



بنك الخليج المتحد ش.م.ب.  
United Gulf Bank B.S.C.

Interim Consolidated Statement of Financial Position

As at 31 March 2016 (Reviewed)

	Reviewed 31 March 2016 US\$ 000	Audited 31 December 2015 US\$ 000	Reviewed 31 March 2015 US\$ 000
<b>ASSETS</b>			
Demand and call deposits with banks	300,634	176,793	273,123
Placements with banks	161,833	57,026	125,261
Investments carried at fair value through statement of income	54,517	50,661	66,748
Non-trading investments	355,009	285,003	178,024
Loans and receivables	1,000,060	1,032,098	887,257
Other assets	132,872	119,686	117,154
Investments in associates	715,163	853,984	850,682
Investment properties	102,117	46,222	30,623
Property and equipment	40,546	41,694	40,838
Goodwill	52,321	52,321	54,442
Assets of disposal group classified as held for sale	1,098	1,028	6,937
<b>TOTAL ASSETS</b>	<b>2,916,170</b>	<b>2,716,516</b>	<b>2,631,089</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Due to banks and other financial institutions	813,955	838,160	700,774
Deposits from customers	585,152	462,086	458,347
Loans payable	796,317	714,568	788,010
Subordinated debt	123,470	143,270	93,270
Other liabilities	62,462	54,999	52,649
Liabilities of disposal group classified as held for sale	186	166	269
<b>TOTAL LIABILITIES</b>	<b>2,381,542</b>	<b>2,213,249</b>	<b>2,093,319</b>
<b>EQUITY</b>			
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	99,888	99,888	98,766
General reserve	80,373	80,373	79,251
Treasury shares reserve	14,248	14,248	14,248
Fair value reserve	(54,411)	(48,159)	(19,974)
Foreign currency translation reserve	(32,754)	(34,890)	(27,345)
Retained earnings	83,526	80,497	73,645
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</b>	<b>392,849</b>	<b>393,936</b>	<b>420,570</b>
Perpetual Tier 1 capital facility	33,000	-	-
Non-controlling interests	108,779	109,331	117,200
<b>TOTAL EQUITY</b>	<b>534,628</b>	<b>503,267</b>	<b>537,770</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>2,916,170</b>	<b>2,716,516</b>	<b>2,631,089</b>

Interim Consolidated Statement of Comprehensive Income

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March 2016 US\$ 000	2015 US\$ 000
<b>NET PROFIT FOR THE PERIOD</b>	<b>427</b>	<b>169</b>
<b>Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods:</b>		
- Foreign currency translation reserve	2,265	(17,600)
- Fair values reserve	749	(20,505)
- Transfer to interim consolidated statement of income upon disposal	2,230	(25)
- Share of other comprehensive loss of associates and joint ventures - net	(5,918)	(6,884)
- Cash flow hedges	(626)	(69)
<b>Other comprehensive loss for the period to be reclassified to profit or loss in subsequent periods</b>	<b>(1,300)</b>	<b>(45,083)</b>
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>	<b>(873)</b>	<b>(44,914)</b>
<b>Total comprehensive (loss) profit attributable to</b>		
- shareholders of the parent	(1,087)	(42,332)
- non-controlling interests	214	(2,582)
	(873)	(44,914)

Interim Consolidated Statement of Changes in Equity

For the three-month period ended 31 March 2016 (Reviewed)

