

## Interim Consolidated Statement of Financial Position

As at 30 June 2022 (Reviewed)

	Reviewed 30 June 2022 US\$ 000	Audited 31 December 2021 US\$ 000	Reviewed 30 June 2021 US\$ 000
<b>ASSETS</b>			
Demand and call deposits with banks	101,806	131,599	135,688
Placements with banks	117,340	63,402	63,413
Investments carried at fair value through profit or loss	89,366	93,205	80,440
Investments carried at fair value through other comprehensive income	101,232	104,160	118,934
Investments carried at amortised cost	25,125	25,172	-
Loans and receivables	28,472	33,528	33,340
Other assets	53,759	54,398	61,329
Investment in associates	87,899	83,429	76,734
Investment properties	99,351	100,564	135,023
Property and equipment	14,623	14,779	16,190
Goodwill and other intangible assets	64,739	65,151	63,815
Assets classified as held for sale	1,251	-	-
<b>TOTAL ASSETS</b>	<b>784,963</b>	<b>769,387</b>	<b>784,906</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Due to banks and other financial institutions	170,929	149,601	186,647
Deposits from customers	30,508	70,176	43,754
Loans payable	61,316	16,546	26,652
Long term bonds	130,527	132,371	133,027
Other liabilities	69,407	83,991	80,450
<b>TOTAL LIABILITIES</b>	<b>462,687</b>	<b>452,685</b>	<b>470,530</b>
<b>EQUITY</b>			
Share capital	116,132	116,132	116,132
Share premium	5,687	5,687	5,687
Statutory reserve	53,519	53,519	52,032
General reserve	33,250	33,250	31,763
Fair value reserve	(12,120)	(13,477)	(4,499)
Foreign currency translation reserve	(5,446)	(4,572)	(5,045)
Retained earnings (Accumulated deficit)	5,009	261	(4,204)
<b>EQUITY ATTRIBUTABLE TO</b>			
<b>SHAREHOLDERS OF THE PARENT</b>	<b>196,031</b>	<b>190,800</b>	<b>191,866</b>
Perpetual Additional Tier 1 capital	33,000	33,000	33,000
Non-controlling interests	93,245	92,902	89,510
<b>TOTAL EQUITY</b>	<b>322,276</b>	<b>316,702</b>	<b>314,376</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>784,963</b>	<b>769,387</b>	<b>784,906</b>

## Interim Consolidated Statement of Changes In Equity

For the Six-month period ended 30 June 2022 (Reviewed)

	Attributable to shareholders of the parent										Perpetual Additional Tier 1 capital US\$ 000	Non-controlling interests US\$ 000	Total equity 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	Retained earnings (Accumulated deficit) US\$ 000	TOTAL					
<b>Balance at 1 January 2022</b>	<b>116,132</b>	<b>5,687</b>	<b>53,519</b>	<b>33,250</b>	<b>(13,477)</b>	<b>(4,572)</b>	<b>261</b>	<b>190,800</b>	<b>33,000</b>	<b>92,902</b>	<b>316,702</b>		
Net profit for the period	-	-	-	-	-	-	6,738	6,738	-	5,771	12,509		
Other comprehensive income (loss)	-	-	-	-	1,119	(874)	-	245	-	(749)	(504)		
Total comprehensive income (loss) for the period	-	-	-	-	1,119	(874)	6,738	6,983	-	5,022	12,005		
Transfer upon disposal of equity investments carried at FVOCI	-	-	-	-	238	-	(238)	-	-	-	-		
Interest payment on Perpetual Additional Tier 1 capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)		
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	(4,679)	(4,679)		
<b>Balance at 30 June 2022</b>	<b>116,132</b>	<b>5,687</b>	<b>53,519</b>	<b>33,250</b>	<b>(12,120)</b>	<b>(5,446)</b>	<b>5,009</b>	<b>196,031</b>	<b>33,000</b>	<b>93,245</b>	<b>322,276</b>		
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		
Net profit for the period	-	-	-	-	-	-	9,035	9,035	-	8,579	17,614		
Other comprehensive income (loss)	-	-	-	-	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 FVOCI	-	-	-	-	2,528	-	(2,528)	-	-	-	-		
Interest payment on Perpetual Additional Tier 1 capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)		
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	(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		

