

Immediate Release

UGB announces results for the first half of 2016

Bahrain – 11th August 2016: United Gulf Bank B.S.C. UGB today announced a net profit attributable to shareholders of parent of \$ 4.2 million for the six months ended 30 June 2016 compared to US\$ 5.2 million in same period last year.

Key Financial Highlights

- Net profit attributable to shareholders of parent of \$ 4.2 million (1H15: \$ 5.2 million) is lower by 19% comparing to pervious half year profit.
- Total income of \$ 72.0 million (1H15: \$75.3 million)
- Earnings per share 0.52¢ (1H15: 0.64¢)
- Total assets of \$3.0 billion (31 December 2015: \$2.7 billion).
- Net profit attributable to shareholder of parent for 2Q16 of \$ 1.2 million (2Q15: \$ 3.1 million) is lower by 61% comparing to pervious last year quarter.
- Total equity of US\$ 535.9 million (31 December 2015: US\$ 503.3 million)

Financial Performance

On a six months basis, UGB recorded a total income of \$ 72.0 million for the first half of 2016 compared to \$ 75.3 million for the six months ended 30 June 2015.

Total equity increased to US\$ 535.9 million (31 December 2015: US\$ 503.3 million) mainly reflective of the \$ 33 million Additional Tier 1 Capital Facility raised during the 1Q2016.

Commenting on the results, Mr. Hussain Lalani, Acting Chief Executive Officer of UGB, said:

“During the past 6 months UGB have raised in excess of \$ 130 million in medium and long term financing through bi-laterals and club deals which is a testament of investor confidence on UGB’s strategy and asset quality. The liquidity raised will be used to refinance the maturing medium term facilities.

UGB will continue to focus on improving recurring revenues stream while maintaining adequate capital and liquidity resources.”

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About UGB:

UGB is the merchant banking subsidiary of KIPCO Group. Its proprietary investments include assets in commercial banking, real estate, private equity, and quoted securities. As of 30 June 2016 assets under management exceeded US\$ 10.5 billion (31 December 2015: US\$ 10.7 billion).

UGB's core subsidiaries and associates: Burgan Bank, KAMCO investment Company (KAMCO), North Africa Holding Company, United Gulf Financial Services – North Africa, Takaoud Savings & Pension Company, FIMBank p.l.c, United Capital Transport Company and United Real Estate Company.

UGB and its subsidiary KAMCO have a proven track record of successfully completing more than 60 investment banking transactions for its clients since 2001 with an aggregate value of over US\$ 10 billion including corporate finance, advisory, new issue placement and underwriting, corporate restructuring, bond issuance and merger and acquisition.

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