

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Six months ended 30 June 2015 (Reviewed)

## CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 June		Six months ended 30 June	
	2015	2014	2015	2014
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
Net interest income	200,909	192,217	391,713	381,696
Fees and other income	64,542	69,350	137,621	142,834
<b>OPERATING INCOME</b>	<b>265,451</b>	<b>261,567</b>	<b>529,334</b>	<b>524,530</b>
Net provision for loan losses and others	34,829	38,552	46,835	58,434
Provision for investments	(1,329)	-	881	4,200
<b>NET OPERATING INCOME</b>	<b>231,951</b>	<b>223,015</b>	<b>481,618</b>	<b>461,896</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>77,490</b>	<b>76,117</b>	<b>152,593</b>	<b>149,352</b>
<b>PROFIT BEFORE TAX</b>	<b>154,461</b>	<b>146,898</b>	<b>329,025</b>	<b>312,544</b>
Tax expense	13,662	12,297	25,358	23,788
<b>NET PROFIT FOR THE PERIOD</b>	<b>140,799</b>	<b>134,601</b>	<b>303,667</b>	<b>288,756</b>
Net profit attributable to non-controlling interest	9,613	8,655	25,298	26,250
<b>NET PROFIT ATTRIBUTABLE TO THE OWNERS OF THE BANK</b>	<b>131,186</b>	<b>125,946</b>	<b>278,369</b>	<b>262,506</b>
<b>EARNINGS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE BANK FOR THE PERIOD</b>				
Basic & diluted earnings per ordinary share (US cents)	2.0	2.0	4.3	4.2

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 June		Six months ended 30 June	
	2015	2014	2015	2014
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
<b>Net profit for the period</b>	<b>140,799</b>	<b>134,601</b>	<b>303,667</b>	<b>288,756</b>
<b>Other comprehensive income (OCI)</b>				
Foreign currency translation adjustments	(6,458)	(10,103)	(71,585)	(10,784)
Net fair value movements during the period	14,515	(11,164)	17,087	(17,433)
Net change in property revaluation reserve on sale of property	(551)	-	(2,239)	-
<b>Total comprehensive income for the period</b>	<b>148,305</b>	<b>113,334</b>	<b>246,930</b>	<b>260,539</b>
Total comprehensive income attributable to non-controlling interest	8,698	7,259	12,993	27,627
<b>Total comprehensive income attributable to owners of the Bank</b>	<b>139,607</b>	<b>106,075</b>	<b>233,937</b>	<b>232,912</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2015	2014
	US\$ '000	US\$ '000
Net cash from operating activities	766,685	332,880
Net cash from investing activities	65,658	148,874
Net cash used in financing activities	(14,986)	(448,073)
Effect of exchange rate fluctuation on cash and cash equivalents	(43,805)	(10,784)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>773,552</b>	<b>22,897</b>
Cash and cash equivalents at 1 January	3,423,375	4,174,706
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>4,196,927</b>	<b>4,197,603</b>

## CONSOLIDATED BALANCE SHEET

	(Audited)	
	30 June	31 December
	2015	2014
	US\$ '000	US\$ '000
<b>ASSETS</b>		
Cash and balances with central banks	897,099	649,212
Treasury bills and deposits with central banks	2,316,841	2,611,085
Deposits with banks	3,128,648	3,823,517
Loans and advances	18,572,056	18,464,536
Non-trading investments	5,755,219	5,771,902
Investment in associates and joint venture	302,150	288,315
Investment properties	241,857	254,490
Premises and equipment	233,743	267,002
Interest receivable and other assets	703,666	672,890
Goodwill and other intangible assets	595,084	641,939
<b>TOTAL ASSETS</b>	<b>32,746,363</b>	<b>33,444,888</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Deposits from banks	4,851,568	4,499,672
Borrowings under repurchase agreements	207,582	901,590
Customers' deposits	22,451,591	23,006,768
Interest payable and other liabilities	844,668	854,993
Subordinated liabilities	273,075	351,646
<b>TOTAL LIABILITIES</b>	<b>28,628,484</b>	<b>29,614,669</b>
<b>EQUITY</b>		
Ordinary share capital	1,606,995	1,530,471
Treasury shares	(7,309)	(3,997)
Perpetual Tier 1 Capital Securities	400,000	-
Reserves	1,671,973	1,864,400
Equity attributable to the owners and capital securities issued	3,671,659	3,390,874
Non - controlling interest	446,220	439,345
<b>TOTAL EQUITY</b>	<b>4,117,879</b>	<b>3,830,219</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>32,746,363</b>	<b>33,444,888</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Six months ended 30 June	
	2015	2014
	US\$ '000	US\$ '000
<b>BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE OWNERS OF THE BANK</b>	<b>3,390,874</b>	<b>3,148,824</b>
Total comprehensive income for the period	233,937	232,912
Mandatorily convertible preference shares dividend paid	-	(3,217)
Donations	(1,000)	(1,000)
Ordinary share dividend paid	(270,269)	(251,496)
Perpetual Tier 1 Capital Securities issued	400,000	-
Expenses related to Perpetual Tier 1 Capital Securities issued	(2,271)	-
Transfer from OCI reserve	(79,179)	-
Transfer of property revaluation reserve on sale of property	1,818	-
Fair value amortisation of share based transactions	1,061	2,132
(Purchase) sale of treasury shares	(3,312)	27,086
<b>BALANCE AT 30 JUNE ATTRIBUTABLE TO THE OWNERS AND CAPITAL SECURITIES ISSUED</b>	<b>3,671,659</b>	<b>3,155,241</b>
<b>NON-CONTROLLING INTEREST</b>	<b>446,220</b>	<b>423,050</b>
<b>TOTAL EQUITY AT 30 JUNE</b>	<b>4,117,879</b>	<b>3,578,291</b>

Hamad M. Al-Humaidhi  
Chairman

Rashed Al-Meer  
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 months ended 30 June 2015, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain on 04 August 2015. For further information please visit [www.ahliunited.com](http://www.ahliunited.com).