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 Condensed Consolidated Financial Statements of United Gulf Bank B.S.C.(c) for the six month period ended 30 June 2022 which were approved by the Board of Directors on 7 August 2022 and was reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat  
Chairman

Faisal Al Ayyar  
Vice Chairman

Hussain Lalani  
Chief Executive Officer

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## Interim Consolidated Statement of Income

For the Six-month period ended 30 June 2022 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2022 Reviewed US\$ 000	2021 Reviewed US\$ 000	2022 Reviewed US\$ 000	2021 Reviewed US\$ 000
Interest income	2,046	1,753	3,772	3,436
Investment income-net	(2,012)	14,492	6,682	19,364
Fees and commissions - net	34	16,245	10,454	22,800
Foreign exchange losses - net	19,143	18,183	35,389	29,916
Share of results of associates	(26)	(646)	(1,111)	(1,012)
	(1,610)	4,656	6,702	5,884
<b>Total income</b>	<b>17,541</b>	<b>38,438</b>	<b>51,434</b>	<b>57,588</b>
Interest expense	(3,967)	(4,318)	(7,442)	(7,765)
<b>Operating income before expenses and provisions</b>	<b>13,574</b>	<b>34,120</b>	<b>43,992</b>	<b>49,823</b>
Salaries and benefits	(8,282)	(14,761)	(21,814)	(23,149)
General and administrative expenses	(4,454)	(4,842)	(9,774)	(8,752)
<b>Operating income before provisions</b>	<b>838</b>	<b>14,517</b>	<b>12,404</b>	<b>17,922</b>
Allowances for expected credit losses-net	419	(72)	121	(309)
<b>Net Profit Before TAX</b>	<b>1,257</b>	<b>14,445</b>	<b>12,525</b>	<b>17,613</b>
Tax (expenses) write-back	(13)	8	(16)	1
<b>NET PROFIT FOR THE PERIOD</b>	<b>1,244</b>	<b>14,453</b>	<b>12,509</b>	<b>17,614</b>
<b>Net profit attributable to non-controlling interests</b>	<b>1,048</b>	<b>6,553</b>	<b>5,771</b>	<b>8,579</b>
<b>Net profit attributable to Shareholders of the Parent</b>	<b>196</b>	<b>7,900</b>	<b>6,738</b>	<b>9,035</b>

## Interim Consolidated Statement of Comprehensive Income

For the Six-month period ended 30 June 2022 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2022 Reviewed US\$ 000	2021 Reviewed US\$ 000	2022 Reviewed US\$ 000	2021 Reviewed US\$ 000
<b>NET PROFIT FOR THE PERIOD</b>	<b>1,244</b>	<b>14,453</b>	<b>12,509</b>	<b>17,614</b>
<b>Other comprehensive Income (OCI)</b>				
<b>Items that may be reclassified to profit or loss in subsequent periods</b>				
Foreign currency translation reserve	(1,467)	464	(2,186)	492
Net change in fair value reserve	(85)	4,615	30	6,794
Net change in cashflow hedges	-	(19)	-	(19)
<b>Items that will not be reclassified to profit or loss in subsequent periods</b>				
Fair value changes of equity investments carried at fair value through other comprehensive income	(435)	(3,288)	1,652	(1,453)
<b>Other comprehensive (loss) income for the period</b>	<b>(1,987)</b>	<b>1,772</b>	<b>(504)</b>	<b>5,814</b>
<b>TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD</b>	<b>(743)</b>	<b>16,225</b>	<b>12,005</b>	<b>23,428</b>
<b>Total comprehensive (loss) income attributable to:</b>				
- shareholders of the parent	(817)	7,886	6,983	12,376
- non-controlling interests	74	8,339	5,022	11,052
	(743)	16,225	12,005	23,428

## Interim Condensed Consolidated Statement of Cash Flows

For the Six-month period ended 30 June 2022 (Reviewed)

	Six-month period ended 30 June	
	2022 Reviewed US\$ 000	2021 Reviewed US\$ 000
Net cash (used in) from operating activities	(13,108)	35,055
Net cash used in investing activities	(1,097)	(8,399)
Net cash from (used in) from financing activities	38,338	(8,267)
Foreign currency translation adjustments	(2,080)	1,078
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>22,053</b>	<b>19,467</b>
Cash and cash equivalents at 1 January	191,083	168,334
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>213,136</b>	<b>187,801</b>