

**Reef Real Estate Finance Company
B.S.C. (c)**

Condensed interim financial
information for the quarter and nine
months ended 30 September 2010
(Unaudited)

Reef Real Estate Finance Co. B.S.C. (c)
Financial statements for the nine months ended 30 September 2010

Index	Page
1. Administration and contact details	2
2. Review report by the independent auditor	3
3. Condensed interim statement of financial position	4
4. Condensed interim statement of comprehensive income	5
5. Condensed interim statement of changes in shareholders' equity	6
6. Condensed interim statement of cash flows	7
7. Selected explanatory notes to the condensed interim financial information	8 - 14

Reef Real Estate Finance Co. B.S.C. (c)
Administration and contact details as at 30 September 2010

Commercial registration no.	58073 obtained on 10 September 2005	
CBB license	FC/001 obtained on 7 November 2007	
Board of Directors	Mr Ali Ahmed Al Baghli Mr Saud Kanoo Mr Faisal Al Matrook Dr Khalid Abdulla Mr Nasser Abdulhadi Al Gharibah Mr Samer Abbouchi Mr Mohammed Al Dosari	(Chairman) (Vice-Chairman)
Chief Executive Officer	Mr Mahmood Al Koofi	
Executive Committee	Mr Faisal Al Matrook Mr Saud Kanoo Mr Nasser Abdulhadi Al Gharibah	(Chairman)
Audit Committee	Dr Khalid Abdulla Mr Samer Abbouchi Mr Mohammed Al Dosari	(Chairman)
Sharia'a Supervisory Advisor	Shaikh Osama Bahar	
Registered office	Building 483, Road 1010 Block 410 PO Box 18599 Manama Kingdom of Bahrain	
Bankers	Ithmaar Bank Kuwait Finance House Al Baraka Islamic Bank Future Bank Bahrain Islamic Bank Khaleeji Commercial Bank Emirates Islamic Bank	
Auditors	BDO 10th & 11th Floors, GBCORP Tower Bahrain Financial Harbour PO Box 787 Manama Kingdom of Bahrain	

Review report on the condensed interim financial information by the independent auditor to the Board of Directors of Reef Real Estate Finance B.S.C. (c)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Reef Real Estate Finance B.S.C. (c) (“the Company”) as at 30 September 2010, the condensed interim statement of comprehensive income, the condensed interim statement of changes in shareholders’ equity, the condensed interim statement of cash flows for the nine months then ended and selected explanatory notes. The Company’s Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions and the Sharia’a Rules and Principles as determined by the Sharia’a Supervisory Advisor of the Company. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity.*” A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 30 September 2010, and of its financial performance and its cash flows for the nine months then ended in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions and the Sharia’a Rules and Principles as determined by the Sharia’a Supervisory Advisor of the Company.

Manama, Kingdom of Bahrain
October 2010

Reef Real Estate Finance Company B.S.C. (c)
Condensed interim statement of financial position as at 30 September 2010
(Unaudited)
(Expressed in Bahrain Dinars)

	Notes	30 September <u>2010</u>	31 December <u>2009</u>
ASSETS			
Cash and bank balances	3	980,096	2,820,266
Investments:			
Investment in associate	4	513,113	397,109
Mudaraba investments	5	4,622,357	75,400
Musharaka financing	6	239,495	383,509
Ijarah Muntahia Bittamleek	7	26,602,821	31,265,291
Investment properties	8	3,352,095	3,497,743
Receivables and prepayments	9	813,213	454,034
Property and equipment	10	<u>95,633</u>	<u>146,443</u>
Total assets		<u>37,218,823</u>	<u>39,039,795</u>
LIABILITIES AND EQUITY			
Liabilities			
Islamic financing	11	8,437,835	10,476,438
Other liabilities	12	<u>1,054,393</u>	<u>1,358,389</u>
		<u>9,492,228</u>	<u>11,834,827</u>
Equity			
Share capital	13	24,042,900	22,898,000
Statutory reserve		747,337	747,337
Investment property fair value reserve		1,291,095	1,347,193
Retained earnings		<u>1,645,263</u>	<u>2,212,438</u>
		<u>27,726,595</u>	<u>27,204,968</u>
Total liabilities and equity		<u>37,218,823</u>	<u>39,039,795</u>

The unaudited condensed interim financial information, set out on pages 4 to 14, were approved for issue by the Board of Directors on October 2010 and signed on their behalf by:

