	-	(50)	(50)	-
Net change in fair value of cash flow hedge	-	-	-	(95)	-	-	-	(95)	89
Total recognised income and expense directly in equity	-	-	-	(95)	-	-	-	(95)	89
Net income for the period	-	-	-	-	-	-	2,413	2,413	1,674
Total recognised income and expense for the 3 months ended 31 March	-	-	-	(95)	-	-	2,413	2,318	1,763
Directors' fees for 2006	-	-	-	-	-	-	(180)	(180)	(180)
Dividend for 2006	-	-	-	-	-	-	(4,349)	(4,349)	(3,954)
Donations Paid	-	-	-	-	(50)	-	-	(50)	-
Transferred to donation reserve	-	-	-	-	280	-	(280)	-	-
Transferred to statutory reserve (2006)	-	-	500	-	-	-	(500)	-	-
Transferred to general reserve (2006)	-	-	-	-	-	500	(500)	-	-
As at 31 March	11,000	(171)	9,782	(34)	776	7,500	5,512	34,365	32,918

CONDENSED CONSOLIDATED CASH FLOWS		2007	2006
<i>For the 3 months period ended 31 March 2007</i>		<i>Reviewed</i>	<i>Reviewed</i>
<i>Expressed in BD'000</i>			
Operating activities			
Loan repayments, interest, commission and automotive receipts		30,497	22,893
Cash expended on operations			
Loans disbursed		(15,707)	(16,426)
Payments to suppliers		(14,679)	(9,383)
Investment property		(30)	-
Sale of land inventory		1,420	-
Payments for operating costs		(1,719)	(1,443)
Interest paid		(1,265)	(998)
CASH FLOWS FROM OPERATING ACTIVITIES		(1,483)	(5,357)
Investing activities			
Capital expenditure on property and equipment, net		(541)	(434)
CASH FLOWS FROM INVESTING ACTIVITIES		(541)	(434)
Financing activities			
Term loans received, net		5,426	10,796
Dividends paid		(4,349)	(3,954)
Directors' fees paid		(180)	(180)
Donations paid		(50)	-
CASH FLOWS FROM FINANCING ACTIVITIES		847	6,662
TOTAL CASH FLOWS IN THE PERIOD		(1,177)	871
Cash and cash equivalents at 1 January		(2,135)	(4,383)
Cash and cash equivalents at 31 March		(3,312)	(3,512)
Cash and cash equivalents comprise:			
Cash and cash equivalents		247	175
Bank overdrafts		(3,559)	(3,687)
		(3,312)	(3,512)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

For the 3 months period ended 31 March 2007

1. 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.

2. The performance of the business entities was as follows:		Turnover		Net Profit	
	2007	2006	2007	2006	2006
<i>Expressed in BD'000</i>					
Parent Company	2,966	2,602	932		1,094
National Motor Company	14,221	10,478	711		518
Tasheelat Insurance Services Co.	152	126	125		89
Tasheelat Real Estate Services Co.	1,457	15	645		(27)
TOTAL	18,796	13,221	2,413		1,674

3. Inventories		31 Mar 2007	31 Dec 2006
<i>Expressed in BD'000</i>			
Automotive stock			
Vehicles, net of provisions		12,071	15,501
Spare parts, net of provisions		1,952	2,058
		14,023	17,559
Land held for resale		-	779
		14,023	18,338

4. The company is an associate of BBK, owner of 20.25% of the share capital. The balances due to BBK at 31 March 2007 are BD3,941 (31 Dec. 2006: BD3,091) for term loans and BD859 (31 Dec. 2006: BD356) for overdrafts.

The balances due to the National Bank of Bahrain, owner of 10.49% of the share capital at 31 March 2007 are BD10,220 (31 Dec 2006: BD5,048) for term loans and BD25 (31 Dec 2006: BD24) for overdrafts. These transactions are conducted on an arms-length basis on normal commercial terms.

5. The profit recognised on the sale of land plots varies from period to period depending on the availability of land projects for resale.

6. Appropriations for the current year will be made only at the end of the year. At the Annual General Meeting for 2006 held on 17 March 2007, the following appropriations were effected: final dividend of BD4,349 (2006: BD3,954), director's fee BD180 (2006: BD180) and donation reserve BD280 (2006: BD280).

Abdulrahman Yusif Fakhro
Chairman

Abdulrahman A. Mohamed
Vice Chairman

Ian Levack
Chief Executive Officer