

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Six months ended 30 June 2014 (Reviewed)

CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 June		Six months ended 30 June	
	2014 US\$ '000	2013 US\$ '000	2014 US\$ '000	2013 US\$ '000
Net interest income	192,217	168,386	381,696	335,791
Fees and other income	69,350	57,499	156,054	114,285
TOTAL OPERATING INCOME	261,567	225,885	537,750	450,076
Net provision for loan losses and others	(38,552)	(27,581)	(58,434)	(52,886)
Provision for non-trading investments	-	(12,590)	(17,420)	(24,246)
NET OPERATING INCOME	223,015	185,714	461,896	372,944
Total operating expenses	(76,117)	(69,089)	(149,352)	(136,207)
Gain on sale of investment held for sale	-	-	-	212,910
PROFIT BEFORE TAX	146,898	116,625	312,544	449,647
Tax expense	(12,297)	(10,070)	(23,788)	(21,209)
NET PROFIT FOR THE PERIOD	134,601	106,555	288,756	428,438
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO:				
OWNERS OF THE BANK	125,946	93,180	262,506	403,036
• Owners of the Bank before gain on sale of investment held for sale	125,946	93,180	262,506	190,126
• Gain on sale of investment held for sale	-	-	-	212,910
NON-CONTROLLING INTEREST	8,655	13,375	26,250	25,402
NET PROFIT FOR THE PERIOD	134,601	106,555	288,756	428,438
EARNINGS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE BANK FOR THE PERIOD				
Basic earnings per ordinary share (US cents)	2.1	1.6	4.4	7.0
Diluted earnings per ordinary share (US cents)	2.1	1.6	4.4	6.8

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 June		Six months ended 30 June	
	2014 US\$ '000	2013 US\$ '000	2014 US\$ '000	2013 US\$ '000
Net profit for the period	134,601	106,555	288,756	428,438
Other comprehensive income (OCI)				
Foreign currency translation adjustments	(10,103)	(9,659)	(10,784)	(56,658)
Net fair value movements during the period	(11,164)	3,944	(17,433)	9,245
Total comprehensive income for the period	113,334	100,840	260,539	381,025
Total comprehensive income attributable to:				
Owners of the Bank	106,075	89,663	232,912	365,391
Non-controlling interest	7,259	11,177	27,627	15,634
	113,334	100,840	260,539	381,025

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2014 US\$ '000	2013 US\$ '000
Net cash from operating activities	332,880	211,414
Net cash from investing activities	148,874	569,917
Net cash used in financing activities	(448,073)	(307,687)
Foreign currency translation adjustments	(10,784)	(56,658)
INCREASE IN CASH AND CASH EQUIVALENTS	22,897	416,986
Cash and cash equivalents at 1 January	4,174,706	3,424,315
CASH AND CASH EQUIVALENTS AT 30 JUNE	4,197,603	3,841,301

CONSOLIDATED BALANCE SHEET

	Audited	
	30 June 2014 US\$ '000	31 December 2013 US\$ '000
ASSETS		
Cash and balances with central banks	809,460	820,296
Treasury bills and deposits with central banks	2,273,954	2,587,534
Deposits with banks	4,817,964	4,409,068
Loans and advances	18,617,676	17,305,682
Financial assets at fair value through profit or loss	13,447	79,163
Non-trading investments	5,295,287	5,448,810
Investment in associates and joint venture	305,462	302,258
Investment properties	271,071	201,146
Premises and equipment	274,421	274,696
Interest receivable and other assets	584,216	560,854
Goodwill and other intangible assets	657,627	662,386
TOTAL ASSETS	33,920,585	32,651,893
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks	5,072,010	4,366,757
Borrowings under repurchase agreements	893,893	1,271,111
Customers' deposits	23,106,108	22,028,457
Interest payable and other liabilities	806,888	778,260
Subordinated liabilities	463,395	642,205
TOTAL LIABILITIES	30,342,294	29,086,790
EQUITY		
Ordinary share capital	1,500,819	1,415,570
Treasury shares	-	(20,710)
Preference share capital	-	12,500
Reserves	1,654,422	1,741,464
Equity attributable to the owners of the Bank	3,155,241	3,148,824
Non - controlling interest	423,050	416,279
TOTAL EQUITY	3,578,291	3,565,103
TOTAL LIABILITIES AND EQUITY	33,920,585	32,651,893

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2014 US\$ '000	2013 US\$ '000
BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE OWNERS OF THE BANK	3,148,824	2,776,209
Total comprehensive income for the period	232,912	365,391
Mandatorily convertible preference shares dividend paid	(3,217)	(4,538)
Donations paid	(1,000)	(1,000)
Ordinary share dividend paid	(251,496)	(209,342)
Realised gain on sale of FVOCI investments	-	492
Fair value amortisation of share based transactions	2,132	-
Sale (purchase) of treasury shares	27,086	(3,553)
Other equity movements	-	684
BALANCE AT 30 JUNE ATTRIBUTABLE TO THE OWNERS OF THE BANK	3,155,241	2,924,343
NON-CONTROLLING INTEREST	423,050	391,107
TOTAL EQUITY AT 30 JUNE	3,578,291	3,315,450

Fahad Al-Rajaan
Chairman

Rashid Al-Meer
Deputy Chairman

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

The above Consolidated Balance Sheet, 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 months ended 30 June 2014, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain on 6 August 2014. For further information please visit www.ahliunited.com.