

Consolidated Statement of Financial Position

As at 31 December 2020

	2020 US\$ 000	2019 US\$ 000
ASSETS		
Demand and call deposits with banks	111,000	71,369
Placements with banks	72,486	236,110
Investments carried at fair value through profit or loss	71,836	97,778
Investments carried at fair value through other comprehensive income	120,089	131,048
Investments carried at amortised cost	-	280
Loans and receivables	33,098	27,778
Other assets	62,729	62,933
Investments in associates	64,675	75,774
Investment properties	98,716	102,713
Property and equipment	47,666	51,849
Goodwill and other intangible assets	64,242	65,591
TOTAL ASSETS	746,537	923,223
LIABILITIES AND EQUITY		
LIABILITIES		
Due to banks and other financial institutions	167,519	307,784
Deposits from customers	42,053	22,647
Loans payable	32,906	36,875
Long term bonds	131,497	131,948
Other liabilities	79,601	90,965
TOTAL LIABILITIES	453,576	590,219
EQUITY		
Share capital	116,132	116,132
Share premium	5,687	5,687
Statutory reserve	52,032	52,032
General reserve	31,763	31,763
Fair value reserve	(10,720)	(6,009)
Foreign currency translation reserve	(4,693)	(4,569)
(Accumulated deficit) Retained earnings	(8,959)	15,911
CAPITAL AND RESERVES ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	181,242	210,947
Perpetual Tier 1 capital	33,000	33,000
Non-controlling interests in equity	78,719	89,057
TOTAL EQUITY	292,961	333,004
TOTAL LIABILITIES AND EQUITY	746,537	923,223

Consolidated Statement of Income

For the year ended 31 December 2020

	2020 US\$ 000	2019 US\$ 000
Interest income	5,903	9,964
Investment income - net	3,354	30,371
	9,257	40,335
Fees and commissions - net	53,020	68,337
Foreign currency gains - net	1,619	414
Share of results of associates - net	(8,381)	4,646
Total income	55,515	113,732
Interest expense	(17,874)	(22,170)
Operating income before expenses and provisions	37,641	91,562
Salaries and benefits	(34,504)	(45,461)
General and administrative expenses	(23,046)	(29,615)
Operating (loss) income before provisions and tax	(19,909)	16,486
Impairment losses against investments	(229)	-
Provision for unfunded participation	(2,634)	-
Expected credit losses (provision) reversals	(969)	1,615
(Loss) profit before tax	(23,741)	18,101
Taxation - net	857	(2,027)
(Loss) profit for the year	(22,884)	16,074
Net (loss) profit attributable to non-controlling interests	(3,407)	4,654
NET (LOSS) PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	(19,477)	11,420

Consolidated Statement of Comprehensive Income

For the year ended 31 December 2020

	2020 US\$ 000	2019 US\$ 000
(Loss) profit for the year	(22,884)	16,074
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods		
Fair value reserve	(6,342)	(63)
	(6,342)	(63)
Other comprehensive loss that may be reclassified to profit or loss in subsequent periods		
Cash flow hedges	(129)	(1,132)
Foreign currency translation reserve	(1,120)	(157)
Fair value reserve	(3,046)	(7,853)
Other comprehensive loss for the year	(10,637)	(9,205)
TOTAL COMPREHENSIVE (LOSS) INCOME	(33,521)	6,869
Total comprehensive (loss) income attributable to:		
- shareholders of the parent	(26,192)	2,585
- non-controlling interests	(7,329)	4,284
	(33,521)	6,869

Condensed Consolidated Statement of Cash Flows

For the year ended 31 December 2020

	2020 US\$ 000	2019 US\$ 000
Net cash (used in) from operating activities	(116,672)	84,404
Net cash from (used in) investing activities	3,167	(9,969)
Net cash used in financing activities	(7,193)	(18,671)
Foreign currency translation adjustments	(543)	(400)
Movement in non-controlling interests	(3,009)	(208)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(124,250)	55,156
Cash and cash equivalents at 1 January	292,584	237,428
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	168,334	292,584

Consolidated Statement of Changes In Equity

For the year ended 31 December 2020

	Attributable to shareholders of the parent										Non-controlling interests US\$ 000	Total equity US\$ 000
	Share capital US\$ 000	Share premium US\$ 000	Statutory reserve US\$ 000	General reserve US\$ 000	Fair value reserve US\$ 000	Foreign currency translation reserve US\$ 000	(Accumulated deficit) Retained earnings US\$ 000	Total before non-controlling interests US\$ 000	Perpetual Tier 1 capital US\$ 000			
Balance at 1 January 2020	116,132	5,687	52,032	31,763	(6,009)	(4,569)	15,911	210,947	33,000	89,057	333,004	
Loss for the year	-	-	-	-	-	-	(19,477)	(19,477)	-	(3,407)	(22,884)	
Other comprehensive loss	-	-	-	-	(6,591)	(124)	-	(6,715)	-	(3,922)	(10,637)	
Total comprehensive loss for the year	-	-	-	-	(6,591)	(124)	(19,477)	(26,192)	-	(7,329)	(33,521)	
Transfer upon disposal of equity investments carried at fair value through other comprehensive income	-	-	-	-	1,880	-	(1,880)	-	-	-	-	
Interest payment on Tier 1 capital	-	-	-	-	-	-	(3,513)	(3,513)	-	-	(3,513)	
Other movements in non-controlling interests - net	-	-	-	-	-	-	-	(3,009)	-	(3,009)	(3,009)	
Balance at 31 December 2020	116,132	5,687	52,032	31,763	(10,720)	(4,693)	(8,959)	181,242	33,000	78,719	292,961	
Balance at 1 January 2019	101,132	5,687	50,890	30,621	(10,121)	(4,534)	13,318	186,993	33,000	94,863	314,856	
Profit for the year	-	-	-	-	-	-	11,420	11,420	-	4,654	16,074	
Other comprehensive loss	-	-	-	-	(8,800)	(35)	-	(8,835)	-	(370)	(9,205)	
Total comprehensive (loss) income for the year	-	-	-	-	(8,800)	(35)	11,420	2,585	-	4,284	6,869	
Issue of share capital	15,000	-	-	-	-	-	-	15,000	-	-	15,000	
Transfer upon disposal of equity investments carried at fair value through other comprehensive income	-	-	-	-	8,215	-	(8,215)	-	-	-	-	
Interest payment on Tier 1 capital	-	-	-	-	-	-	(3,513)	(3,513)	-	-	(3,513)	
Transfers during the year	-	-	1,142	1,142	-	-	(2,284)	-	-	-	-	
Dilution in ownership in a subsidiary	-	-	-	-	4,697	-	5,185	9,882	-	(9,882)	-	
Other movements in non-controlling interests	-	-	-	-	-	-	-	(208)	-	(208)	(208)	
Balance at 31 December 2019	116,132	5,687	52,032	31,763	(6,009)	(4,569)	15,911	210,947	33,000	89,057	333,004	

The above Consolidated Statement of Financial Position, Consolidated Statement of Income, Consolidated Statement of Comprehensive Income, Condensed Consolidated Statement of Cash Flows and Consolidated Statement of Changes In Equity have been extracted from the Condensed Consolidated Financial Statements of United Gulf Bank B.S.C.(c) for the year ended 31 December 2020, which were approved by the Board of Directors on 28 February 2021 and on which an unqualified audit opinion was issued by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Hussain Lalani
Chief Executive Officer



بنك الخليج المتحد
United Gulf Bank B.S.C. (Closed)