

Interim Consolidated Statement of Financial Position

As at 30 June 2021 (Reviewed)

	Reviewed 30 June 2021 US\$ 000	Audited 31 December 2020 US\$ 000	Reviewed 30 June 2020 US\$ 000
ASSETS			
Demand and call deposits with banks	135,688	111,000	162,091
Placements with banks	63,413	72,486	103,551
Investments carried at fair value through statement of income	80,440	71,836	77,975
Investments carried at fair value through other comprehensive income	118,934	120,089	120,484
Loans and receivables	33,340	33,098	27,841
Other assets	61,329	62,729	63,425
Investments in associates	76,734	64,675	65,509
Investment properties	135,023	98,716	101,884
Property and equipment	16,190	47,666	50,142
Goodwill and other intangible assets	63,815	64,242	64,835
Assets of disposal group held for sale	-	-	41,360
TOTAL ASSETS	784,906	746,537	879,097
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	186,647	167,519	154,702
Deposits from customers	43,754	42,053	77,174
Loans payable	26,652	32,906	131,896
Long term bonds	133,027	131,497	129,980
Other liabilities	80,450	79,601	83,770
TOTAL LIABILITIES	470,530	453,576	577,522
EQUITY			
Share capital	116,132	116,132	116,132
Share premium	5,687	5,687	5,687
Statutory reserve	52,032	52,032	52,032
General reserve	31,763	31,763	31,763
Fair value reserve	(4,499)	(10,720)	(8,972)
Foreign currency translation reserve	(5,045)	(4,693)	(5,597)
(Accumulated deficit)/ Retained earnings	(4,204)	(8,959)	2,170
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	191,866	181,242	193,215
Perpetual Tier 1 capital	33,000	33,000	33,000
Non-controlling interests	89,510	78,719	75,360
TOTAL EQUITY	314,376	292,961	301,575
TOTAL LIABILITIES AND EQUITY	784,906	746,537	879,097

Interim Consolidated Statement of Changes In Equity

For the six-month period ended 30 June 2021 (Reviewed)

Reviewed	Attributable to shareholders of the parent										Total before non-controlling interests US\$ 000	Perpetual Tier 1 capital US\$ 000	Non-controlling interests US\$ 000	Total US\$ 000
	Share capital US\$ 000	Share premium US\$ 000	Statutory reserve US\$ 000	General reserve US\$ 000	Fair value reserve US\$ 000	Foreign currency translation reserve US\$ 000	(Accumulated deficit) Retained earnings US\$ 000							
Balance at 1 January 2021	116,132	5,687	52,032	31,763	(10,720)	(4,693)	(8,959)	181,242	33,000	78,719	292,961			
Profit for the period	-	-	-	-	-	-	9,035	9,035	-	8,579	17,614			
Other comprehensive income (loss) for the period	-	-	-	-	3,693	(352)	-	3,341	-	2,473	5,814			
Total comprehensive income (loss) for the period	-	-	-	-	3,693	(352)	9,035	12,376	-	11,052	23,428			
Transfer upon disposal of equity investments carried at fair value through other comprehensive income	-	-	-	-	2,528	-	(2,528)	-	-	-	-			
Interest payment on Tier 1 capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)			
Other movements in non-controlling interests - net	-	-	-	-	-	-	-	-	-	(261)	(261)			
Balance at 30 June 2021	116,132	5,687	52,032	31,763	(4,499)	(5,045)	(4,204)	191,866	33,000	89,510	314,376			
Reviewed														
Balance at 1 January 2020	116,132	5,687	52,032	31,763	(6,009)	(4,569)	15,911	210,947	33,000	89,057	333,004			
Loss for the period	-	-	-	-	-	-	(10,191)	(10,191)	-	(5,420)	(15,611)			
Other comprehensive loss for the period	-	-	-	-	(4,752)	(1,028)	-	(5,780)	-	(5,201)	(10,981)			
Total comprehensive loss for the period	-	-	-	-	(4,752)	(1,028)	(10,191)	(15,971)	-	(10,621)	(26,592)			
Transfer upon disposal of equity investments carried at fair value through other comprehensive income	-	-	-	-	1,789	-	(1,789)	-	-	-	-			
Interest payment on Tier 1 capital	-	-	-	-	-	-	(1,761)	(1,761)	-	-	(1,761)			
Other movements in non-controlling interests - net	-	-	-	-	-	-	-	-	-	(3,076)	(3,076)			
Balance at 30 June 2020	116,132	5,687	52,032	31,763	(8,972)	(5,597)	2,170	193,215	33,000	75,360	301,575			

