

CONSOLIDATED FINANCIAL STATEMENTS

Year ended 31 December 2013 (Audited)

CONSOLIDATED STATEMENT OF INCOME

For the year ended 31 December 2013

	2013 US\$ '000	2012 US\$ '000 Restated
Interest income	1,093,547	1,070,638
Interest expense	380,298	434,265
Net interest income	713,249	636,373
Fees and commissions	141,138	121,410
Trading income	34,901	26,616
Net gains on investments	18,271	19,899
Share of profit from associates and joint venture	28,086	22,734
Other operating income	22,684	21,674
Fees and other income	245,080	212,333
OPERATING INCOME	958,329	848,706
Net provision for loan losses and others	157,358	148,100
Provision for non-trading investments	59,321	61,800
Total provisions	216,679	209,900
NET OPERATING INCOME	741,650	638,806
Staff costs	162,032	148,869
Depreciation and impairment	26,807	25,786
Other operating expenses	98,815	92,523
OPERATING EXPENSES	287,654	267,178
Gain / income relating to investment held for sale	212,910	44,100
PROFIT BEFORE TAX	666,906	415,728
Tax expense	42,663	37,993
NET PROFIT	624,243	377,735
NET PROFIT ATTRIBUTABLE TO:		
OWNERS OF THE BANK	579,374	335,703
Owners of the Bank before gain/income relating to investment held for sale	366,464	291,603
Gain/income relating to investment held for sale	212,910	44,100
NON-CONTROLLING INTEREST	44,869	42,032
NET PROFIT	624,243	377,735
EARNINGS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE BANK FOR THE YEAR:		
Basic earnings per share (US cents)	10.5	6.1
Diluted earnings per share (US cents)	10.4	6.0

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2013

	2013 US\$ '000	2012 US\$ '000 Restated
Net profit for the year	624,243	377,735
Other comprehensive income		
Foreign currency translation adjustments	(42,312)	(28,571)
Net fair value movements during the year	12,290	13,867
Revaluation of freehold land	11,444	(23,313)
Total comprehensive income for the year	605,665	339,718
Total comprehensive income attributable to:		
Owners of the Bank	563,377	304,696
Non-controlling interest	42,288	35,022
	605,665	339,718

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2013

	2013 US\$ '000	2012 US\$ '000
Net cash from operating activities	821,341	1,418,250
Net cash from (used in) investing activities	269,934	(743,120)
Net cash used in financing activities	(298,572)	(1,088,341)
Foreign currency translation adjustments	(42,312)	(28,571)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	750,391	(441,782)
Cash and cash equivalents at 1 January	3,424,315	3,866,097
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	4,174,706	3,424,315

Fahad Al-Rajaan
Chairman

Rashid Al-Meer
Deputy Chairman

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

CONSOLIDATED BALANCE SHEET

At 31 December 2013

	2013 US\$ '000	2012 US\$ '000 Restated
ASSETS		
Cash and balances with central banks	820,296	735,528
Treasury bills and deposits with central banks	2,587,534	1,986,236
Deposits with banks and other financial institutions	4,409,068	3,750,771
Loans and advances	17,305,682	15,972,219
Financial assets at fair value through profit or loss	79,163	27,399
Non-trading investments	5,448,810	5,120,421
Investments in associates and joint venture	302,258	278,125
Investment properties	201,146	171,798
Premises and equipment	274,696	266,830
Interest receivable and other assets	560,854	485,366
Goodwill and other intangible assets	662,386	679,922
Investment held for sale	-	397,959
TOTAL ASSETS	32,651,893	29,872,574
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	4,366,757	4,606,642
Borrowings under repurchase agreements	1,271,111	1,861,357
Customers' deposits	22,028,457	18,769,744
Interest payable and other liabilities	778,260	786,445
Subordinated liabilities	642,205	686,879
TOTAL LIABILITIES	29,086,790	26,711,067
EQUITY		
Ordinary share capital	1,415,570	1,303,164
Treasury shares	(20,710)	-
Preference share capital	12,500	125,000
Reserves	1,741,464	1,348,045
Equity attributable to the owners of the Bank	3,148,824	2,776,209
Non-controlling interest	416,279	385,298
TOTAL EQUITY	3,565,103	3,161,507
TOTAL LIABILITIES AND EQUITY	32,651,893	29,872,574

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2013

	2013 US\$ '000	2012 US\$ '000
BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE OWNERS OF THE BANK	2,776,209	2,537,431
Impact of adopting IFRS 9	-	112,900
Impact of adopting amendments to IAS 19	-	(24,615)
At 1 January-restated	2,776,209	2,625,716
Total comprehensive income for the year	563,377	304,696
Mandatorily convertible preference shares dividend paid	(4,538)	(2,900)
Ordinary share dividend paid	(209,342)	(149,530)
Donations paid	(1,000)	(1,000)
Transferred on sale of FVOCI investments	1,003	-
Equity shares surrendered	-	(1,989)
Issue of Class B preference shares	27,000	-
Additional acquisitions in a subsidiary	685	1,216
Treasury shares	(4,570)	-
BALANCE AT 31 DECEMBER ATTRIBUTABLE TO THE OWNERS OF THE BANK	3,148,824	2,776,209
NON-CONTROLLING INTEREST	416,279	385,298
TOTAL EQUITY AT 31 DECEMBER	3,565,103	3,161,507

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 Consolidated Financial Statements of Ahli United Bank B.S.C. for the year ended 31 December 2013, which were approved by the Board of Directors and on which an unqualified audit opinion was issued by Ernst & Young, Kingdom of Bahrain on 19 February 2014. For further information please visit www.ahliunited.com.