

Interim Consolidated Statement of Financial Position

As at 30 June 2023 (Reviewed)

	Reviewed 30 June 2023 US\$ 000	Audited 31 December 2022 US\$ 000	Reviewed 30 June 2022 US\$ 000
ASSETS			
Demand and call deposits with banks	62,819	102,969	101,806
Placements with banks	97,105	96,465	117,340
Investments carried at fair value through profit or loss	130,425	88,064	89,366
Investments carried at fair value through other comprehensive income	108,045	104,021	101,232
Investments carried at amortised cost	24,825	25,036	25,125
Loans and receivables	21,170	21,690	28,472
Other assets	42,826	46,922	53,759
Investment in associates	83,988	87,050	87,899
Investment properties	99,627	99,962	99,351
Property and equipment	15,680	15,846	14,623
Goodwill and other intangible assets	62,880	63,556	64,739
Assets held for sale	2,303	2,306	1,251
TOTAL ASSETS	751,693	753,887	784,963
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	141,694	138,878	170,929
Deposits from customers	19,497	20,772	30,508
Long term loans	74,278	61,324	61,316
Long term bonds	130,124	130,595	130,527
Other liabilities	70,101	80,741	69,407
TOTAL LIABILITIES	435,694	432,310	462,687
EQUITY			
Share capital	116,132	116,132	116,132
Share premium	5,687	5,687	5,687
Statutory reserve	54,034	54,034	53,519
General reserve	33,765	33,765	33,250
Fair value reserve	(391)	(7,586)	(12,120)
Foreign currency translation reserve	(5,483)	(5,379)	(5,446)
(Accumulated deficit) retained earnings	(14,542)	(1,425)	5,009
Equity attributable to shareholders of the Parent	189,202	195,228	196,031
Perpetual Additional Tier 1 Capital	33,000	33,000	33,000
Non-controlling interests	93,797	93,349	93,245
TOTAL EQUITY	315,999	321,577	322,276
TOTAL LIABILITIES AND EQUITY	751,693	753,887	784,963

Interim Consolidated Statement of Changes In Equity

For the six-month period ended 30 June 2023 (Reviewed)

	Attributable to shareholders of the Parent										Perpetual Additional Tier 1 Capital US\$ 000	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 US\$ 000					
Balance at 1 January 2023	116,132	5,687	54,034	33,765	(391)	(5,483)	(14,542)	189,202	33,000	93,349	33,000	93,797	315,999
Net (loss) profit for the period	-	-	-	-	-	-	(8,777)	(8,777)	-	182	-	182	(8,595)
Other comprehensive income (loss)	-	-	-	-	4,607	(104)	-	4,503	-	(227)	-	(227)	4,276
Total comprehensive income (loss) for the period	-	-	-	-	4,607	(104)	(8,777)	(4,274)	-	(45)	-	(45)	(4,319)
Transfer upon disposal of equity investments carried at FVOCI	-	-	-	-	11	-	(11)	-	-	-	-	-	-
Movements in associates	-	-	-	-	2,577	-	(2,577)	-	-	-	-	-	-
Interest payment on Tier 1 Capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	-	-	(1,752)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	493	-	493	493
Balance at 30 June 2023	116,132	5,687	54,034	33,765	(391)	(5,483)	(14,542)	189,202	33,000	93,797	33,000	93,797	315,999
Balance at 1 January 2022	116,132	5,687	53,519	33,250	(13,477)	(4,572)	261	190,800	33,000	92,902	33,000	92,902	316,702
Net profit for the period	-	-	-	-	-	-	6,738	6,738	-	5,771	-	5,771	12,509
Other comprehensive income (loss)	-	-	-	-	1,119	(874)	-	245	-	(749)	-	(749)	(504)
Total comprehensive income (loss) for the period	-	-	-	-	1,119	(874)	6,738	6,983	-	5,022	-	5,022	12,005
Transfer upon disposal of equity investments carried at FVOCI	-	-	-	-	238	-	(238)	-	-	-	-	-	-
Interest payment on Tier 1 Capital	-	-	-	-	-	-	(1,752)	(1,752)	-	-	-	-	(1,752)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	(4,679)	-	(4,679)	(4,679)
Balance at 30 June 2022	116,132	5,687	53,519	33,250	(12,120)	(5,446)	5,009	196,031	33,000	93,245	33,000	93,245	322,276

