



البنك الأهلي المتحد

ahli united bank

Consolidated Financial Statements
For the year ended 31 December 2006

Consolidated Income Statement

	31 December 2006 US\$ '000	31 December 2005 US\$ '000
OPERATING INCOME		
Interest income	966,514	479,787
Interest expense	688,058	305,224
Net interest income	278,456	174,563
Fees and commission - net	116,378	75,600
Trading income - net	17,251	15,990
Gains on sale of non-trading investments - net	34,283	25,132
Share of profit from associates	28,288	60,236
Other operating income	18,201	7,337
	214,401	184,295
NET INTEREST AND OTHER INCOME		
Provision for loan losses - net	17,572	17,157
Provision for impairment of non-trading investments and other assets - net	17,922	14,281
	35,494	31,438
OPERATING INCOME AFTER PROVISIONS		
	457,363	327,420
OPERATING EXPENSES		
Staff costs	114,321	71,111
Depreciation	14,187	9,307
Other operating expenses	67,789	51,496
	196,297	131,914
PROFIT BEFORE TAX		
	261,066	195,506
Income tax expense	3,243	5,730
NET PROFIT FOR THE YEAR		
	257,823	189,776
Attributable to:		
Bank's equity shareholders	207,480	164,865
Minority interest	50,343	24,911
	257,823	189,776
EARNINGS PER SHARE FOR PROFIT ATTRIBUTABLE TO BANK'S EQUITY SHAREHOLDERS FOR THE YEAR:		
Basic earnings per share (US cents)	7.04	5.66
Diluted earnings per share (US cents)	6.18	4.91

Consolidated Balance Sheet

	31 December 2006 US\$ '000	31 December 2005 US\$ '000
ASSETS		
Cash and balances with central banks	137,683	140,575
Treasury bills and bonds	959,713	982,850
Trading securities	75,829	52,765
Deposits with banks and other financial institutions	6,011,145	3,028,965
Loans and advances	8,873,357	5,986,396
Non-trading investments	3,339,102	2,534,540
Investments in associates	554,280	351,012
Premises and equipment	146,501	127,312
Other assets	268,956	231,253
Goodwill and other intangible assets	432,341	436,561
	20,798,907	13,872,229
LIABILITIES, SUBORDINATED LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	6,919,919	3,797,163
Customers' deposits	9,039,466	6,663,104
Certificates of deposit	406,997	43,034
Term debt	1,542,497	966,937
Other liabilities	439,779	339,790
	18,348,658	11,810,028
SUBORDINATED LIABILITIES		
	623,577	439,003
EQUITY		
Ordinary share capital	682,500	650,000
Preference share capital	148,941	125,000
Reserves	711,677	592,618
Attributable to the Bank's equity shareholders	1,543,118	1,367,618
Minority interest	283,554	255,580
	1,826,672	1,623,198
	20,798,907	13,872,229

Consolidated Statement of Changes in Equity

	Attributable to Bank's equity shareholders											
	Ordinary share capital	Preference share capital	Share premium	Capital reserve	Statutory reserve	Foreign currency translation adjustments	Retained earnings	Proposed appropriations	Cumulative changes in fair values	Total reserves	Minority interest	Total
	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000
Balance at 31 December 2005	650,000	125,000	216,667	307	50,672	(5,010)	116,766	89,403	123,813	592,618	255,580	1,623,198
Directors' fees paid	-	-	-	-	-	-	-	(617)	-	(617)	-	(617)
Donations approved	-	-	-	-	-	-	-	(413)	-	(413)	-	(413)
Currency translation adjustments	-	-	-	-	-	635	-	-	-	635	-	635
Net fair value movements during the year	-	-	-	-	-	-	-	-	13,694	13,694	3,553	17,247
Net income recognised directly in equity	-	-	-	-	-	635	-	(1,030)	13,694	13,299	3,553	16,852
Net profit for the year	-	-	-	-	-	-	207,480	-	-	207,480	50,343	257,823
Total recognised income and expense for the year	-	-	-	-	-	635	207,480	(1,030)	13,694	220,779	53,896	274,675
Class A preference share dividend paid	-	-	-	-	-	-	-	(10,373)	-	(10,373)	-	(10,373)
Ordinary share dividend paid	-	-	-	-	-	-	-	(78,000)	-	(78,000)	-	(78,000)
Bonus shares issued	32,500	-	-	-	-	-	(32,500)	-	-	(32,500)	-	-
Other equity movements of a subsidiary	-	-	-	-	-	-	-	-	-	-	(25,922)	(25,922)
Class B preference shares issued	-	23,941	19,153	-	-	-	-	-	-	19,153	-	43,094
Transfer to statutory reserve	-	-	-	-	20,748	-	(20,748)	-	-	-	-	-
Proposed dividend on Class A preference shares - convertible portion	-	-	-	-	-	-	(14,288)	14,288	-	-	-	-
Proposed dividend on Class B preference shares	-	-	-	-	-	-	(926)	926	-	-	-	-
Proposed dividend on ordinary shares	-	-	-	-	-	-	(95,550)	95,550	-	-	-	-
Proposed directors' fees	-	-	-	-	-	-	(833)	833	-	-	-	-
Proposed donations	-	-	-	-	-	-	(500)	500	-	-	-	-
Balance at 31 December 2006	682,500	148,941	235,820	307	71,420	(4,375)	158,901	112,097	137,507	711,677	283,554	1,826,672

The above Consolidated Balance Sheet, Consolidated Income Statement and Consolidated 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 2006 on which an unqualified audit opinion was issued by Ernst & Young, Kingdom of Bahrain.

Fahad Al-Rajaan
Chairman

Hamad Al-Marzouq
Deputy Chairman

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

BAHRAIN

KUWAIT

QATAR

UNITED KINGDOM

IRAN

IRAQ

EGYPT