

BAHRAIN TELECOMMUNICATIONS COMPANY BSC  
FINANCIAL HIGHLIGHTS  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

		2012	2011	%Variation
Gross revenue	BD million	227.6	245.5	(7%)
Expenses	BD million	181.0	180.6	-
Profit attributable to Batelco shareholders	BD million	42.6	56.5	(25%)
Return on net worth - Annualised	%	11.1	15.8	(30%)
Weighted average number of shares outstanding during the period	Million	1,440	1,440	-
Basic earnings per share	Fils	29.6	39.2	(25%)



BAHRAIN TELECOMMUNICATIONS COMPANY BSC  
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2012

	BD'000	
	30 September 2012 (reviewed)	31 December 2011 (audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property and equipment	187,464	185,019
Goodwill	124,800	124,682
Intangible assets	48,855	24,308
Investment in associate	76,045	78,580
Deferred tax assets	2,277	2,018
Available-for-sale investments	33,183	16,703
<b>Total non-current assets</b>	<b>472,624</b>	<b>431,310</b>
<b>Current assets</b>		
Investment in associate classified as held-for-sale	46,473	46,473
Inventories	3,411	1,869
Available-for-sale investments	3,770	-
Trade and other receivables	70,171	71,762
Cash and bank balances	86,721	107,893
<b>Total current assets</b>	<b>210,546</b>	<b>227,997</b>
<b>Total assets</b>	<b>683,170</b>	<b>659,307</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	144,000	144,000
Statutory reserve	76,847	76,719
General reserve	39,444	30,000
Foreign currency translation reserve	932	787
Investment fair value reserve	(860)	(3,397)
Retained earnings	238,345	257,731
<b>Total equity attributable to equity holders of the Company</b>	<b>498,708</b>	<b>505,840</b>
Non-controlling interest	10,969	12,851
<b>Total equity</b>	<b>509,677</b>	<b>518,691</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Trade and other payable	2,036	2,555
Loans and borrowings	14,941	-
Deferred tax liability	3,775	4,193
<b>Total non-current liabilities</b>	<b>20,752</b>	<b>6,748</b>
<b>Current liabilities</b>		
Trade and other payables	140,856	133,868
Loans and borrowings	11,875	-
<b>Total current liabilities</b>	<b>152,731</b>	<b>133,868</b>
<b>Total liabilities</b>	<b>173,493</b>	<b>140,616</b>
<b>Total equity and liabilities</b>	<b>683,170</b>	<b>659,307</b>



BAHRAIN TELECOMMUNICATIONS COMPANY BSC  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

	BD' 000		BD' 000	
	Nine months ended 30 September 2012 (reviewed)	Nine months ended 30 September 2011 (reviewed)	Three months ended 30 September 2012 (reviewed)	Three months ended 30 September 2011 (reviewed)
<b>REVENUE</b>	<b>227,554</b>	245,456	<b>72,296</b>	82,276
<b>EXPENSES</b>				
Network operating expenses	(87,487)	(86,178)	(30,085)	(30,962)
Staff costs	(39,704)	(37,015)	(14,138)	(11,282)
Depreciation and amortisation	(26,830)	(28,125)	(9,540)	(9,411)
Other operating expenses	(26,983)	(29,259)	(10,463)	(11,715)
<b>Total expenses</b>	<b>(181,004)</b>	(180,577)	<b>(64,226)</b>	(63,370)
<b>Results from operating activities</b>	<b>46,550</b>	64,879	<b>8,070</b>	18,906
Finance and other income	1,918	818	560	298
Finance expenses	(439)	(195)	(225)	(64)
Share of profit/ (loss) of associates(net)	227	(3,348)	1,126	917
<b>Profit before taxation</b>	<b>48,256</b>	62,153	<b>9,531</b>	20,057
Income tax expense	(2,671)	(2,854)	(372)	(1,233)
<b>Profit for the period</b>	<b>45,585</b>	59,299	<b>9,159</b>	18,824
<b>Other comprehensive income</b>				
Foreign currency translation differences	35	225	(683)	(23)
Investment fair value changes	2,537	(11,607)	(1,544)	-
<b>Other comprehensive income for the period</b>	<b>2,572</b>	(11,382)	<b>(2,227)</b>	(23)
<b>Total comprehensive income for the period</b>	<b>48,157</b>	47,917	<b>6,932</b>	18,801
<b>Profit for the period attributable to :</b>				
Equity holders of the Company	42,586	56,500	8,027	17,747
Non-controlling interest	2,999	2,799	1,132	1,077
	<b>45,585</b>	59,299	<b>9,159</b>	18,824
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	45,268	44,960	5,864	17,792
Non-controlling interest	2,889	2,957	1,068	1,009
	<b>48,157</b>	47,917	<b>6,932</b>	18,801
<b>Basic earnings per share (Fils)</b>	<b>29.6</b>	39.2	<b>5.6</b>	12.3



