

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Nine months ended 30 September 2013 (Unaudited)

CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 September		Nine months ended 30 September	
	2013 US\$ '000	2012 US\$ '000 Restated	2013 US\$ '000	2012 US\$ '000 Restated
Net interest income	188,797	162,659	524,588	469,595
Fees and other income	61,948	62,649	176,233	191,285
TOTAL OPERATING INCOME	250,745	225,308	700,821	660,880
Net provision for loan losses and others	(36,257)	(40,411)	(89,143)	(82,765)
Provision for non-trading investments	(18,799)	(7,536)	(43,045)	(58,143)
NET OPERATING INCOME	195,689	177,361	568,633	519,972
Total operating expenses	(71,055)	(66,666)	(207,262)	(196,300)
Gain on sale of investment held for sale	-	-	212,910	-
PROFIT BEFORE TAX	124,634	110,695	574,281	323,672
Tax expense	(12,216)	(9,063)	(33,425)	(26,876)
NET PROFIT FOR THE PERIOD	112,418	101,632	540,856	296,796
Attributable to:				
Owners of the Bank	99,144	91,262	502,180	264,183
Non-controlling interest	13,274	10,370	38,676	32,613
	112,418	101,632	540,856	296,796
EARNINGS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE BANK FOR THE PERIOD				
Basic earnings per share (US cents)	1.8	1.7	9.2	4.8
Diluted earnings per share (US cents)	1.8	1.6	8.9	4.7

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 September		Nine months ended 30 September	
	2013 US\$ '000	2012 US\$ '000 Restated	2013 US\$ '000	2012 US\$ '000 Restated
Net profit for the period	112,418	101,632	540,856	296,796
Other comprehensive income				
Donations approved	-	-	(1,000)	(1,000)
Foreign currency translation adjustments	18,268	(2,064)	(38,390)	(10,917)
Net fair value movements during the period	(7,298)	(1,984)	1,947	(2,277)
Total comprehensive income for the period	123,388	97,584	503,413	282,602
Total comprehensive income attributable to:				
Owners of the Bank	106,542	84,385	470,933	252,694
Non-controlling interest	16,846	13,199	32,480	29,908
	123,388	97,584	503,413	282,602

CONSOLIDATED STATEMENT OF CASH FLOWS

	Nine months ended 30 September	
	2013 US\$ '000	2012 US\$ '000
Net cash from operating activities	401,931	1,899,674
Net cash from (used in) investing activities	271,102	(678,917)
Net cash used in financing activities	(309,470)	(1,086,233)
Foreign currency translation adjustments	(38,390)	(10,917)
INCREASE IN CASH AND CASH EQUIVALENTS	325,173	123,607
Cash and cash equivalents at 1 January	3,424,315	3,866,097
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	3,749,488	3,989,704

CONSOLIDATED BALANCE SHEET

	30 September 2013 US\$ '000	Audited 31 December 2012 US\$ '000 Restated
	ASSETS	
Cash and balances with central banks	642,061	735,528
Treasury bills and deposits with central banks	2,661,608	1,986,236
Deposits with banks and other financial institutions	3,865,920	3,750,771
Loans and advances	17,209,075	15,972,219
Financial assets at fair value through profit or loss	68,703	27,399
Non-trading investments	5,406,215	5,120,421
Investment in associates and joint venture	296,100	278,125
Investment property	199,543	171,798
Premises and equipment	263,887	266,830
Interest receivable and other assets	551,161	485,366
Goodwill and other intangible assets	662,328	679,922
Investment held for sale	-	397,959
TOTAL ASSETS	31,826,601	29,872,574
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	3,947,234	5,145,255
Borrowings under repurchase agreements	728,292	1,861,357
Customers' deposits	22,202,216	18,231,131
Interest payable and other liabilities	869,620	786,445
Subordinated liabilities	642,061	686,879
TOTAL LIABILITIES	28,389,423	26,711,067
EQUITY		
Ordinary share capital	1,373,808	1,303,164
Treasury shares	(20,179)	-
Preference share capital	125,000	125,000
Reserves	1,551,518	1,347,473
Equity attributable to the owners of the Bank	3,030,147	2,775,637
Non - controlling interest	407,031	385,870
TOTAL EQUITY	3,437,178	3,161,507
TOTAL LIABILITIES AND EQUITY	31,826,601	29,872,574

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2013 US\$ '000	2012 US\$ '000
BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE OWNERS OF THE BANK	2,810,959	2,537,431
Impact of adopting IFRS 9	-	112,900
Impact of adopting amendments to IAS 19	(35,322)	(24,615)
At 1 January - restated	2,775,637	2,625,716
Total comprehensive income for the period	470,933	252,694
Mandatorily convertible preference shares dividend paid	(4,538)	(2,900)
Ordinary share dividend paid	(209,342)	(149,530)
Equity shares surrendered	-	(359)
Other equity movements	1,496	1,202
Treasury shares	(4,039)	-
BALANCE AT 30 SEPTEMBER ATTRIBUTABLE TO THE OWNERS OF THE BANK	3,030,147	2,726,823
NON-CONTROLLING INTEREST	407,031	380,261
TOTAL EQUITY AT 30 SEPTEMBER	3,437,178	3,107,084

Fahad Al-Rajaan
Chairman

Hamad Al-Marzouq
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 nine months ended 30 September 2013, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain on 30 October 2013. For further information please visit www.ahliunited.com.