Ali Ahmed Al Baghli
Chairman

Mahmood Al-Koofi
Chief Executive Officer

Reef Real Estate Finance Company B.S.C. (c)
Condensed interim statement of comprehensive income for the quarter and nine months
period ended 30 September 2010
(Unaudited)
(Expressed in Bahrain Dinars)

	Notes	Nine months ended 30 September 2010	Nine months ended 30 September 2009	Quarter ended 30 September 2010	Quarter ended 30 September 2009
Income					
Gross Ijarah revenue		3,446,066	3,622,963	1,157,153	1,139,370
Less: depreciation on Ijarah Muntahia Bittamleek	7	<u>1,451,083</u>	<u>1,460,088</u>	<u>485,992</u>	<u>476,053</u>
		1,994,983	2,162,875	671,161	663,317
Profit from Musharaka financing		33,091	30,639	16,962	8,733
Profit from Mudaraba investments		101,210	10,582	51,684	1,985
Fees income from Ijarah Muntahia Bittamleek		53,305	65,534	16,752	46,883
Fee from Musharaka financing		200	-	200	-
Realised gains on sale of investment properties		<u>26,240</u>	<u>122,601</u>	<u>-</u>	<u>41,150</u>
		<u>2,209,029</u>	<u>2,392,231</u>	<u>756,759</u>	<u>762,068</u>
Expenses					
Staff costs		342,151	389,351	111,927	128,335
Finance costs	14	628,982	818,935	195,176	231,427
General and administrative expenses		304,858	314,497	94,048	104,114
Depreciation of property and equipment	10	57,393	71,702	15,530	23,909
Allowances and provisions		297,920	40,047	143,114	38,266
Directors' remuneration		<u>-</u>	<u>15,000</u>	<u>-</u>	<u>-</u>
		<u>1,631,304</u>	<u>1,649,532</u>	<u>559,795</u>	<u>526,051</u>
Net profit for the period		<u>577,725</u>	<u>742,699</u>	<u>196,964</u>	<u>236,017</u>
Basic and diluted earnings per share	15	<u>2.40 Fils</u>	<u>3.09 Fils</u>	<u>0.82 Fils</u>	<u>0.98 Fils</u>

Reef Real Estate Finance Company B.S.C. (c)
Condensed interim statement of changes in shareholders' equity for the nine months
period ended 30 September 2010
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Investment property fair value reserve</u>	<u>Retained earnings</u>	<u>Total</u>
At 31 December 2008	21,400,000	615,209	1,444,730	2,542,786	26,002,725
Bonus shares	1,498,000	-	-	(1,498,000)	-
Net movement in investment property fair value reserve	-	-	(97,537)	-	(97,537)
Net profit for the year	-	-	-	1,299,780	1,299,780
Transferred to statutory Reserve	-	<u>132,128</u>	-	<u>(132,128)</u>	-
At 31 December 2009	22,898,000	747,337	1,347,193	2,212,438	27,204,968
Bonus shares	1,144,900	-	-	(1,144,900)	-
Net movement in investment property fair value reserve	-	-	(56,098)	-	(56,098)
Net profit for the period	-	-	-	<u>577,725</u>	<u>577,725</u>
At 30 September 2010	<u>24,042,900</u>	<u>747,337</u>	<u>1,291,095</u>	<u>1,645,263</u>	<u>27,726,595</u>

Reef Real Estate Finance Company B.S.C. (c)
Condensed interim statement of cash flows for the nine months period ended
30 September 2010
(Unaudited)
(Expressed in Bahrain Dinars)

	Notes	Nine month period ended 30 September 2010	Nine month period ended 30 September 2009
Operating activities			
Net profit for the period		577,725	742,699
Adjustments for:			
Depreciation on property and equipment	10	57,393	71,702
Depreciation on Ijarah Muntahia Bittamleek	7	1,451,083	1,460,088
Realised gains on sale of investment properties		(26,240)	(122,601)
Finance costs	14	628,982	818,935
Changes in operating assets and liabilities:			
Receivables and prepayments		(359,179)	(56,481)
Other liabilities		(303,996)	(917,142)
Net cash provided by operating activities		<u>2,025,768</u>	<u>1,997,200</u>
Investing activities			
Investment in an associate	4	(116,004)	-
Net movement in Musharaka financing	6	144,014	161,832
Net movement in Ijarah Muntahia Bittamleek		3,211,387	4,160,788
Purchase of property and equipment	10	(6,583)	(726)
Proceeds from sale of property and equipment		-	693
Proceeds from sale of investment properties		<u>115,790</u>	<u>278,302</u>
Net cash provided by investing activities		<u>3,348,604</u>	<u>4,600,889</u>
Financing activities			
Islamic financing repaid, net		(2,038,603)	(7,200,308)
Finance costs paid	14	<u>(628,982)</u>	<u>(818,935)</u>
Net cash used in financing activities		<u>(2,667,585)</u>	<u>(8,019,243)</u>
Net increase/(decrease) in cash and cash equivalents		2,706,787	(1,421,154)
Cash and cash equivalents, beginning of the period		<u>2,895,666</u>	<u>2,514,431</u>
Cash and cash equivalents, end of the period		<u>5,602,453</u>	<u>1,093,277</u>
Comprising: Cash and bank balances	3	980,096	1,017,877
Mudaraba investments	5	<u>4,622,357</u>	<u>75,400</u>
		<u>5,602,453</u>	<u>1,093,277</u>

