



Interim Consolidated Statement of Income

Interim Consolidated Statement of Financial Position As at 30 June 2016 (Reviewed)			
, ,	Reviewed 30 June 2016 US\$ 000	Audited 31 December 2015 US\$ 000	Reviewed 30 June 2015 US\$ 000
ASSETS			
Demand and call deposits with banks	199,981	176,793	248,907
Placements with banks	218,753	57,026	125,833
Investments carried at fair value through statement of income	51,950	50,661	66,974
Non-trading investments	346,414	285,003	177,487
_oans and receivables	1,141,754	1,032,098	920,462
Other assets	141,929	119,686	116,652
nvestments in associates and joint ventures	683,604	853,984	857,200
nvestment properties	102,148	46,222	42,223
Property and equipment	39,581	41,694	41,708
Goodwill	52,321	52,321	54,304
Assets of disposal group classified as held for sale	382	1,028	1,748
TOTAL ASSETS	2,978,817	2,716,516	2,653,498
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	725,053	838,160	700,447
Deposits from customers	882,060	462,086	464,358
oans payable	650,051	714,568	802,442
Subordinated debt	123,470	143,270	93,270
Other liabilities	62,069	54,999	57,545
Liabilities of disposal group classified as held for sale	218	166	296
TOTAL LIABILITIES	2,442,921	2,213,249	2,118,358
EQUITY			
Share capital	208,651	208,651	208,651
Freasury 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
Freasury shares reserve	14,248	14,248	14,248
air value reserve	(53,681)	(48,159)	(20,649
oreign currency translation reserve	(32,260)	(34,890)	(31,299
Retained earnings	84,731	80,497	76,726
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	395,278	393,936	419,022
Perpetual Tier 1 capital	33,000	-	
Non-controlling interests	107,618	109,331	116,118
TOTAL EQUITY	535,896	503,267	535,140
TOTAL LIABILITIES AND EQUITY	2,978,817	2,716,516	2,653,498

	Three-mo ended	nth period 30 June	Six-month period ended 30 June	
-	2016 US\$ 000	2015 US\$ 000	2016 US\$ 000	2015 US\$ 000
NET PROFIT FOR THE PERIOD	348	47	775	216
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation reserve	498	(4,063)	2,763	(21,663
- Fair values reserve	(1,746)	4,982	1,233	4,075
- Transfer to interim consolidated statement of income upon disposal	65	-	2,295	(19,623
- Share of other comprehensive income (loss) of associates and joint ventures - net	1,689	(4,299)	(6,459)	(11,183
- Cash flow hedges	344	27	(282)	(42
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods	850	(3,353)	(450)	(48,436
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	1,198	(3,306)	325	(48,220
Total comprehensive income (loss) attributable to				
- shareholders of the parent	2,429	(1,548)	1,342	(43,880
- non-controlling interests	(1,231)	(1,758)	(1,017)	(4,340
	1.198	(3,306)	325	(48,220

	Three-month period ended 30 June		Six-month period ended 30 June		
_	2016 US\$ 000	2015 US\$ 000	2016 US\$ 000	2015 US\$ 000	
Investment income - net	118	5,846	7,701	5,676	
Interest income	11,739	14,318	23,030	31,276	
	11,857	20,164	30,731	36,952	
Fees and commissions	11,708	7,723	20,178	15,423	
Foreign currency translation (losses) gains - net	4,496	(1,153)	(75)	1,866	
Share of results of associates and joint ventures - net	10,904	13,335	21,138	21,066	
Total income	38,965	40,069	71,972	75,307	
Interest expense	(14,427)	(13,171)	(27,111)	(25,433)	
Operating income before expenses and provisions	24,538	26,898	44,861	49,874	
Salaries and benefits	(12,743)	(12,995)	(25,008)	(25,137)	
General and administrative expenses	(7,500)	(8,102)	(14,442)	(15,054)	
Operating income before provisions	4,295	5,801	5,411	9,683	
Provisions for loans and receivables	(2,740)	(5,996)	(1,989)	(8,556)	
Provision for impairment on investments	-	-	(1,700)	-	
Taxation - net	(1,177)	1,380	(899)	1,431	
Net profit for the period from continuing operations	378	1,185	823	2,558	
Discontinued operations					
Net loss from discontinued operations	(30)	(1,138)	(48)	(2,342)	
Net profit for the period	348	47	775	216	
Net loss attributable to non-controlling interests	(857)	(3,034)	(3,459)	(4,988)	
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	1,205	3,081	4,234	5,204	
Net (loss) profit for the period attributable to: Non-controlling interests					
- from continuing operations	(845)	(2,593)	(3,440)	(4,080)	
- from discontinued operations	(12)	(441)	(19)	(908)	
	(857)	(3,034)	(3,459)	(4,988)	
Shareholders of the parent					
- from continuing operations	1,223	3,778	4,263	6,638	
- from discontinued operations	(18)	(697)	(29)	(1,434)	
	1,205	3,081	4,234	5,204	
Earnings per share					
Basic and diluted earnings per share attributable to shareholders of the parent (US cents)	0.15	0.38	0.52	0.64	

	Six-month ended 30	
	2016 US\$ 000	2015 US\$ 000
Net cash from (used in) operating activities	205,253	(39,664
Net cash from (used in) investing activities	38,591	(21,612
Net cash (used in) from financing activities	(51,317)	21,095
Foreign currency translation adjustments	2,630	(20,898
Movement in non-controlling interests	1,746	3,622
NET CHANGE IN CASH AND CASH EQUIVALENTS	196,903	(57,457
Cash and cash equivalents at 1 January	220,957	418,417
CASH AND CASH EQUIVALENTS AT 30 JUNE	417,860	360,960

0.46

0.52

	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	Perpetual Tier 1 capital US\$ 000	Non- controlling interests US\$ 000	Total equity 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	-	-	-	-	-	-	-	-	4,234	4,234	-	(3,459)	775
Other comprehensive (loss) income	-	-	-	-	-	-	(5,522)	2,630	-	(2,892)	-	2,442	(450)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(5,522)	2,630	4,234	1,342	-	(1,017)	325
Perpetual Tier 1 capital	-	-	-	-	-	-	-	-	-	-	33,000	-	33,000
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(696)	(696)
Balance at 30 June 2016	208,651	(18,131)	11,459	99,888	80,373	14,248	(53,681)	(32,260)	84,731	395,278	33,000	107,618	535,896
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

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 Condensed 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 2016, which were approved by the Board of Directors on 10 August 2016 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat Chairman Faisal Al Ayyar Vice Chairman Hussain Lalani Acting Chief Executive Officer

Major Subsidiaries











Major Associates