**BAHRAIN TELECOMMUNICATIONS COMPANY BSC**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012**

	<b>BD' 000</b>	
	Nine months ended 30 September 2012 (reviewed)	Nine months ended 30 September 2011 (reviewed)
<b>OPERATING ACTIVITIES</b>		
Cash receipts from customers	210,131	226,627
Net cash paid to suppliers	(96,184)	(97,660)
Cash paid to and on behalf of employees	(41,314)	(40,380)
<b>Net cash from operating activities</b>	<b>72,633</b>	<b>88,587</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of property, equipment and intangibles	(54,396)	(21,287)
Payments in respect of rights share issue	(17,713)	-
Receipts from investee company	2,781	-
Receipts from associate	2,762	-
Net proceeds from sale and maturity of investments	-	4,389
Interest and investment income received	1,984	919
<b>Net cash used in investing activities</b>	<b>(64,582)</b>	<b>(15,979)</b>
<b>FINANCING ACTIVITIES</b>		
Dividend paid	(55,732)	(67,969)
Interest paid	(253)	-
Borrowings (net)	26,937	-
Payments to charities	(448)	(1,983)
<b>Net cash used in financing activities</b>	<b>(29,496)</b>	<b>(69,952)</b>
<b>(Decrease)/ increase in cash and cash equivalents</b>	<b>(21,445)</b>	<b>2,656</b>
Cash and cash equivalents at 1 January	105,095	80,436
<b>Cash and cash equivalents at 30 September</b>	<b>83,650</b>	<b>83,092</b>



**BAHRAIN TELECOMMUNICATIONS COMPANY BSC**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012**

BD' 000

	Equity attributable to equity holders of the 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 2012	144,000	76,719	30,000	787	(3,397)	257,731	505,840	12,851	518,691
Profit for the period	-	-	-	-	-	42,586	42,586	2,999	45,585
Other comprehensive income	-	-	-	-	-	-	-	-	-
Foreign currency translation differences	-	-	-	145	-	-	145	(110)	35
Investment fair value changes	-	-	-	-	2,537	-	2,537	-	2,537
Total other comprehensive income	-	-	-	145	2,537	-	2,682	(110)	2,572
Total comprehensive income for the period	-	-	-	145	2,537	42,586	45,268	2,889	48,157
Final dividends declared for 2011	-	-	-	-	-	(28,800)	(28,800)	-	(28,800)
Donations declared for 2011	-	-	-	-	-	(2,000)	(2,000)	-	(2,000)
Transfer to statutory reserve (net)	-	128	-	-	-	(128)	-	-	-
Transfer to general reserve	-	-	9,444	-	-	(9,444)	-	-	-
Interim dividends declared for 2012	-	-	-	-	-	(21,600)	(21,600)	-	(21,600)
Dividends to non-controlling interest	-	-	-	-	-	-	-	(4,771)	(4,771)
At 30 September 2012	144,000	76,847	39,444	932	(3,397)	(6,127)	498,708	(4,771)	493,937

	Equity attributable to equity holders of the 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	259,577	504,591	11,824	516,415
Profit for the period	-	-	-	-	-	56,300	56,300	2,799	59,099
Other comprehensive income	-	-	-	-	-	-	-	-	-
Foreign currency translation differences	-	-	-	57	(11,607)	-	(11,607)	-	(11,607)
Investment fair value changes	-	-	-	-	(11,607)	-	(11,607)	-	(11,607)
Total other comprehensive income	-	-	-	57	(11,607)	-	(11,540)	158	(11,382)
Total comprehensive income for the period	-	-	-	57	(11,607)	56,300	44,960	2,957	47,917
Final dividends declared for 2010	-	-	-	-	-	(36,000)	(36,000)	-	(36,000)
Donations declared for 2010	-	-	-	-	-	(2,169)	(2,169)	-	(2,169)
Transfer to statutory reserve (net)	-	289	-	-	-	(289)	-	-	-
Transfer to general reserve	-	-	15,000	-	-	(15,000)	-	-	-
Interim dividends declared for 2011	-	-	-	-	-	(28,800)	(28,800)	-	(28,800)
Dividends to non-controlling interest	-	-	-	-	-	-	-	(1,235)	(1,235)
At 30 September 2011	144,000	76,717	30,000	1,443	(3,397)	(82,258)	482,982	(1,235)	481,747