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

1 Organisation and principal activities

Reef Real Estate Finance Co. B.S.C. (c) (“the Company”) is a closed Bahraini shareholding company which operates as an Islamic financing company under license number 58073 granted by the Ministry of Industry and Commerce and Central Bank of Bahrain (“CBB”) license number FC/001 obtained on 7 November 2007. The Company commenced commercial operations on 10 September 2005.

The principal activities of the Company include:

- granting short and long-term financing facilities to consumers to finance the purchase and construction of real estate;
- providing leasing facilities with an option to buy;
- investing in real estate, industrial, agricultural and other economic sectors and dealing in shares of established companies;
- buying and selling of properties, developing residential and commercial land, building residential and commercial units with the intent of their subsequent sale or lease; and
- providing property development data and studies.

The Company’s activities are regulated by the CBB and supervised by a Sharia’a Supervisory Advisor whose role has been defined by the Board of Directors.

The registered office of the Company is in the Kingdom of Bahrain.

2 Basis of preparation

The condensed interim financial information has been prepared in accordance with the Financial Accounting Standards (“FAS”) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) as the Company has been licensed by the CBB as an Islamic financing company. However, in accordance with the requirements of the AAOIFI, for matters for which no AAOIFI standards exist, the Company uses the relevant International Financial Reporting Standards (“IFRS”). The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2009, which have been prepared in accordance with FAS issued by AAOIFI.

These financial statements have been prepared under the historical cost convention, modified by the valuation of investment properties which are measured at their fair values.

3 Cash and bank balances

	30 September 2010	31 December 2009
Cash on hand	500	500
Current account balances with banks	<u>979,596</u>	<u>2,819,766</u>
	<u>980,096</u>	<u>2,820,266</u>

The current account balances with banks are non-profit bearing.

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

4 Investment in associate

	30 September 2010	31 December 2009
Investment		
Opening balance	14,609	15,250
Share of net loss for the period/year	<u>-</u>	<u>(641)</u>
Closing balance	<u>14,609</u>	<u>14,609</u>
Advance to an associate		
Opening balance	382,500	382,500
Paid during the period/year	<u>116,004</u>	<u>-</u>
Closing balance	<u>498,504</u>	<u>382,500</u>
Total	<u>513,113</u>	<u>397,109</u>

The Company's investment in an associate represents 45% of the issued share capital of First Reef Company B.S.C.(c).

The Company's share of net loss for the year in the associate has been ascertained based on audited accounts as at 31 December 2009.

It is management's intention to utilise the advances given to the associate to increase the share capital of the associate during 2010.

5 Mudaraba investments

	30 September 2010	31 December 2009
Ithmaar Bank	1,514,763	-
Khaleeji Commercial Bank	<u>3,107,594</u>	<u>75,400</u>
	<u>4,622,357</u>	<u>75,400</u>

Mudaraba investments represent amounts placed with financial institutions. Profit from Mudaraba investments are recognised over the period of the related investment.

6 Musharaka financing

	30 September 2010	31 December 2009
Opening balance	388,580	558,080
Repayments during the period	<u>(144,014)</u>	<u>(169,500)</u>
	244,566	388,580
Less: allowance for impairment	<u>(5,071)</u>	<u>(5,071)</u>
Closing balance	<u>239,495</u>	<u>383,509</u>

