



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

Regulatory Capital Disclosure

31st March 2018





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Step 1: Disclosure of the reported Balance sheet under the regulatory scope of consolidation

	Balance sheet as in published financial statements	Consolidated PIR data
	31-Mar-18	31-Mar-18
Assets	US\$ 000	US\$ 000
Cash and balances with central banks	33,822	318
Due from banks and other financial institutions	99,186	132,617
Investments at fair value through statement of income	34,587	34,587
Loans and advances to customers	28,915	32,593
Non-trading investments	140,368	140,368
Investments in associated companies	78,061	130,452
Interest receivable and other assets	34,938	34,873
Investment properties	107,003	107,003
Property and equipment	2,604	2,604
Goodwill	52,390	-
Assets of disposal group classified as held for sale	-	-
Total assets	611,874	615,415
Liabilities		
Due to banks and other financial institutions	224,440	224,440
Deposits from Customers	11,367	11,367
Term borrowings	81,152	81,152
Subordinated debt	-	-
Interest payable and other liabilities	36,442	36,443
Liabilities of disposal group classified as held for sale	-	-
Total liabilities	353,401	353,402
Equity		
Share capital	101,132	101,132
Treasury shares	-	-
Share premium	5,687	5,687
Statutory reserve	49,881	49,881
General reserve	29,612	29,612
Treasury shares reserve	-	-
Cumulative changes in fair values	7,730	7,730
Foreign currency translation adjustments	(2,623)	(2,623)
Retained earnings	8,124	8,124
Collective impairment provision	-	3,540
Subordinated debts	-	-
Attributable to the owners of the Bank	199,543	203,083
Non-controlling interests	25,930	25,930
Perpetual Tier 1 capital facility	33,000	33,000
Total equity	258,473	262,013
Total Liabilities and equities	611,874	615,415



Step 2: Expansion of the Balance Sheet under Regulatory scope of consolidation

	Balance sheet as in published financial statements	Consolidated PIR data	Ref.
	31-Mar-2018	31-Mar-2018	
Assets	US\$ 000	US\$ 000	
Cash and balances with central banks	33,822	318	
Due from banks and other financial institutions	99,186	132,617	
Investments at fair value through statement of income	34,587	34,587	
Loans and advances to customers	28,915	32,593	
of which specific provisions	(37,562)	(37,562)	
of which loans and advances (gross of provisions)	66,477	70,155	
Non-trading investments	140,368	140,368	
of which related to equity investments in financial entities	15,297	15,297	
of which related to CET1	15,297	15,297	a
of which related to Tier 1	-	-	
of which related to Tier 2	-	-	
of which related to other AFS investments	125,071	125,071	
of which equity investments in financial entities	-	-	
Investments in associated companies	78,061	130,452	
of which equity investments in financial entities	12,639	12,639	c
of which other investments	65,422	65,423	
of which Goodwill	-	52,390	d
Interest receivable and other assets	34,938	34,873	
of which deferred tax assets due to temporary differences	-	-	e
of which Interest receivable and other assets	34,938	34,873	
Investment properties	107,003	107,003	
Property and equipment	2,604	2,604	
Goodwill	52,390	-	
Assets of disposal group classified as held for sale	-	-	
Total assets	611,874	615,415	



Step 2: Expansion of the Balance Sheet under Regulatory scope of consolidation (continued)

	Balance sheet as in published financial statements	Consolidated PIR data	Ref.
	31-Mar-2018	31-Mar-2018	
	US\$ 000	US\$ 000	
Liabilities			
Due to banks and other financial institutions	224,440	224,440	
Deposits from Customers	11,367	11,367	
Term borrowings	81,152	81,152	
Subordinated debt	-	-	
Interest payable and other liabilities	36,442	36,443	
Liabilities of disposal group classified as held for sale	-	-	
Total liabilities	353,401	353,402	
Equity			
Share capital (net of Treasury shares)	101,132	101,132	
of which amount eligible for CET 1	101,132	101,132	f
of which amount eligible for AT 1	-	-	
Share premium	5,687	5,687	g
Statutory reserve	49,881	49,881	h
General reserve	29,612	29,612	i
Treasury shares reserve	-	-	
Cumulative changes in fair values	7,730	7,730	
of which unrealized gains and losses on available for sale financial instruments	-	-	j
of which gains and losses on derivatives held as cash flow hedges	1,703	1,703	k
of which unrealized gains and losses from fair valuing equities	6,027	6,027	l
Foreign currency translation adjustments	(2,623)	(2,623)	m
Retained earnings	8,124	8,124	
of which Treasury shares reserve	-	-	n
of which Retained earnings	8,124	8,124	o
Collective impairment provision	-	3,540	p
Subordinated debts	-	-	
of which Tier 2 capital instruments	-	-	q
Attributable to the owners of the Bank	199,543	203,083	
Non-controlling interests	25,930	25,930	
Perpetual Tier 1 capital facility	33,000	33,000	r
Total equity	258,473	262,013	
Total Liabilities and equities	611,874	615,415	



Step 3: Mapping the components to the composition of capital disclosure templates

