

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Six month period ended 30 June 2012 (Unaudited)

CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
Net interest income	156,165	142,756	306,936	279,498
Fees and other income	65,908	70,549	125,646	125,045
TOTAL OPERATING INCOME	222,073	213,305	432,582	404,543
Net provision for loan losses and others	25,993	10,507	42,354	28,066
Provision for non-trading investments	20,840	33,765	50,607	52,142
NET OPERATING INCOME	175,240	169,033	339,621	324,335
TOTAL OPERATING EXPENSES	66,268	64,058	129,634	125,596
PROFIT BEFORE TAX	108,972	104,975	209,987	198,739
Tax expense	9,752	9,658	17,813	17,284
NET PROFIT FOR THE PERIOD	99,220	95,317	192,174	181,455
Attributable to:				
Bank's equity shareholders	87,515	84,425	169,931	161,725
Non-controlling interest	11,705	10,892	22,243	19,730
	99,220	95,317	192,174	181,455
EARNINGS PER SHARE ATTRIBUTABLE TO BANK'S EQUITY SHAREHOLDERS FOR THE PERIOD				
Basic earnings per ordinary share (US cents)	1.7	1.6	3.3	3.1
Diluted earnings per share (US cents)	1.7	1.5	3.2	3.0

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
Net profit for the period	99,220	95,317	192,174	181,455
Other comprehensive income				
Donations approved	-	-	(1,000)	(1,000)
Foreign currency translation adjustments	(13,701)	10,271	(8,833)	10,297
Net fair value movements during the period	(31,547)	(4,251)	33,865	(12,511)
Revaluation of freehold land	(23)	29	(20)	(1,659)
Total comprehensive income for the period	53,949	101,366	216,186	176,582
Total comprehensive income attributable to:				
Bank's equity shareholders	47,631	88,105	199,477	153,345
Non-controlling interest	6,318	13,261	16,709	23,237
	53,949	101,366	216,186	176,582

CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2012	2011
	US\$ '000	US\$ '000
Net cash from operating activities	1,253,348	1,108,491
Net cash used in investing activities	(635,338)	(38,215)
Net cash (used in) from financing activities	(916,317)	143,330
Foreign currency translation adjustments	(8,833)	10,297
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(307,140)	1,223,903
Cash and cash equivalents at 1 January	3,866,097	2,963,158
CASH AND CASH EQUIVALENTS AT 30 JUNE	3,558,957	4,187,061

CONSOLIDATED BALANCE SHEET

	Audited	
	30 June 2012	31 December 2011
	US\$ '000	US\$ '000
ASSETS		
Cash and balances with central banks	1,235,649	673,800
Treasury bills and deposits with central banks	2,544,689	2,612,287
Deposits with banks and other financial institutions	2,396,759	3,068,879
Loans and advances	16,182,289	15,495,961
Non-trading investments	5,009,664	4,370,441
Investment in associates and joint venture	664,543	629,843
Premises and equipment	373,070	351,720
Interest receivable and other assets	477,068	435,484
Goodwill and other intangible assets	686,670	691,347
TOTAL ASSETS	29,570,401	28,329,762
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	4,915,468	4,434,645
Borrowings under repurchase agreements	1,696,583	1,352,601
Customers' deposits	18,340,971	17,345,034
Term debts	120,000	768,000
Interest payable and other liabilities	805,625	745,056
Subordinated liabilities	736,602	773,285
TOTAL LIABILITIES	26,615,249	25,418,621
EQUITY		
Ordinary share capital	1,304,209	1,242,135
Preference share capital	125,000	125,000
Reserves	1,155,762	1,170,296
Attributable to the Bank's equity shareholders	2,584,971	2,537,431
Non - controlling interest	370,181	373,710
TOTAL EQUITY	2,955,152	2,911,141
TOTAL LIABILITIES AND EQUITY	29,570,401	28,329,762

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2012	2011
	US\$'000	US\$'000
BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS	2,537,431	2,392,181
Total comprehensive income for the period	199,477	153,345
Mandatorily convertible preference shares dividend paid	(2,900)	-
Class B preference share dividend paid	-	(149)
Ordinary share dividend paid	(149,530)	(122,697)
Preference shares issued	-	125,000
Conversion of preference shares	-	675
Equity shares surrendered	(359)	(275)
Other equity movements	852	(1,245)
BALANCE AT 30 JUNE ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS	2,584,971	2,546,835
NON-CONTROLLING INTEREST	370,181	378,977
TOTAL EQUITY AT 30 JUNE	2,955,152	2,925,812

Fahad Al-Rajaan
Chairman

Hamad Al-Marzouq
Deputy Chairman

Adel A. El-Labban
Group Chief Executive Officer
& Managing Director

The above Consolidated Balance Sheet and the Consolidated Statements of Income, Comprehensive Income, Cash Flows and Statement of Changes in Equity have been extracted from the Interim Condensed Consolidated Financial Statements of Ahli United Bank B.S.C. for the six month period ended 30 June 2012, which were approved by the Board of Directors and on which an unqualified review opinion was issued by Ernst & Young, Kingdom of Bahrain on 30 July 2012. For further information please visit www.ahliunited.com.