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

7 Ijarah Muntahia Bittamleek

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
Cost			
At 31 December 2008	13,667,537	26,594,774	40,262,311
Additions during the year	479,307	189,358	668,665
Repayments/disposals during the year	<u>(2,916,616)</u>	<u>(2,923,419)</u>	<u>(5,840,035)</u>
At 31 December 2009	11,230,228	23,860,713	35,090,941
Additions during the period	-	305,700	305,700
Repayments/disposals during the period	<u>(2,007,574)</u>	<u>(1,716,698)</u>	<u>(3,724,272)</u>
At 30 September 2010	<u>9,222,654</u>	<u>22,449,715</u>	<u>31,672,369</u>
Depreciation			
At 31 December 2008	-	2,230,822	2,230,822
Charge for the year	-	1,917,595	1,917,595
Disposals during the year	<u>-</u>	<u>(556,507)</u>	<u>(556,507)</u>
At 31 December 2009	-	3,591,910	3,591,910
Charge for the period	-	1,451,083	1,451,083
Disposals during the period	<u>-</u>	<u>(278,526)</u>	<u>(278,526)</u>
At 30 September 2010	<u>-</u>	<u>4,764,467</u>	<u>4,764,467</u>
Impairment provision			
At 31 December 2008	-	155,081	155,081
Provided for the year	<u>-</u>	<u>78,659</u>	<u>78,659</u>
At 31 December 2009	-	233,740	233,740
Provided for the period	<u>-</u>	<u>71,341</u>	<u>71,341</u>
At 30 September 2010	<u>-</u>	<u>305,081</u>	<u>305,081</u>
Net book amount			
At 30 September 2010	<u>9,222,654</u>	<u>17,380,168</u>	<u>26,602,821</u>
At 31 December 2009	<u>11,230,228</u>	<u>20,035,063</u>	<u>31,265,291</u>

Assets acquired for leasing (Ijarah Muntahia Bittamleek) are leased under contracts that conclude with the transfer of the legal title (ownership) in the leased asset to the lessee at the end of the lease for a token consideration.

The lease contracts outstanding at 30 September 2010 have lease terms of up to 25 years.

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

8 Investment properties

	30 September 2010	31 December 2009
Opening balance	3,497,743	3,750,980
Disposals during the year	<u>(145,648)</u>	<u>(253,237)</u>
Closing balance	<u>3,352,095</u>	<u>3,497,743</u>

9 Receivables and prepayments

	30 September 2010	31 December 2009
Ijarah Muntahia Bittamleek rental receivables	400,315	168,805
Allowance for doubtful Ijarah Muntahia Bittamleek rental receivables	<u>(226,580)</u>	<u>-</u>
	173,735	168,805
Other receivables	616,641	284,710
Accrued profit on Mudaraba investments	<u>22,837</u>	<u>519</u>
	<u>813,213</u>	<u>454,034</u>

10 Property and equipment

	Leasehold improvements	Furniture and fixtures	Office equipment	Computer hardware, and software	Motor vehicles	Total
Cost						
At 31 December 2008	152,429	46,464	46,280	125,715	36,880	407,768
Additions	-	726	-	-	-	726
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,780)</u>	<u>-</u>	<u>(1,780)</u>
At 31 December 2009	152,429	47,190	46,280	123,935	36,880	406,714
Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,583</u>	<u>-</u>	<u>6,583</u>
At 30 September 2010	<u>152,429</u>	<u>47,190</u>	<u>46,280</u>	<u>130,518</u>	<u>36,880</u>	<u>413,297</u>
Accumulated depreciation						
At 31 December 2008	52,142	16,556	18,127	58,725	20,861	166,411
Charge for the year	30,486	9,595	10,005	32,800	12,061	94,947
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,087)</u>	<u>-</u>	<u>(1,087)</u>
At 31 December 2009	82,628	26,151	28,132	90,438	32,922	260,271
Charge for the period	<u>22,864</u>	<u>7,079</u>	<u>6,810</u>	<u>16,682</u>	<u>3,958</u>	<u>57,393</u>
At 30 September 2010	<u>105,492</u>	<u>33,230</u>	<u>34,942</u>	<u>107,120</u>	<u>36,880</u>	<u>317,664</u>
Net book amount						
At 30 September 2010	<u>46,937</u>	<u>13,960</u>	<u>11,338</u>	<u>23,398</u>	<u>-</u>	<u>95,633</u>
At 31 December 2009	<u>69,801</u>	<u>21,039</u>	<u>18,148</u>	<u>33,497</u>	<u>3,958</u>	<u>146,443</u>

The Company operates from premises leased at a monthly rental of BD8,500 (2009: BD8,500) per month.

