بنك الخليج المتحد ش.م.ب.

UGB United Gulf Bank B.S.C.

Interim Consolidated Statement of Financial Position
As at 30 June 2017

	Reviewed 30 June 2017 US$ 000	Audited 31 December 2016 US$ 000	Reviewed 30 June 2016 US$ 000
ASSETS			
Demand and call deposits with banks	405,681	176,880	199,981
Placements with banks	167,748	187,350	218,753
Investments carried at fair value through statement of income	23,699	45,178	51,950
Non-trading investments	424,418	404,436	346,414
Loans and receivables	996,415	1,184,804	1,141,754
Other assets	126,103	112,735	141,929
Investments in associates	720,186	709,043	683,604
Investment properties	104,899	101,326	102,148
Property and equipment	32,420	32,117	39,581
Goodwill	51,868	51,868	52,321
Non-current assets classified as held for sale	63,022	-	382
TOTAL ASSETS	3,116,459	3,005,737	2,978,817
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	733,417	726,222	725,053
Deposits from customers	900,033	985,210	882,060
Loans payable	777,998	652,125	650,051
Subordinated debt	50,000	50,000	123,470
Other liabilities	66,102	62,724	62,069
Liabilities directly associated with non-current assets classified as held for sale	38,734	-	218
TOTAL LIABILITIES	2,566,284	2,476,281	2,442,921
EQUITY			
Share capital	208,651	208,651	208,651
Treasury shares	(18,131)	(18,131)	(18,131)
Share premium	11,459	11,459	11,459
Statutory reserve	100,514	100,514	99,888
General reserve	80,999	80,999	80,373
Treasury shares reserve	14,248	14,248	14,248
Fair value reserve	(39,640)	(49,966)	(53,681)
Foreign currency translation reserve	(35,136)	(37,476)	(32,260)
Retained earnings	88,059	83,711	84,731
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	411,023	394,009	395,278
Perpetual Tier 1 capital	33,000	33,000	33,000
Non-controlling interests	106,152	102,447	107,618
TOTAL EQUITY	550,175	529,456	535,896
TOTAL LIABILITIES AND EQUITY	3,116,459	3,005,737	2,978,817

Interim Consolidated Statement of Income
For the six-month period ended 30 June 2017 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2017 US$ 000	2016 US$ 000	2017 US$ 000	2016 US$ 000
Investment income - net	4,944	118	15,681	7,701
Interest income	14,673	11,739	27,937	23,030
	19,617	11,857	43,618	30,731
Fees and commissions	8,971	11,708	17,859	20,178
Foreign currency translation (losses) gains - net	(923)	4,496	(2,193)	(75)
Share of results of associates - net	10,505	10,904	19,613	21,138
Total income	38,170	38,965	78,897	71,972
Interest expense	(15,584)	(14,427)	(30,248)	(27,111)
Operating income before expenses and provisions	22,586	24,538	48,649	44,861
Salaries and benefits	(12,038)	(12,743)	(23,270)	(25,008)
General and administrative expenses	(7,597)	(7,500)	(15,316)	(14,442)
Operating income before provisions	2,951	4,295	10,063	5,411
Provision for loans and receivables	-	(2,740)	(500)	(1,989)
Reversal of provision for (provision for) impairment on investments	523	-	(462)	(1,700)
Taxation - net	(775)	(1,177)	(1,266)	(899)
Net profit for the period from continuing operations	2,699	378	7,835	823
Discontinued operations				
Net loss from discontinued operations	-	(30)	-	(48)
Net profit for the period	2,699	348	7,835	775
Net profit (loss) attributable to non-controlling interests	1,278	(857)	1,735	(3,459)
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	1,421	1,205	6,100	4,234
Net profit (loss) for the period attributable to:				
Non-controlling interests				
- from continuing operations	1,278	(845)	1,735	(3,440)
- from discontinued operations	-	(12)	-	(19)
	1,278	(857)	1,735	(3,459)
Shareholders of the parent				
- from continuing operations	1,421	1,223	6,100	4,263
- from discontinued operations	-	(18)	-	(29)
	1,421	1,205	6,100	4,234
Earnings per share				
Basic and diluted earnings per share attributable to shareholders of the parent (US cents)	0.17	0.15	0.75	0.52
Basic and diluted earnings per share from continuing operations attributable to shareholders of the parent (US cents)	0.17	0.15	0.75	0.52

