



Interim Consolidated Statement of Financial Position

As at 30 September 2015 (Reviewed)

	Reviewed 30 September 2015 US\$ 000	Audited 31 December 2014 US\$ 000	Reviewed 30 September 2014 US\$ 000
ASSETS			
Demand and call deposits with banks	239,720	284,048	191,332
Placements with banks	115,201	142,481	93,976
Investments carried at fair value through statement of income	55,571	57,063	77,201
Non-trading investments	287,485	218,407	229,566
Loans and receivables	769,022	990,164	1,007,047
Other assets	115,251	113,574	73,920
Investments in associates and joint ventures	858,794	864,991	794,559
Investment properties	43,722	4,774	14
Property and equipment	41,257	39,926	39,029
Goodwill	54,304	54,509	77,343
Assets of disposal group classified as held for sale	1,184	7,893	-
TOTAL ASSETS	2,581,511	2,777,830	2,583,987
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	716,855	712,615	609,626
Deposits from customers	433,898	548,417	512,327
Loans payable	691,609	781,347	737,480
Subordinated debt	143,270	93,270	93,270
Other liabilities	79,110	61,545	68,342
Liabilities of disposal group classified as held for sale	206	249	-
TOTAL LIABILITIES	2,064,948	2,197,443	2,021,045
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	98,766	98,766	96,882
General reserve	79,251	79,251	77,367
Treasury shares reserve	14,248	14,248	14,248
Fair value reserve	(35,297)	7,539	1,075
Foreign currency translation reserve	(31,059)	(10,403)	(898)
Retained earnings	77,493	71,522	72,184
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	405,381	462,902	462,837
Non-controlling interests	111,182	117,485	100,105
TOTAL EQUITY	516,563	580,387	562,942
TOTAL LIABILITIES AND EQUITY	2,581,511	2,777,830	2,583,987

Interim Consolidated Statement of Cash Flows

For the nine-month period ended 30 September 2015 (Reviewed)

	Nine-month period ended 30 September	
	2015 US\$ 000	2014 US\$ 000
Net cash used in operating activities	(11,150)	(195,076)
Net cash (used in) from investing activities	(23,773)	163,921
Net cash (used in) from financing activities	(39,738)	169,959
Foreign currency translation adjustments	(20,656)	(7,584)
Movement in non-controlling interests	481	15,268
NET CHANGE IN CASH AND CASH EQUIVALENTS	(94,836)	146,488
Cash and cash equivalents at 1 January	418,416	130,491
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	323,580	276,979

Interim Consolidated Statement of Changes in Equity

For the nine-month period ended 30 September 2015 (Reviewed)

	Attributable to shareholders of the parent											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	Non-controlling interests US\$ 000	
Balance at 1 January 2015	208,651	(18,131)	11,459	98,766	79,251	14,248	7,539	(10,403)	71,522	462,902	117,485	580,387
Profit (loss) for the period	-	-	-	-	-	-	-	-	5,971	5,971	(6,784)	(813)
Other comprehensive loss	-	-	-	-	-	-	(42,836)	(20,656)	-	(63,492)	(671)	(64,163)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(42,836)	(20,656)	5,971	(57,521)	(7,455)	(64,976)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,152	1,152
Balance at 30 September 2015	208,651	(18,131)	11,459	98,766	79,251	14,248	(35,297)	(31,059)	77,493	405,381	111,182	516,563
Balance at 1 January 2014	208,651	(18,131)	11,459	96,882	77,367	14,248	(17,313)	6,686	56,451	436,300	23,262	459,562
Profit (loss) for the period	-	-	-	-	-	-	-	-	15,733	15,733	(4,871)	10,862
Other comprehensive income (loss)	-	-	-	-	-	-	18,388	(7,584)	-	10,804	(250)	10,554
Total comprehensive income (loss) for the period	-	-	-	-	-	-	18,388	(7,584)	15,733	26,537	(5,121)	21,416
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	81,964	81,964
Balance at 30 September 2014	208,651	(18,131)	11,459	96,882	77,367	14,248	1,075	(898)	72,184	462,837	100,105	562,942

