

Interim Consolidated Statement of Financial Position

As at 30 September 2023 (Reviewed)

	Reviewed 30 September 2023 US\$ 000	Audited 31 December 2022 US\$ 000	Reviewed 30 September 2022 US\$ 000
ASSETS			
Demand and call deposits with banks	86,444	102,969	82,421
Placements with banks	88,335	96,465	113,204
Investments carried at fair value through profit or loss	121,652	88,064	90,203
Investments carried at fair value through other comprehensive income	106,198	104,021	99,878
Investments carried at amortised cost	-	25,036	25,034
Loans and receivables	19,198	21,690	28,377
Other assets	43,424	46,922	48,889
Investment in associates	83,498	87,050	87,517
Investment properties	99,160	99,962	98,375
Property and equipment	15,725	15,846	14,656
Goodwill and other intangible assets	62,482	63,556	64,446
Assets held for sale	-	2,306	7,279
TOTAL ASSETS	726,116	753,887	760,279
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	125,921	138,878	151,024
Deposits from customers	21,424	20,772	24,625
Term loans	203,581	61,324	61,139
Long term bonds	-	130,595	129,116
Other liabilities	65,479	80,741	74,542
TOTAL LIABILITIES	416,405	432,310	440,446
EQUITY			
Share capital	116,132	116,132	116,132
Share premium	5,687	5,687	5,687
Statutory reserve	54,034	54,034	53,519
General reserve	3,765	33,765	33,250
Fair value reserve	9,780	(7,586)	(9,252)
Foreign currency translation reserve	(5,775)	(5,379)	(6,252)
Retained earnings / (accumulated deficit)	1,429	(1,425)	2,350
Equity attributable to shareholders of the Parent	185,052	195,228	195,434
Perpetual Additional Tier 1 Capital	33,000	33,000	33,000
Non-controlling interests	91,659	93,349	91,399
TOTAL EQUITY	309,711	321,577	319,833
TOTAL LIABILITIES AND EQUITY	726,116	753,887	760,279

Interim Consolidated Statement of Changes In Equity

For the nine-month period ended 30 September 2023 (Reviewed)

	Attributable to shareholders of the Parent										
	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	Total US\$ 000	Perpetual Additional Tier 1 Capital US\$ 000	Non-controlling interests US\$ 000	Total equity US\$ 000
Balance at 1 January 2023	116,132	5,687	54,034	33,765	(7,586)	(5,379)	(1,425)	195,228	33,000	93,349	321,577
Net loss for the period	-	-	-	-	-	-	(14,198)	-	(2,069)	(16,267)	
Other comprehensive income (loss)	-	-	-	-	4,103	(357)	-	3,746	-	(826)	2,920
Total comprehensive income (loss) for the period	-	-	-	-	4,103	(357)	(14,198)	(10,452)	-	(2,895)	(13,347)
Transfer upon disposal of equity investments carried at FVOCI	-	-	-	-	(10)	-	10	-	-	-	-
Movements in associates	-	-	-	-	4,167	-	(3,052)	1,115	-	31	1,146
Other movements	-	-	-	-	9,106	(39)	(8,154)	913	-	636	1,549
Interest payment on Tier 1 Capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)
Transfer from general reserve to accumulated deficit	-	-	-	(30,000)	-	-	30,000	-	-	-	-
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	538	538	538
Balance at 30 September 2023	116,132	5,687	54,034	3,765	9,780	(5,775)	1,429	185,052	33,000	91,659	309,711
Balance at 1 January 2022	116,132	5,687	53,519	33,250	(13,477)	(4,572)	261	190,800	33,000	92,902	316,702
Net profit for the period	-	-	-	-	-	-	4,079	4,079	-	4,405	8,484
Other comprehensive income (loss)	-	-	-	-	3,987	(1,680)	-	2,307	-	(1,498)	809
Total comprehensive income (loss) for the period	-	-	-	-	3,987	(1,680)	4,079	6,386	-	2,907	9,293
Transfer upon disposal of equity investments carried at FVOCI	-	-	-	-	238	-	(238)	-	-	-	-
Interest payment on Perpetual Tier 1 Capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	(1,752)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	(4,410)	(4,410)
Balance at 30 September 2022	116,132	5,687	53,519	33,250	(9,252)	(6,252)	2,350	195,434	33,000	91,399	319,833

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 nine month period ended 30 September 2023 which were approved by the Board of Directors on 13 November 2023 and was reviewed by Ernst & Young, Kingdom of Bahrain.

Masaad Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Hussain Lalani
Chief Executive Officer

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Interim Consolidated Statement of Income

For the nine-month period ended 30 September 2023 (Reviewed)

	Three-month period ended 30 September	Nine-month period ended 30 September
	2023 US\$ 000	2022 US\$ 000
Interest income	2,287	2,543
Investment (loss) income - net	(1,260)	761
	1,027	3,304
Fees and commission income - net	10,763	10,207
Foreign exchange gain (loss) - net	698	536
Share of results of associates	(2,087)	(1,549)
Total income	10,401	12,498
Interest expense	(5,548)	(4,640)
	16,236	(12,082)
Operating income before expenses and expected credit losses	4,853	7,858
Salaries and benefits	(8,203)	(7,850)
General and administrative expenses	(3,869)	(3,399)
Operating (loss) income before expected credit losses	(7,219)	(3,391)
Expected credit losses	(481)	(601)
(Loss) profit before tax	(7,700)	(3,992)
Tax credit / (expense)	28	(33)
Net (loss) profit for the period	(7,672)	(4,025)
Net (loss) profit attributable to non-controlling interests	(2,251)	(1,366)
Net (loss) profit attributable to shareholders of the Parent	(5,421)	(2,659)
		4,079

Interim Consolidated Statement of Comprehensive Income

For the nine-month period ended 30 September 2023 (Reviewed)

	Three-month period ended 30 September	Nine-month period ended 30 September
	2023 US\$ 000	2022 US\$ 000

Net (loss) profit for the period	(7,672)	(4,025)
Other Comprehensive Income (OCI)		
Items that may be reclassified to profit or loss in subsequent periods		
Foreign currency translation changes	2,506	(1,812)
Net change in cashflow hedges	402	406
Share of other comprehensive (loss) income of associates	(2,236)	4,524
Items that will not be reclassified to profit or loss in subsequent periods		
Fair value changes of equity investments carried at fair value through other comprehensive income	(813)	(1,805)
Share of other comprehensive loss of associates	(1,215)	(134)
Other comprehensive (loss) income for the period		
(1,356)	1,313	2,920
Total comprehensive (loss) income for the period	(9,028)	(2,712)
Total comprehensive (loss) income attributable to:		
- Shareholders of the Parent	(6,178)	(597)
- non-controlling interests	(2,850)	(2,115)
	(9,028)	(2,712)
Total comprehensive (loss) income attributable to:	(13,347)	9,293

Interim Condensed Consolidated Statement of Cash Flows

For the nine-month period ended 30 September 2023 (Reviewed)

	Nine-month period ended 30 September	
	2023 US\$ 000	2022 US\$ 000
Net cash flows used in operating activities	(39,577)	(36,423)
Net cash flows used in investing activities	(2,374)	(6,549)
Net cash flows from financing activities	10,448	38,838
NET CHANGE IN CASH AND CASH EQUIVALENTS	(31,503)	(4,134)
Foreign currency translation adjustments	5,163	(4,589)
Cash and cash equivalents at 1 January	184,906	191,083
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	158,566	182,360