



بنك الخليج العتد
ش.م.ب. (مقفلة)
United Gulf Bank B.S.C. (Closed)

Regulatory Capital Disclosure

30th September 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
Assets	US\$ 000	US\$ 000
Cash and balances with central banks	142,259	318
Due from banks and other financial institutions	139,904	283,942
Investments at fair value through statement of income	87,065	87,065
Loans and advances to customers	23,897	23,897
Non-trading investments	177,469	177,469
Held-to-maturity investments	494	494
Investments in associated companies	76,057	128,447
Interest receivable and other assets	68,114	68,345
Investment properties	108,963	108,963
Property and equipment	27,583	27,583
Goodwill and other intangibles	52,390	-
Total assets	904,195	906,523
Liabilities		
Due to banks and other financial institutions	219,185	219,185
Deposits from Customers	43,813	43,813
Term borrowings	70,716	70,716
Long term bonds	132,227	132,227
Interest payable and other liabilities	115,900	115,900
Total liabilities	581,841	581,841
Equity		
Share capital	101,132	101,132
Share premium	5,687	5,687
Statutory reserve	49,881	49,881
General reserve	29,612	29,612
Cumulative changes in fair values	(773)	(773)
Foreign currency translation adjustments	(3,906)	(3,906)
Retained earnings	13,259	13,259
Collective impairment provision	-	2,328
Subordinated debts	-	-
Attributable to the owners of the Bank	194,892	197,220
Non-controlling interests	94,462	94,462
Perpetual Tier 1 capital facility	33,000	33,000
Total equity	322,354	324,682
Total Liabilities and equities	904,195	906,523

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

	Balance sheet as in published financial statements	Consolidated PIR data	Ref.
Assets	US\$ 000	US\$ 000	
Cash and balances with central banks	142,259	318	
Due from banks and other financial institutions	139,904	283,942	
Investments at fair value through statement of income	87,065	87,065	
Investments held to maturity	494	494	
Loans and advances to customers	23,897	23,897	
of which specific provisions	(37,562)	(37,562)	
of which loans and advances (gross of provisions)	61,459	61,459	
Non-trading investments	177,469	177,469	
of which related to equity investments in financial entities	54,180	54,180	
of which related to CET1	52,586	52,586	a
of which related to Tier 1	1,594	1,594	
of which related to Tier 2	-	-	
of which related to other AFS investments	123,289	123,289	
of which equity investments in financial entities	-	-	
Investments in associated companies	76,057	128,447	
of which equity investments in financial entities	11,542	11,542	
of which other investments	64,515	64,515	
of which Goodwill	-	52,390	d
Interest receivable and other assets	68,114	68,345	
of which deferred tax assets due to temporary differences	-	-	e
of which Interest receivable and other assets	68,114	68,345	
Investment properties	108,963	108,963	
Property and equipment	27,583	27,583	
Goodwill	52,390	-	d
Total assets	904,195	906,523	

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

	Balance sheet as in published financial statements	Consolidated PIR data	Ref.
	US\$ 000	US\$ 000	
Liabilities			
Due to banks and other financial institutions	219,185	219,185	
Deposits from Customers	43,813	43,813	
Term borrowings	70,716	70,716	
Subordinated debt	132,227	132,227	
Interest payable and other liabilities	115,900	115,900	
Total liabilities	581,841	581,841	
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	(773)	(833)	
of which unrealized gains and losses on available for sale financial instruments	(60)	(60)	j
of which gains and losses on derivatives held as cash flow hedges	1,689	1,689	k
of which unrealized gains and losses from fair valuing equities	(2,462)	(2,462)	l
Foreign currency translation adjustments	(3,906)	(3,846)	m
Retained earnings	13,259	13,259	
of which Treasury shares reserve	-	-	n
of which Retained earnings	13,259	13,259	o
Collective impairment provision	-	2,328	p
Subordinated debts	-	-	
of which Tier 2 capital instruments	-	-	q
Attributable to the owners of the Bank	194,892	197,220	
Non-controlling interests	94,462	94,462	
Perpetual Tier 1 capital facility	33,000	33,000	r
Total equity	322,354	324,682	
Total Liabilities and equities	904,195	906,523	

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	13,259	o
3	Accumulated other comprehensive income and losses (and other reserves)	74,814	h+i+j+k+l+m+n
5	Common shares issued by subsidiaries and held by third parties (amount allowed in group CET1)	25,248	
6	Common Equity Tier 1 capital before regulatory adjustments	220,140	
Common Equity Tier 1 capital :regulatory adjustments			
8	Goodwill (net of related tax liabilities)	52,390	d
9	Other intangibles other than mortgage servicing rights (net of related tax liabilities)	-	d
11	Cash flow hedge reserve	1,689	k
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	29,466	
28	Total regulatory adjustments to Common equity Tier 1	83,545	
29	Common Equity Tier 1 capital (CET1)	136,595	
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)	1,324	
36	Additional Tier 1 capital before regulatory adjustments	34,324	
Additional Tier 1 capital: regulatory adjustments			
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	1,594	
43	Total regulatory adjustments to Additional Tier 1 capital	1,594	
44	Additional Tier 1 capital (AT1)	32,730	
45	Tier capital (T1 = CET1 + AT1)	169,325	
Tier 2 capital: instruments and provisions			
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)	1,765	
50	Provisions	2,328	p
51	Tier 2 capital before regulatory adjustments	4,093	
Tier 2 capital: regulatory adjustments			
58	Tier 2 capital (T2)	4,093	
59	Total capital (TC = T1 + T2)	173,418	
60	Total risk weighted assets	1,173,617	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	11.64%	
62	Tier 1 (as a percentage of risk weighted assets)	14.43%	
63	Total capital (as a percentage of risk weighted assets)	14.78%	
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%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	11.64%	
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	52,586	
73	Significant investments in the common stock of financials	11,542	
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)	2,328	p
77	Cap on inclusion of provisions in Tier 2 under standardised approach	13,070	

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\$ 0.5 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 period ended 30 September 2018.