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Comprehensive Income, Interim Condensed Consolidated Statement of Cash Flows and Interim Consolidated Statement of Changes In Equity have been extracted from the Interim Condensed Consolidated Financial Statements of United Gulf Bank B.S.C.(c) for the Six Month period ended 30 June 2021 which were approved by the Board of Directors on 12 August 2021 and was reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Hussain Lalani
Chief Executive Officer

Interim Consolidated Statement of Income

For the six-month period ended 30 June 2021 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2021 Reviewed US\$ 000	2020 Unreviewed US\$ 000	2021 Reviewed US\$ 000	2020 Reviewed US\$ 000
Continuing operations				
Investment income (loss) - net	14,492	3,956	19,364	(6,561)
Interest income	1,753	1,021	3,436	2,735
	16,245	4,977	22,800	(3,826)
Fees and commissions - net	18,183	10,951	29,916	31,123
Foreign currency translation (loss) gains - net	(646)	1,657	(1,012)	176
Share of results of associates - net	4,656	104	5,884	(7,151)
Total income	38,438	17,689	57,588	20,322
Interest expense	(4,318)	(4,499)	(7,765)	(9,119)
Operating income before expenses and provisions	34,120	13,190	49,823	11,203
Salaries and benefits	(14,761)	(5,556)	(23,149)	(16,298)
General and administrative expenses	(4,842)	(3,963)	(8,752)	(10,570)
Operating income (loss) before provisions and tax	14,517	3,641	17,922	(15,665)
Expected credit losses - net	(72)	2,266	(309)	(355)
Profit (loss) before tax from continuing operations	14,445	5,907	17,613	(16,020)
Taxation - net	8	45	1	(35)
PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	14,453	5,952	17,614	(16,055)
Discontinued operations				
Net profit from discontinued operations	-	26	-	444
PROFIT (LOSS) FOR THE PERIOD	14,453	5,978	17,614	(15,611)
Net profit (loss) for the period attributable to:				
Shareholders of the parent				
- from continuing operations	7,900	4,937	9,035	(10,457)
- from discontinued operation	-	15	-	266
	7,900	4,952	9,035	(10,191)
Non-controlling interests				
- from continuing operations	6,553	1,015	8,579	(5,598)
- from discontinued operation	-	11	-	178
	6,553	1,026	8,579	(5,420)

Interim Consolidated Statement of Comprehensive Income

For the six-month period ended 30 June 2021 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2021 Reviewed US\$ 000	2020 Unreviewed US\$ 000	2021 Reviewed US\$ 000	2020 Reviewed US\$ 000
NET PROFIT (LOSS) FOR THE PERIOD	14,453	5,978	17,614	(15,611)
Other comprehensive profit (loss)				
Items that may be reclassified to profit or loss in subsequent periods				
Foreign currency translation reserve	464	4,446	492	(2,997)
Fair value changes of investments carried at fair value through other comprehensive income	4,615	(2,234)	6,794	(3,647)
Cash flow hedges	(19)	-	(19)	(129)
	5,060	2,212	7,267	(6,773)
Items that will not be reclassified to profit or loss in subsequent periods				
Fair value changes of investments carried at fair value through other comprehensive income	(3,288)	(1,489)	(1,453)	(4,208)
Total other comprehensive profit (loss)	1,772	723	5,814	(10,981)
TOTAL COMPREHENSIVE PROFIT (LOSS) FOR THE PERIOD	16,225	6,701	23,428	(26,592)
Total comprehensive income (loss) attributable to:				
- shareholders of the parent	7,886	6,343	12,376	(15,971)
- non-controlling interests	8,339	358	11,052	(10,621)
	16,225	6,701	23,428	(26,592)

Interim Condensed Consolidated Statement of Cash Flows

For the six-month period ended 30 June 2021 (Reviewed)

	Six-month period ended 30 June	
	2021 Reviewed US\$ 000	2020 Reviewed US\$ 000
Net cash flows from (used in) operating activities	35,055	(81,119)
Net cash flows used in investing activities	(8,399)	(35,737)
Net cash flows (used in) from financing activities	(8,006)	93,260
Foreign currency translation adjustments - net	1,078	(1,139)
Movement in non-controlling interests	(261)	(3,076)
NET CHANGE IN CASH AND CASH EQUIVALENTS	19,467	(27,811)
Cash and cash equivalents at 1 January	168,334	267,314
CASH AND CASH EQUIVALENTS AT 30 JUNE	187,801	239,503