بنك الخليج المتحد ش.م.ب.

United Gulf Bank B.S.C.

Interim Consolidated Statement of Financial Position
As at 30 June 2015 (Reviewed)

	Reviewed 30 June 2015 US$ 000	Audited 31 December 2014 US$ 000	Reviewed 30 June 2014 US$ 000
ASSETS			
Demand and call deposits with banks	**248,907**	284,048	199,502
Placements with banks	**125,833**	142,481	59,077
Investments carried at fair value through statement of income	**66,974**	57,063	69,796
Non-trading investments	**177,487**	218,407	223,623
Loans and receivables	**920,462**	990,164	983,798
Other assets	**116,652**	113,574	67,278
Investments in associates and joint ventures	**857,200**	864,991	801,967
Investment properties	**42,223**	4,774	14
Property and equipment	**41,708**	39,926	39,503
Goodwill	**54,304**	54,509	77,342
Assets of disposal group classified as held for sale	**1,748**	7,893	-
TOTAL ASSETS	**2,653,498**	2,777,830	2,521,900
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	**700,447**	712,615	626,362
Deposits from customers	**464,358**	548,417	465,193
Loans payable	**802,442**	781,347	713,604
Subordinated debt	**93,270**	93,270	93,270
Other liabilities	**57,545**	61,545	69,338
Liabilities of disposal group classified as held for sale	**296**	249	-
TOTAL LIABILITIES	**2,118,358**	2,197,443	1,967,767
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	**98,766**	98,766	96,882
General reserve	**79,251**	79,251	77,367
Treasury shares reserve	**14,248**	14,248	14,248
Fair value reserve	**(20,649)**	7,539	(3,182)
Foreign currency translation reserve	**(31,299)**	(10,403)	6,301
Retained earnings	**76,726**	71,522	72,866
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	**419,022**	462,902	466,461
Non-controlling interests	**116,118**	117,485	87,672
TOTAL EQUITY	**535,140**	580,387	554,133
TOTAL LIABILITIES AND EQUITY	**2,653,498**	2,777,830	2,521,900

Interim Consolidated Statement of Income
For the six-month period ended 30 June 2015 (Reviewed)

	Three-months period ended 30 June		Six-months period ended 30 June	
	2015 US$ 000	2014 US$ 000	**2015 US$ 000**	2014 US$ 000
Investment income - net	**5,846**	(3,201)	**5,676**	11,111
Interest income	**14,318**	16,432	**31,276**	28,051
	20,164	13,231	**36,952**	39,162
Fees and commissions	**7,723**	10,514	**15,423**	19,824
Foreign currency translation (losses) gains - net	**(1,153)**	(1,489)	**1,866**	(3,162)
Share of results of associates and joint ventures - net	**13,335**	23,742	**21,066**	30,710
Total income	**40,069**	45,998	**75,307**	86,534
Interest expense	**(13,171)**	(13,849)	**(25,433)**	(25,740)
Operating income before expenses and provisions	**26,898**	32,149	**49,874**	60,794
Salaries and benefits	**(12,995)**	(9,853)	**(25,137)**	(20,298)
General and administrative expenses	**(8,102)**	(4,840)	**(15,054)**	(11,367)
Operating income before provisions	**5,801**	17,456	**9,683**	29,129
Impairment loss on loans and receivables	**(5,996)**	(12,813)	**(8,556)**	(12,908)
Taxation	**1,380**	-	**1,431**	-
Net profit for the period from continuing operations	**1,185**	4,643	**2,558**	16,221
Discontinued operations				
Net loss from discontinued operations	**(1,138)**	-	**(2,342)**	-
Net profit for the period	**47**	4,643	**216**	16,221
Net loss attributable to non-controlling interests	**(3,034)**	(1,554)	**(4,988)**	(194)
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	**3,081**	6,197	**5,204**	16,415
Net profit (loss) for the period attributable to:				
Shareholders of the parent				
- from continuing operations	**3,778**	6,197	**6,638**	16,415
- from discontinued operations	**(697)**	-	**(1,434)**	-
	3,081	6,197	**5,204**	16,415
Non-controlling interests				
- from continuing operations	**(2,593)**	-	**(4,080)**	-
- from discontinued operations	**(441)**	(1,554)	**(908)**	(194)
	(3,034)	(1,554)	**(4,988)**	(194)
Earnings per share				
Basic and diluted earnings per share attributable to Shareholders of the parent (US cents)	**0.38**	0.76	**0.64**	2.01
Basic and diluted earnings per share from continuing operations attributable to Shareholders of the parent (US cents)	**0.46**	0.76	**0.81**	2.01