Interim Consolidated Statement of Comprehensive Income
For the six-month period ended 30 June 2017 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2017 US$ 000	2016 US$ 000	2017 US$ 000	2016 US$ 000
Net profit for the period	2,699	348	7,835	775
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation reserve	511	498	2,616	2,763
- Fair value reserve	9,833	(1,746)	19,454	1,233
- Transfer to interim consolidated statement of income upon disposal	-	65	-	2,295
- Share of other comprehensive (loss) income of associates - net	(2,247)	1,689	(7,436)	(6,459)
- Cash flow hedges	(413)	344	(361)	(282)
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods	7,684	850	14,273	(450)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	10,383	1,198	22,108	325
Total comprehensive income (loss) attributable to:				
- shareholders of the parent	8,645	2,429	18,766	1,342
- non-controlling interests	1,738	(1,231)	3,342	(1,017)
	10,383	1,198	22,108	325

Interim Condensed Consolidated Statement of Cash Flows
For the six-month period ended 30 June 2017 (Reviewed)

	Six-month period ended 30 June	
	2017 US$ 000	2016 US$ 000
Net cash (used in) from operating activities	(97,111)	204,603
Net cash (used in) from investing activities	(24,879)	39,241
Net cash from (used in) financing activities	124,121	(51,317)
Foreign currency translation adjustments	2,340	2,630
Movement in non-controlling interests	1,970	1,746
NET CHANGE IN CASH AND CASH EQUIVALENTS	6,441	196,903
Cash and cash equivalents at 1 January	357,067	220,957
CASH AND CASH EQUIVALENTS AT 30 JUNE	363,508	417,860

Interim Consolidated Statement of Changes In Equity
For the six-month period ended 30 June 2017 (Reviewed)

	Attributable to shareholders of the parent												
	Share capital US$ 000	Treasury shares US$ 000	Share premium US$ 000	Statutory reserve US$ 000	General reserve US$ 000	Treasury share reserve US$ 000	Fair value reserve US$ 000	Foreign currency translation reserve US$ 000	Retained earnings US$ 000	Total before non-controlling interests US$ 000	Perpetual Tier 1 capital US$ 000	Non-controlling interests US$ 000	Total equity US$ 000
Balance at 1 January 2017	208,651	(18,131)	11,459	100,514	80,999	14,248	(49,966)	(37,476)	83,711	394,009	33,000	102,447	529,456
Profit for the period	-	-	-	-	-	-	-	-	6,100	6,100	-	1,735	7,835
Other comprehensive income	-	-	-	-	-	-	10,326	2,340	-	12,666	-	1,607	14,273
Total comprehensive income for the period	-	-	-	-	-	-	10,326	2,340	6,100	18,766	-	3,342	22,108
Interest payment on Tier 1 capital	-	-	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	363	363
Balance at 30 June 2017	208,651	(18,131)	11,459	100,514	80,999	14,248	(39,640)	(35,136)	88,059	411,023	33,000	106,152	550,175
Balance at 1 January 2016	208,651	(18,131)	11,459	99,888	80,373	14,248	(48,159)	(34,890)	80,497	393,936	-	109,331	503,267
Profit (loss) for the period	-	-	-	-	-	-	-	-	4,234	4,234	-	(3,459)	775
Other comprehensive (loss) income	-	-	-	-	-	-	(5,522)	2,630	-	(2,892)	-	2,442	(450)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(5,522)	2,630	4,234	1,342	-	(1,017)	325
Perpetual Tier 1 capital	-	-	-	-	-	-	-	-	-	-	33,000	-	33,000
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(696)	(696)
Balance at 30 June 2016	208,651	(18,131)	11,459	99,888	80,373	14,248	(53,681)	(32,260)	84,731	395,278	33,000	107,618	535,896

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Condensed Consolidated Statement of Cash Flows, Interim Consolidated Statement of Changes in Equity and Interim Consolidated Statement of Comprehensive Income have been extracted from the Interim Condensed Consolidated Financial Statements of United Gulf Bank B.S.C. for the Six-month period ended 30 June 2017, which were approved by the Board of Directors on 13 August 2017 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Hussain Lalani
Acting Chief Executive Officer

Major Subsidiaries

KAMCO
FIMBANK
الخليج المتحد للخدمات المالية شمال افريقيا
United Gulf Financial Services North Africa

Major Associates

بنك برقان
BURGAN BANK
TAKAUD
Manafae
شركة العقارات المتحدة
United Real Estate Company