	Attributable to shareholders of the parent										Perpetual Tier 1 capital facility US\$ 000	Non- controlling interests US\$ 000	Total equity US\$ 000
	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			
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	-	-	-	-	-	-	-	-	3,029	3,029	-	(2,602)	427
Other comprehensive (loss) income	-	-	-	-	-	-	(6,252)	2,136	-	(4,116)	-	2,816	(1,300)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(6,252)	2,136	3,029	(1,087)	-	214	(873)
Perpetual Tier 1 capital facility	-	-	-	-	-	-	-	-	-	-	33,000	-	33,000
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(766)	(766)
<b>Balance at 31 March 2016</b>	<b>208,651</b>	<b>(18,131)</b>	<b>11,459</b>	<b>99,888</b>	<b>80,373</b>	<b>14,248</b>	<b>(54,411)</b>	<b>(32,754)</b>	<b>83,526</b>	<b>392,849</b>	<b>33,000</b>	<b>108,779</b>	<b>534,628</b>
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	-	-	-	-	-	-	-	-	2,123	2,123	-	(1,954)	169
Other comprehensive loss	-	-	-	-	-	-	(27,513)	(16,942)	-	(44,455)	-	(628)	(45,083)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(27,513)	(16,942)	2,123	(42,332)	-	(2,582)	(44,914)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	2,297	2,297
<b>Balance at 31 March 2015</b>	<b>208,651</b>	<b>(18,131)</b>	<b>11,459</b>	<b>98,766</b>	<b>79,251</b>	<b>14,248</b>	<b>(19,974)</b>	<b>(27,345)</b>	<b>73,645</b>	<b>420,570</b>	<b>-</b>	<b>117,200</b>	<b>537,770</b>

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 three-month period ended 31 March 2016, which were approved by the Board of Directors on 11 May 2016 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat  
Chairman

Faisal Al Ayyar  
Vice Chairman

Hussain Lalani  
Acting Chief Executive Officer

Interim Consolidated Statement of Income

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March 2016 US\$ 000	2015 US\$ 000
Investment income - net	7,583	(170)
Interest income	11,291	16,958
	18,874	16,788
Fees and commissions	8,470	7,700
Foreign currency translation (losses) gains - net	(4,571)	3,019
Share of results of associates and joint ventures - net	10,234	7,731
<b>Total income</b>	<b>33,007</b>	<b>35,238</b>
Interest expense	(12,684)	(12,262)
<b>Operating income before expenses and provisions</b>	<b>20,323</b>	<b>22,976</b>
Salaries and benefits	(12,265)	(12,142)
General and administrative expenses	(6,942)	(6,952)
<b>Operating income before provisions</b>	<b>1,116</b>	<b>3,882</b>
Write-back of provisions on (provisions for) loans and receivables	751	(2,560)
Provision for impairment on investments	(1,700)	-
Taxation - net	278	51
<b>Net profit for the period from continuing operations</b>	<b>445</b>	<b>1,373</b>
<b>Discontinued operations</b>		
Net loss from discontinued operations	(18)	(1,204)
<b>Net profit for the period</b>	<b>427</b>	<b>169</b>
<b>Net loss attributable to non-controlling interests</b>	<b>(2,602)</b>	<b>(1,954)</b>
<b>NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</b>	<b>3,029</b>	<b>2,123</b>

Net (loss) profit for the period attributable to:  
Non-controlling interests

- from continuing operations	(2,595)	(1,487)
- from discontinued operations	(7)	(467)
	(2,602)	(1,954)

Shareholders of the parent

- from continuing operations	3,040	2,860
- from discontinued operations	(11)	(737)
	3,029	2,123

Earnings per share

Basic and diluted earnings per share attributable to shareholders of the parent (US cents)	0.37	0.26
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Basic and diluted earnings per share from continuing operations attributable to shareholders of the parent (US cents)	0.37	0.35
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Interim Condensed Consolidated Statement of Cash Flows

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March 2016 US\$ 000	2015 US\$ 000
Net cash from (used in) operating activities	114,020	(11,702)
Net cash used in investing activities	(5,276)	(12,409)
Net cash from financing activities	94,949	6,663
Foreign currency translation adjustments	2,136	(16,875)
Movement in non-controlling interests	2,050	1,669
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>207,879</b>	<b>(32,654)</b>
Cash and cash equivalents at 1 January	220,957	418,416
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>	<b>428,836</b>	<b>385,762</b>