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim 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 nine-month period ended 30 September 2015, which were approved by the Board of Directors on 12 November 2015 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 nine-month period ended 30 September 2015 (Reviewed)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2015 US\$ 000	2014 US\$ 000	2015 US\$ 000	2014 US\$ 000
Investment income - net	(3,710)	1,435	1,966	12,546
Interest income	13,229	14,652	44,505	42,703
	9,519	16,087	46,471	55,249
Fees and commissions	7,357	9,983	22,780	29,807
Foreign currency translation gains (losses) - net	395	(4,496)	2,261	(7,658)
Share of results of associates - net	12,328	9,710	33,394	40,420
Total income	29,599	31,284	104,906	117,818
Interest expense	(13,159)	(12,468)	(38,592)	(38,208)
Operating income before expenses and provisions	16,440	18,816	66,314	79,610
Salaries and benefits	(11,874)	(9,078)	(37,011)	(29,376)
General and administrative expenses	(6,984)	(1,142)	(22,038)	(12,509)
Operating income (loss) before provisions	(2,418)	8,596	7,265	37,725
(Impairment loss) reversal of impairment on loans and receivables	1,858	(13,955)	(6,698)	(26,863)
Taxation - net	(226)	-	1,205	-
Net profit (loss) for the period from continuing operations	(786)	(5,359)	1,772	10,862
Discontinued operations				
Net loss from discontinued operations	(243)	-	(2,585)	-
Net (loss) profit for the period	(1,029)	(5,359)	(813)	10,862
Net loss attributable to non-controlling interests	(1,796)	(4,677)	(6,784)	(4,871)
NET PROFIT (LOSS) ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	767	(682)	5,971	15,733
Net profit (loss) for the period attributable to:				
Shareholders of the parent				
- from continuing operations	915	(682)	7,553	15,733
- from discontinued operations	(148)	-	(1,582)	-
	767	(682)	5,971	15,733
Non-controlling interests				
- from continuing operations	(1,701)	(4,677)	(5,781)	(4,871)
- from discontinued operations	(95)	-	(1,003)	-
	(1,796)	(4,677)	(6,784)	(4,871)
Earnings per share				
Basic and diluted earnings per share attributable to Shareholders of the parent (US cents)	0.09	(0.08)	0.73	1.93
Basic and diluted earnings per share from continuing operations attributable to Shareholders of the parent (US cents)	0.11	(0.08)	0.93	1.93

Interim Consolidated Statement of Comprehensive Income

For the nine-month period ended 30 September 2015 (Reviewed)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2015 US\$ 000	2014 US\$ 000	2015 US\$ 000	2014 US\$ 000
NET (LOSS) PROFIT FOR THE PERIOD	(1,029)	(5,359)	(813)	10,862
Other comprehensive (loss) income for the period to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation reserve	232	(7,741)	(21,431)	(8,076)
Movement in fair values of investments available for sale	(4,886)	4,152	(811)	19,448
Transfer to interim consolidated statement of income upon derecognition	171	(714)	(19,452)	(1,722)
Share of other comprehensive (loss) income of associates and joint ventures - net	(11,250)	857	(22,433)	726
Cash flow hedges	6	215	(36)	178
Other comprehensive (loss) income for the period to be reclassified to profit or loss in subsequent periods	(15,727)	(3,231)	(64,163)	10,554
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	(16,756)	(8,590)	(64,976)	21,416
Total comprehensive (loss) income attributable to				
- shareholders of the parent	(13,641)	(3,624)	(57,521)	26,537
- non-controlling interests	(3,115)	(4,966)	(7,455)	(5,121)
	(16,756)	(8,590)	(64,976)	21,416