Interim Consolidated Statement of Cash Flows
For the six-month period ended 30 June 2015 (Reviewed)

	Six-months period ended 30 June	
	2015 US$ 000	2014 US$ 000
Net cash used in operating activities	**(39,664)**	(170,660)
Net cash (used in) from investing activities	**(21,612)**	56,954
Net cash from financing activities	**21,095**	146,083
Foreign currency translation adjustments	**(20,898)**	(385)
Movement in non-controlling interests	**3,622**	(1,842)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**(57,457)**	30,150
Cash and cash equivalents at 1 January	**418,417**	130,491
CASH AND CASH EQUIVALENTS AT 30 JUNE	**360,960**	160,641

Interim Consolidated Statement of Comprehensive Income
For the six-month period ended 30 June 2015 (Reviewed)

	Three-months period ended 30 June		Six-months period ended 30 June	
	2015 US$ 000	2014 US$ 000	**2015 US$ 000**	2014 US$ 000
NET PROFIT FOR THE PERIOD	**47**	4,643	**216**	16,221
Other comprehensive (loss) income for the period to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation reserve	**(4,063)**	234	**(21,663)**	(335)
Movement in fair values of investments available for sale	**4,982**	6,430	**4,075**	15,296
Transfer to interim consolidated statement of income upon derecognition	-	(2,696)	**(19,623)**	(1,008)
Share of other comprehensive (loss) income of associates and joint ventures - net	**(4,299)**	590	**(11,183)**	(131)
Cash flow hedges	**27**	(67)	**(42)**	(37)
Other comprehensive (loss) income for the period to be reclassified to profit or loss in subsequent periods	**(3,353)**	4,491	**(48,436)**	13,785
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	**(3,306)**	9,134	**(48,220)**	30,006
Total comprehensive (loss) income attributable to				
- shareholders of the parent	**(1,548)**	8,557	**(43,880)**	30,161
- non-controlling interests	**(1,758)**	577	**(4,340)**	(155)
	(3,306)	9,134	**(48,220)**	30,006

Interim Consolidated Statement of Changes in Equity
For the six-month period ended 30 June 2015 (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	Non-controlling interests US$ 000	Total equity US$ 000
Balance at 1 January 2015	208,651	(18,131)	11,459	98,766	79,251	14,248	7,539	(10,403)	71,522	462,902	117,485	580,387
Profit (loss) for the period	-	-	-	-	-	-	-	-	5,204	5,204	(4,988)	216
Other comprehensive (loss) income	-	-	-	-	-	-	(28,188)	(20,896)	-	(49,084)	648	(48,436)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(28,188)	(20,896)	5,204	(43,880)	(4,340)	(48,220)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	2,973	2,973
Balance at 30 June 2015	**208,651**	**(18,131)**	**11,459**	**98,766**	**79,251**	**14,248**	**(20,649)**	**(31,299)**	**76,726**	**419,022**	**116,118**	**535,140**
Balance at 1 January 2014	208,651	(18,131)	11,459	96,882	77,367	14,248	(17,313)	6,686	56,451	436,300	23,262	459,562
Profit (loss) for the period	-	-	-	-	-	-	-	-	16,415	16,415	(194)	16,221
Other comprehensive income (loss)	-	-	-	-	-	-	14,131	(385)	-	13,746	39	13,785
Total comprehensive income (loss) for the period	-	-	-	-	-	-	14,131	(385)	16,415	30,161	(155)	30,006
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	64,565	64,565
Balance at 30 June 2014	208,651	(18,131)	11,459	96,882	77,367	14,248	(3,182)	6,301	72,866	466,461	87,672	554,133

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim 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 2015, which were approved by the Board of Directors on 13 August 2015 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Rabih Soukarieh
Chief Executive Officer

Major Subsidiaries

KAMCO كامكو

FIMBANK

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

Major Associates

بنك برقان BURGAN BANK

منافع Manafae
شركة منافع للإستثمار
Manafae Investment Company

NORTHAFRICA HOLDING COMPANY

شركة العقارات المتحدة
United Real Estate Company