		Component of regulatory capital	Source
Common Equity Tier 1: Instruments and reserves			
1	Directly issued qualifying common share capital plus related stock surplus	106,819	f+g
2	Retained earnings	8,124	o
3	Accumulated other comprehensive income and losses (and other reserves)	84,600	h+i+j+k+l+m+n
5	Common shares issued by subsidiaries and held by third parties (amount allowed in group CET1)	7,952	
6	Common Equity Tier 1 capital before regulatory adjustments	207,495	
Common Equity Tier 1 capital :regulatory adjustments			
8	Goodwill (net of related tax liabilities)	52,390	d
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liabilities)	-	c
11	Cash flow hedge reserve	1,703	k
28	Total regulatory adjustments to Common equity Tier 1	54,093	
29	Common Equity Tier 1 capital (CET1)	153,402	
Additional Tier 1 capital: instruments			
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	33,000	r
31	of which: classified as equity under applicable accounting standards	33,000	r
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	576	
36	Additional Tier 1 capital before regulatory adjustments	33,576	
Additional Tier 1 capital: regulatory adjustments			
43	Total regulatory adjustments to Additional Tier 1 capital	-	
44	Additional Tier 1 capital (AT1)	33,576	
45	Tier capital (T1 = CET1 + AT1)	186,978	
Tier 2 capital: instruments and provisions			
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	-	q
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	768	
50	Provisions	3,540	p
51	Tier 2 capital before regulatory adjustments	4,308	
Tier 2 capital: regulatory adjustments			
58	Tier 2 capital (T2)	4,308	
59	Total capital (TC = T1 + T2)	191,286	
60	Total risk weighted assets	744,804	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	20.60%	
62	Tier 1 (as a percentage of risk weighted assets)	25.10%	
63	Total capital (as a percentage of risk weighted assets)	25.68%	
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement, expressed as a percentage of risk weighted assets)	9.00%	
65	of which: capital conservation buffer requirement	2.50%	
66	of which: bank specific countercyclical buffer requirement	N/A	
67	of which: G-SIB buffer requirement	N/A	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	20.60%	
National minima (where different from Basel III)			
69	CBB Common Equity Tier 1 minimum ratio	6.50%	
70	CBB Tier 1 minimum ratio	8.00%	
71	CBB total capital minimum ratio	10.00%	
Amounts below the thresholds for deduction (before risk weighting)			
72	Non-significant investments in the capital of other financials	15,297	
73	Significant investments in the common stock of financials	12,639	
Applicable caps on the inclusion of provisions in Tier 2			
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	3,540	p
77	Cap on inclusion of provisions in Tier 2 under standardised approach	7,952	



Disclosure of main features of regulatory capital instruments

Disclosure template for main features of regulatory capital instruments			
1	Issuer	United Gulf Bank	United Gulf Bank
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	Share ticker: UGB	Not listed
3	Governing law(s) of the instrument	Laws and regulations of the Kingdom of	Laws and regulations of the Kingdom of
	<i>Regulatory treatment</i>		
4	Transitional CBB rules	Common Equity Tier 1	Additional Tier 1
5	Post-transitional CBB rules	Common Equity Tier 1	Eligible
6	Eligible at solo/group/group & solo	Group and solo	Group and solo
7	Instrument type (types to be specified by each jurisdiction)	Common shares	Perpetual Subordinated Loan
8	Amount recognised in regulatory capital	US\$ 101 million	US\$ 33 million
9	Par value of instrument	US\$ 0.25 per share	US\$ 33 million
10	Accounting classification	Shareholders' Equity	Equity
11	Original date of issuance	Various	Mar-2016
12	Perpetual or dated	Perpetual	Perpetual
13	Original maturity date	No maturity	No maturity
14	Issuer call subject to prior supervisory approval	No	Yes
15	Optional call date, contingent call dates and redemption amount	Not applicable	Not applicable
16	Subsequent call dates, if applicable	Not applicable	Not applicable
	<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Floating dividends	Fixed coupon
18	Coupon rate and any related index	Not applicable	10.5% p.a.
19	Existence of a dividend stopper	Not applicable	Yes
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	No	No
22	Noncumulative or cumulative	Noncumulative	Noncumulative
23	Convertible or non-convertible	Not applicable	Non-convertible
24	If convertible, conversion trigger (s)	Not applicable	Not applicable
25	If convertible, fully or partially	Not applicable	Not applicable
26	If convertible, conversion rate	Not applicable	Not applicable
27	If convertible, mandatory or optional conversion	Not applicable	Not applicable
28	If convertible, specify instrument type convertible into	Not applicable	Not applicable
29	If convertible, specify issuer of instrument it converts into	Not applicable	Not applicable
30	Write-down feature	No	Yes
31	If write-down, write-down trigger(s)	Not applicable	Non-Viability Event
32	If write-down, full or partial	Not applicable	Partial
33	If write-down, permanent or temporary	Not applicable	Permanent
34	If temporary write-down, description of write-up mechanism	Not applicable	Not applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Not applicable	Tier 2 subordinated instruments
36	Non-compliant transitioned features	None	None
37	If yes, specify non-compliant features	Not applicable	Not applicable

* The Additional Tier 1 facility has no impact on the earnings or dividends of the Group for the quarter ended 31 March 2018.