



Interim Consolidated Statement of Financial Position

As at 31 March 2017 (Reviewed)

	Reviewed 31 March 2017 US\$ 000	Audited 31 December 2016 US\$ 000	Reviewed 31 March 2016 US\$ 000
ASSETS			
Demand and call deposits with banks	209,117	176,880	300,634
Placements with banks	308,886	187,350	161,833
Investments carried at fair value through statement of income	36,795	45,178	54,517
Non-trading investments	409,619	404,436	355,009
Loans and receivables	1,184,818	1,184,804	1,000,060
Other assets	127,009	112,735	132,872
Investments in associates	709,830	709,043	715,163
Investment properties	104,579	101,326	102,117
Property and equipment	32,388	32,117	40,546
Goodwill	51,868	51,868	52,321
Non-current asset classified as held for sale	75,147	-	1,098
TOTAL ASSETS	3,250,056	3,005,737	2,916,170
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	769,445	726,222	813,955
Deposits from customers	995,905	985,210	585,152
Loans payable	792,910	652,125	796,317
Subordinated debt	50,000	50,000	123,470
Other liabilities	62,281	62,724	62,462
Liabilities directly associated with non-current asset classified as held for sale	38,824	-	186
TOTAL LIABILITIES	2,709,365	2,476,281	2,381,542
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	100,514	100,514	99,888
General reserve	80,999	80,999	80,373
Treasury shares reserve	14,248	14,248	14,248
Fair value reserve	(46,503)	(49,966)	(54,411)
Foreign currency translation reserve	(35,497)	(37,476)	(32,754)
Retained earnings	88,390	83,711	83,526
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	404,130	394,009	392,849
Perpetual Tier 1 capital	33,000	33,000	33,000
Non-controlling interests	103,561	102,447	108,779
TOTAL EQUITY	540,691	529,456	534,628
TOTAL LIABILITIES AND EQUITY	3,250,056	3,005,737	2,916,170

Interim Consolidated Statement of Comprehensive Income

For the three-month period ended 31 March 2017 (Reviewed)

	2017 US\$ 000	2016 US\$ 000
Net profit for the period	5,136	427
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods:		
- Foreign currency translation reserve	2,105	2,265
- Fair value reserve	9,621	749
- Transfer to interim consolidated statement of income upon disposal	-	2,230
- Share of other comprehensive loss of associates - net	(5,189)	(5,918)
- Cash flow hedges	52	(626)
Other comprehensive income (loss) for the period to be reclassified to profit or loss in subsequent periods	6,589	(1,300)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	11,725	(873)
Total comprehensive income (loss) attributable to:		
- shareholders of the parent	10,121	(1,087)
- non-controlling interests	1,604	214
	11,725	(873)

Interim Consolidated Statement of Changes In Equity

For the three-month period ended 31 March 2017 (Reviewed)

	Attributable to shareholders of the parent											Perpetual Tier 1 capital 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 2017	208,651	(18,131)	11,459	100,514	80,999	14,248	(49,966)	(37,476)	83,711	394,009	33,000	102,447	529,456	
Profit for the period	-	-	-	-	-	-	-	-	4,679	4,679	-	457	5,136	
Other comprehensive income	-	-	-	-	-	-	3,463	1,979	-	5,442	-	1,147	6,589	
Total comprehensive income for the period	-	-	-	-	-	-	3,463	1,979	4,679	10,121	-	1,604	11,725	
Perpetual Tier 1 capital	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(490)	(490)	
Balance at 31 March 2017	208,651	(18,131)	11,459	100,514	80,999	14,248	(46,503)	(35,497)	88,390	404,130	33,000	103,561	540,691	
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	-	-	-	-	-	-	-	-	-	-	33,000	-	33,000	
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(766)	(766)	
Balance at 31 March 2016	208,651	(18,131)	11,459	99,888	80,373	14,248	(54,411)	(32,754)	83,526	392,849	33,000	108,779	534,628	

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 2017, which were approved by the Board of Directors on 14 May 2017 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 2017 (Reviewed)

	2017 US\$ 000	2016 US\$ 000
Investment income - net	10,737	7,583
Interest income	13,264	11,291
	24,001	18,874
Fees and commissions	8,888	8,470
Foreign currency translation losses - net	(1,270)	(4,571)
Share of results of associates - net	9,108	10,234
Total income	40,727	33,007
Interest expense	(14,664)	(12,684)
Operating income before expenses and provisions	26,063	20,323
Salaries and benefits	(11,232)	(12,265)
General and administrative expenses	(7,719)	(6,942)
Operating income before provisions	7,112	1,116
(Provision for) / write back of provision for loans and receivables	(500)	751
Provision for impairment on investments	(985)	(1,700)
Taxation - net	(491)	278
Net profit for the period from continuing operations	5,136	445
Discontinued operations		
Net loss from discontinued operations	-	(18)
Net profit for the period	5,136	427
Net profit (loss) attributable to non-controlling interests	457	(2,602)
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	4,679	3,029
Net profit (loss) for the period attributable to:		
Non-controlling interests		
- from continuing operations	457	(2,595)
- from discontinued operations	-	(7)
	457	(2,602)
Shareholders of the parent		
- from continuing operations	4,679	3,040
- from discontinued operations	-	(11)
	4,679	3,029
Earnings per share		
Basic and diluted earnings per share attributable to shareholders of the parent (US cents)	0.57	0.37
Basic and diluted earnings per share from continuing operations attributable to shareholders of the parent (US cents)		
	0.57	0.37

Interim Condensed Consolidated Statement of Cash Flows

For the three-month period ended 31 March 2017 (Reviewed)

	2017 US\$ 000	2016 US\$ 000
Net cash from operating activities	9,818	114,088
Net cash used in investing activities	(34,566)	(5,344)
Net cash from financing activities	140,785	94,949
Foreign currency translation adjustments	1,979	2,136
Movement in non-controlling interests	657	2,050
NET CHANGE IN CASH AND CASH EQUIVALENTS	118,673	207,879
Cash and cash equivalents at 1 January	357,067	220,957
CASH AND CASH EQUIVALENTS AT 31 MARCH	475,740	428,836