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Comprehensive Income, Interim Condensed Consolidated Statement of Cash Flows and Interim Consolidated Statement of Changes In Equity have been extracted from the Interim Condensed Consolidated Financial Statements of United Gulf Bank B.S.C.(c) for the six-month period ended 30 June 2023 which were approved by the Board of Directors on 13 August 2023 and was reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Ayyar
Vice Chairman

Hussain Lalani
Chief Executive Officer

Interim Consolidated Statement of Income

For the six-month period ended 30 June 2023 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2023 US\$ 000	2022 US\$ 000	2023 US\$ 000	2022 US\$ 000
Interest income	2,582	2,046	5,263	3,772
Investment income (loss) - net	6,067	(2,012)	5,339	6,682
	8,649	34	10,602	10,454
Fees and commission income - net	10,186	19,143	21,222	35,389
Foreign exchange gain (loss) - net	347	(26)	585	(1,111)
Share of results of associates	137	(1,610)	(3,273)	6,702
Total income	19,319	17,541	29,136	51,434
Interest expense	(5,460)	(3,967)	(10,688)	(7,442)
Operating income before expenses and expected credit losses	13,859	13,574	18,448	43,992
Salaries and benefits	(9,355)	(8,282)	(17,541)	(21,814)
General and administrative expenses	(4,347)	(4,454)	(9,590)	(9,774)
Operating income (loss) before expected credit losses	157	838	(8,683)	12,404
Reversal of expected credit loss - net	855	419	213	121
Profit (loss) before tax	1,012	1,257	(8,470)	12,525
Tax expense	(44)	(13)	(125)	(16)
Net profit (loss) for the period	968	1,244	(8,595)	12,509
Net profit attributable to non-controlling interests	2,174	1,048	182	5,771
Net (loss) profit attributable to shareholders of the Parent	(1,206)	196	(8,777)	6,738

Interim Consolidated Statement of Comprehensive Income

For the six-month period ended 30 June 2023 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2023 US\$ 000	2022 US\$ 000	2023 US\$ 000	2022 US\$ 000
Net profit (loss) for the period	968	1,244	(8,595)	12,509
Other comprehensive Income (OCI)				
Items that may be reclassified to profit or loss in subsequent periods				
Foreign currency translation changes	(265)	(1,467)	(451)	(2,186)
Net change in cashflow hedges	370	-	189	-
Items that will not be reclassified to profit or loss in subsequent periods				
Fair value changes of equity investments carried at fair value through other comprehensive income	291	(434)	3,457	1,653
Share of other comprehensive income / (loss) of associates	1,885	(86)	1,081	29
Other comprehensive income (loss) for the period	2,281	(1,987)	4,276	(504)
Total comprehensive income (loss) for the period	3,249	(743)	(4,319)	12,005
Total comprehensive income (loss) attributable to:				
- Shareholders of the Parent	955	(817)	(4,274)	6,983
- Non-controlling interests	2,294	74	(45)	5,022
	3,249	(743)	(4,319)	12,005

Interim Condensed Consolidated Statement of Cash Flows

For the six-month period ended 30 June 2023 (Reviewed)

	Six-month period ended 30 June	
	2023 US\$ 000	2022 US\$ 000
Net cash flows used in operating activities	(49,960)	(13,108)
Net cash flows from (used in) investing activities	2,469	(1,097)
Net cash flows from financing activities	11,695	38,338
NET CHANGE IN CASH AND CASH EQUIVALENTS	(35,796)	24,133
Foreign currency translation adjustments	(2,263)	(2,080)
Cash and cash equivalents at 1 January	184,906	191,083
CASH AND CASH EQUIVALENTS AT 30 JUNE	146,847	213,136