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

11 Islamic financing

	30 September <u>2010</u>	31 December <u>2009</u>
Future Bank	3,012,672	3,017,540
Bahrain Islamic Bank	-	2,079,167
Kuwait Finance House	1,912,367	2,011,290
Ithmaar Bank	1,604,800	1,848,400
Emirates Islamic Bank	-	1,133,641
Al-Baraka Islamic Bank	1,907,996	283,529
Calyon Bank	<u>-</u>	<u>102,871</u>
	<u>8,437,835</u>	<u>10,476,438</u>

12 Other liabilities

	30 September <u>2010</u>	31 December <u>2009</u>
Musharaka financing and Ijarah Muntahia Bittamleek payables	453,303	708,156
Other payables	532,135	606,918
Accrued expenses	<u>68,955</u>	<u>43,315</u>
	<u>1,054,393</u>	<u>1,358,389</u>

13 Share capital

	30 September <u>2010</u>	31 December <u>2009</u>
Authorised 400,000,000 (2009: 400,000,000) ordinary shares of 100 fils each	<u>40,000,000</u>	<u>40,000,000</u>
Issued and fully paid-up 228,980,000 (2009: 228,980,000) ordinary shares of 100 fils each	22,898,000	22,898,000
Bonus shares approved during the year 11,449,000 ordinary shares of 100 fils each	<u>1,144,900</u>	<u>22,898,000</u>
Share capital as at 30 September 2010	<u>24,042,900</u>	<u>22,898,000</u>

The bonus shares approved by the shareholders in the Annual General Meeting dated 20 May 2010 and by the Central Bank of Bahrain on 9 June 2010. The Company is in the process of completing the legal formalities of issuing the bonus share and amending the memorandum and articles of association.

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

13 Share capital (continued)

Additional information on shareholding pattern

The names and nationalities of the major shareholders, holding shareholding interest of 5% or more and the number of shares at 30 September 2010 and 31 December 2009 are as follows:

	<u>Nationality</u>	<u>Number of shares</u>	<u>Percentage of shareholding interest</u>
National International Holding K.S.C.(c)	Kuwaiti	48,085,800	20%
Global Investment House K.S.C.(c)	Kuwaiti	40,872,930	17%
Inovent B.S.C.	Bahraini	24,042,900	10%
Ossis Property Developers B.S.C.(c)	Bahraini	24,042,900	10%
Safi Financial Services	Kuwaiti	24,042,900	10%
Sh. Sultan Bin Khalifa Al Nahyan	Emirati	<u>13,223,595</u>	<u>5.5%</u>
		<u>174,311,025</u>	<u>72.50%</u>

14 Finance costs

	Nine months period ended 30 September 2010	Nine months period ended 30 September 2009	Quarter ended 30 September 2010	Quarter ended 30 September 2009
Wakala financing costs	22,568	181,277	-	42,480
Murabaha financing costs	<u>606,414</u>	<u>637,658</u>	<u>195,176</u>	<u>188,947</u>
	<u>628,982</u>	<u>818,935</u>	<u>195,176</u>	<u>231,427</u>

15 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares issued during the period.

	Nine months period ended 30 September 2010	Nine months period ended 30 September 2009	Quarter ended 30 September 2010	Quarter ended 30 September 2009
Net profit attributable to the shareholders	<u>577,725</u>	<u>742,699</u>	<u>196,964</u>	<u>236,017</u>
Weighted average number of ordinary shares	<u>240,429,000</u>	<u>240,429,000</u>	<u>240,429,000</u>	<u>240,429,000</u>
Basic and diluted earnings per share	<u>2.40 Fils</u>	<u>3.09 Fils</u>	<u>0.82 Fils</u>	<u>0.98 Fils</u>

Reef Real Estate Finance Co. B.S.C. (c)

Selected explanatory notes to the condensed interim financial information for the nine months period ended 30 September 2010

(Unaudited)

(Expressed in Bahrain Dinars)

16 Matters proposed by the Board of Directors

The Board of Directors of the Company has proposed to issue bonus shares at a rate of 5% to the existing shareholders and charity contributions of BD5,000 for the year ended 31 December 2009. The above proposals have been approved by the shareholders in the Annual General Meeting dated 20 May 2010.

17 Related party transactions

Related parties consist of the Shareholders and Directors, their close family members and businesses under their control.

A summary of the amounts due from related parties included in Ijarah Muntahia Bittamleek is as follows:

	30 September <u>2010</u>	31 December <u>2009</u>
Amounts due from related parties		
Shareholders, directors and immediate family members	<u>974,308</u>	<u>1,117,560</u>

18 Interim financial information

The interim net profit for the nine months ended 30 September 2010 may not represent a proportionate share of the annual net income due to the variability in the receipt of income.

19 Comparative

Certain comparative balances have been reclassified, to conform the presentation adopted in the current period.