

**BAHRAIN TELECOMMUNICATIONS COMPANY BSC
FINANCIAL HIGHLIGHTS
FOR THE THREE MONTHS ENDED 31 MARCH 2011**

		2011	2010	% Increase/ (Decrease)
Gross revenue	BD million	80.8	85.9	(6%)
Net revenue	BD million	63.1	66.8	(6%)
Expenses	BD million	57.6	58.2	(1%)
Profit attributable to Batelco shareholders	BD million	17.5	24.3	(28%)
Return on net worth (Annualised)	%	13.6	17.4	(22%)
Weighted average number of shares outstanding for the period	Million	1,440	1,440	-
Basic Earnings per share	Fils	12.1	16.9	(28%)

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2011

	BD'000	
	31 March 2011	31 December 2010
	(reviewed)	(audited)
ASSETS		
Non-current assets		
Property and equipment	186,530	191,474
Goodwill	125,035	125,129
Intangible assets	27,454	28,404
Investment in associates	125,838	130,124
Available for sale investments	15,363	28,403
Total non-current assets	480,220	503,534
Current assets		
Inventories	2,308	2,015
Trade and other receivables	70,126	66,105
Cash and cash equivalents	65,880	86,817
Total current assets	138,314	154,937
Total assets	618,534	658,471
EQUITY AND LIABILITIES		
Equity		
Share capital	144,000	144,000
Statutory reserve	76,428	76,428
General reserve	30,000	15,000
Foreign currency translation reserve	1,331	1,376
Investments fair value reserve	(4,830)	8,210
Retained earnings	224,264	259,977
Total equity attributable to equity holders of the parent company	471,193	504,991
Non-controlling interest	12,650	11,824
Total equity	483,843	516,815
Liabilities		
Non-current liabilities		
Trade and other payables	7,409	7,795
Total non-current liabilities	7,409	7,795
Current liabilities		
Trade and other payables	127,282	133,861
Total current liabilities	127,282	133,861
Total liabilities	134,691	141,656
Total equity and liabilities	618,534	658,471



BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31 MARCH 2011

	BD' 000	
	Three months ended 31 March 2011	Three months ended 31 March 2010
	(reviewed)	(reviewed)
Revenue	80,814	85,934
Finance and other income	232	393
Total income	81,046	86,327
Network operating expenses	(27,255)	(26,644)
Staff costs	(12,520)	(12,113)
Depreciation and amortisation	(9,350)	(10,243)
Other operating expenses	(8,424)	(9,108)
Finance expenses	(66)	(121)
Total expenses	(57,615)	(58,229)
Results from operating activities	23,431	28,098
Share of (loss)/profit of associates(net)	(4,269)	(2,101)
Profit before income tax	19,162	25,997
Income tax expense	(995)	(934)
Profit for the period	18,167	25,063
Other comprehensive income		
Foreign currency translation differences for foreign operations	70	967
Investments fair value changes	(13,040)	1,618
Other comprehensive income for the period	(12,970)	2,585
Total comprehensive income for the period	5,197	27,648
Profit for the period attributable to :		
Equity holders of the parent company	17,456	24,340
Non-controlling interest	711	723
	18,167	25,063
Total comprehensive income attributable to:		
Equity holders of the parent company	4,371	26,962
Non-controlling interest	826	686
	5,197	27,648
Basic earnings per share (Fils)	12.1	16.9



BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2011

	BD' 000	
	Three months ended 31 March 2011 (reviewed)	Three months ended 31 March 2010 (reviewed)
Operating activities		
Cash receipts from customers	74,978	80,338
Net cash paid to suppliers	(32,754)	(34,577)
Cash paid to and on behalf of employees	(18,017)	(16,388)
Cash flows from operating activities	24,207	29,373
Investing activities		
Acquisition of property and equipment	(7,804)	(6,501)
Net proceeds from sale and maturity of investments	-	2,172
Interest and investment income received	354	676
Cash flows from investing activities	(7,450)	(3,653)
Financing activities		
Dividend paid	(36,606)	(41,886)
Interest paid	-	(41)
Payments to charities	(1,088)	(222)
Cash flows from financing activities	(37,694)	(42,149)
Decrease in cash and cash equivalents	(20,937)	(16,429)
Cash and cash equivalents at 1 January	86,817	76,400
Cash and cash equivalents at 31 March	65,880	59,971

BAHRAIN TELECOMMUNICATIONS COMPANY BSC
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2011

BD' 000

2011	Equity attributable to equity holders of the parent company							Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Foreign currency translation reserve	Investment fair value reserve	Retained earnings	Total		
At 1 January 2011	144,000	76,428	15,000	1,376	8,210	259,977	504,991	11,824	516,815
Profit for the period	-	-	-	-	-	17,456	17,456	711	18,167
Other comprehensive income									
Foreign currency translation differences	-	-	-	(45)	-	-	(45)	115	70
Net changes in fair value of investments	-	-	-	-	(13,040)	-	(13,040)	-	(13,040)
Total other comprehensive income	-	-	-	(45)	(13,040)	-	(13,085)	115	(12,970)
Total comprehensive income for the period	-	-	-	(45)	(13,040)	17,456	4,371	826	5,197
Final dividends declared for 2010	-	-	-	-	-	(36,000)	(36,000)	-	(36,000)
Donations declared for 2010	-	-	-	-	-	(2,169)	(2,169)	-	(2,169)
Transfer to general reserve	-	-	15,000	-	-	(15,000)	-	-	-
	-	-	15,000	-	-	(53,169)	(38,169)	-	(38,169)
At 31 March 2011	144,000	76,428	30,000	1,331	(4,830)	224,264	471,193	12,650	483,843

2010	Equity attributable to equity holders of the parent company							Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Foreign currency translation reserve	Investment fair value reserve	Retained earnings	Total		
At 1 January 2010	144,000	75,364	15,000	168	9,457	249,334	493,323	10,731	504,054
Profit for the period	-	-	-	-	-	24,340	24,340	723	25,063
Other comprehensive income									
Foreign currency translation differences	-	-	-	1,004	-	-	1,004	(37)	967
Net changes in fair value of investments	-	-	-	-	1,618	-	1,618	-	1,618
Total other comprehensive income	-	-	-	1,004	1,618	-	2,622	(37)	2,585
Total comprehensive income for the period	-	-	-	1,004	1,618	24,340	26,962	686	27,648
Final dividends declared for 2009	-	-	-	-	-	(43,200)	(43,200)	-	(43,200)
Donations declared for 2009	-	-	-	-	-	(2,626)	(2,626)	-	(2,626)
Directors' remuneration declared for 2009	-	-	-	-	-	(440)	(440)	-	(440)
Transfer to statutory reserve	-	35	-	-	-	(35)	-	-	-
	-	35	-	-	-	(46,301)	(46,266)	-	(46,266)
At 31 March 2010	144,000	75,399	15,000	1,172	11,075	227,373	474,019	11,417	485,436