

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Nine months ended 30 September 2015 (Reviewed)

## CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 September		Nine months ended 30 September	
	2015	2014	2015	2014
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
Net interest income	213,111	196,979	604,824	578,675
Fees and other income	92,881	57,091	230,502	199,926
<b>OPERATING INCOME</b>	<b>305,992</b>	<b>254,070</b>	<b>835,326</b>	<b>778,601</b>
Net provision for loan losses and others	38,991	30,252	85,826	88,686
Provision for investments	22,368	7,166	23,249	11,367
<b>NET OPERATING INCOME</b>	<b>244,633</b>	<b>216,652</b>	<b>726,251</b>	<b>678,548</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>76,875</b>	<b>75,457</b>	<b>229,468</b>	<b>224,809</b>
<b>PROFIT BEFORE TAX</b>	<b>167,758</b>	<b>141,195</b>	<b>496,783</b>	<b>453,739</b>
Tax expense	12,764	13,897	38,122	37,685
<b>NET PROFIT FOR THE PERIOD</b>	<b>154,994</b>	<b>127,298</b>	<b>458,661</b>	<b>416,054</b>
Net profit attributable to non-controlling interest	14,138	13,472	39,436	39,722
<b>NET PROFIT ATTRIBUTABLE TO THE OWNERS OF THE BANK</b>	<b>140,856</b>	<b>113,826</b>	<b>419,225</b>	<b>376,332</b>
<b>EARNINGS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE BANK FOR THE PERIOD</b>				
Basic & diluted earnings per ordinary share (US cents)	2.2	1.8	6.5	6.0

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 September		Nine months ended 30 September	
	2015	2014	2015	2014
	US\$ '000	US\$ '000	US\$ '000	US\$ '000
<b>Net profit for the period</b>	<b>154,994</b>	<b>127,298</b>	<b>458,661</b>	<b>416,054</b>
<b>Other comprehensive income (OCI)</b>				
Foreign currency translation adjustments	(7,676)	(27,885)	(79,261)	(38,669)
Net fair value movements during the period	(26,769)	(23,750)	(9,682)	(41,183)
Net change in property revaluation reserve on sale of property	-	-	(2,239)	-
<b>Total comprehensive income for the period</b>	<b>120,549</b>	<b>75,663</b>	<b>367,479</b>	<b>336,202</b>
Total comprehensive income attributable to non-controlling interest	10,569	3,819	23,562	31,446
<b>Total comprehensive income attributable to owners of the Bank</b>	<b>109,980</b>	<b>71,844</b>	<b>343,917</b>	<b>304,756</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	Nine months ended 30 September	
	2015	2014
	US\$ '000	US\$ '000
Net cash from (used in) operating activities	201,607	(722,176)
Net cash from investing activities	173,837	95,474
Net cash used in financing activities	(16,984)	(483,409)
Effect of exchange rate fluctuation on cash and cash equivalents	(53,046)	(38,669)
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>305,414</b>	<b>(1,148,780)</b>
Cash and cash equivalents at 1 January	3,423,375	4,174,706
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b>3,728,789</b>	<b>3,025,926</b>

## CONSOLIDATED BALANCE SHEET

	(Audited)	
	30 September	31 December
	2015	2014
	US\$ '000	US\$ '000
<b>ASSETS</b>		
Cash and balances with central banks	1,840,841	649,212
Treasury bills and deposits with central banks	2,236,668	2,611,085
Deposits with banks	3,147,220	3,823,517
Loans and advances	19,015,146	18,464,536
Non-trading investments	5,726,144	5,771,902
Investment in associates and joint venture	307,964	288,315
Investment properties	204,584	254,490
Premises and equipment	232,832	267,002
Interest receivable and other assets	514,344	672,890
Goodwill and other intangible assets	572,228	641,939
<b>TOTAL ASSETS</b>	<b>33,797,971</b>	<b>33,444,888</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Deposits from banks	4,209,737	4,499,672
Borrowings under repurchase agreements	830,352	901,590
Customers' deposits	23,392,550	23,006,768
Interest payable and other liabilities	815,291	854,993
Subordinated liabilities	272,847	351,646
<b>TOTAL LIABILITIES</b>	<b>29,520,777</b>	<b>29,614,669</b>
<b>EQUITY</b>		
Ordinary share capital	1,623,030	1,530,471
Treasury shares	(7,309)	(3,997)
Perpetual Tier 1 Capital Securities	400,000	-
Reserves	1,804,684	1,864,400
Equity attributable to the owners and capital securities issued	3,820,405	3,390,874
Non - controlling interest	456,789	439,345
<b>TOTAL EQUITY</b>	<b>4,277,194</b>	<b>3,830,219</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>33,797,971</b>	<b>33,444,888</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Nine months ended 30 September	
	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	343,917	304,756
Mandatorily convertible preference shares dividend paid	-	(3,217)
Donations	(1,000)	(1,000)
Ordinary share dividend paid	(270,269)	(251,496)
Additional shares issued	35,841	-
Perpetual Tier 1 Capital Securities issued	400,000	-
Expenses related to Perpetual Tier 1 Capital Securities issued	(2,271)	-
Transfer from OCI reserve	(79,760)	-
Transfer of property revaluation reserve on sale of property	1,818	-
Fair value amortisation of share based transactions	4,073	3,198
Movement in subsidiaries	494	2,245
(Purchase) sale of treasury shares	(3,312)	23,404
<b>BALANCE AT 30 SEPTEMBER ATTRIBUTABLE TO THE OWNERS AND CAPITAL SECURITIES ISSUED</b>	<b>3,820,405</b>	<b>3,226,714</b>
<b>NON-CONTROLLING INTEREST</b>	<b>456,789</b>	<b>438,971</b>
<b>TOTAL EQUITY AT 30 SEPTEMBER</b>	<b>4,277,194</b>	<b>3,665,685</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 nine months ended 30 September 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 28 October 2015. For further information please visit [www.ahliunited.com](http://www.ahliunited.com).