



Interim Consolidated Statement of Financial Position

As at 30 September 2011 (Unaudited)

	Unaudited 30 September 2011 US\$ 000	Audited 31 December 2010 US\$ 000	Unaudited 30 September 2010 US\$ 000
ASSETS			
Demand and call deposits with banks	19,946	27,914	41,451
Time deposits with banks	59,179	167,257	160,385
Investments carried at fair value through statement of income	92,007	126,661	126,313
Non-trading investments	442,769	385,770	502,463
Loans and receivables	29,187	57,920	57,181
Other assets	37,255	46,950	356,314
Investments in associates and joint venture accounted for under the equity method	1,006,693	1,026,065	585,146
Investment properties	21,178	21,178	21,178
Property and equipment	1,052	1,074	937
Goodwill	56,296	56,296	55,168
TOTAL ASSETS	1,765,562	1,917,085	1,906,536
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks and other financial institutions	173,672	435,624	422,798
Deposits from customers	81,375	139,568	119,405
Loans payable	735,927	501,432	491,398
Bonds	-	71,187	67,903
Subordinated debt	100,000	100,000	100,000
Other liabilities	57,780	68,500	112,259
TOTAL LIABILITIES	1,148,754	1,316,311	1,313,763
EQUITY			
Share capital	208,640	208,234	208,163
Treasury shares	(12,725)	(12,725)	(12,725)
Share premium	11,459	10,631	10,501
Statutory reserve	95,371	95,371	91,505
General reserve	75,856	75,856	71,990
Treasury shares reserve	14,308	14,308	14,308
Fair value reserve	(17,759)	(21,374)	(25,349)
Foreign currency translation reserve	43,521	43,465	37,066
Retained earnings	154,800	140,860	151,365
CAPITAL AND RESERVES ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	573,471	554,626	546,824
Non-controlling interests in equity	43,337	46,148	45,949
TOTAL EQUITY	616,808	600,774	592,773
TOTAL LIABILITIES AND EQUITY	1,765,562	1,917,085	1,906,536

Interim Consolidated Statement of Income

For the nine-month period ended 30 September 2011 (Unaudited)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2011 US\$ 000	2010 US\$ 000	2011 US\$ 000	2010 US\$ 000
Continuing operations				
Investment income - net	5,377	14,206	43,904	62,275
Interest income	1,668	3,195	5,750	10,937
Fees and commissions	7,045	17,401	49,654	73,212
Foreign currency translation (loss) gain - net	(642)	3,770	(709)	3,363
Share of results of associates and joint venture accounted for under the equity method - net	15,273	(283)	26,733	3,985
Total income	25,279	33,235	88,786	105,702
Interest expense	(14,127)	(11,751)	(40,269)	(35,860)
Operating income before expenses and provisions	11,152	21,484	48,517	69,842
Salaries and benefits	(5,123)	(7,084)	(16,204)	(19,126)
General and administrative expenses	(2,552)	(4,482)	(8,876)	(11,953)
Operating income before provisions	3,477	9,918	23,437	38,763
Impairment loss on investments	(4,146)	-	(12,434)	-
(Provision for) write-back of doubtful loans, guarantees and other assets - net	(3)	(65)	85	119
Net (loss) profit for the period from continuing operations	(672)	9,853	11,088	38,882
Discontinued operations				
Net profit for the period from discontinued operations	-	-	-	6,086
NET (LOSS) PROFIT FOR THE PERIOD	(672)	9,853	11,088	44,968
LOSS (PROFIT) ATTRIBUTABLE TO NON-CONTROLLING INTERESTS				
from continuing operations	1,315	(213)	2,852	(641)
from discontinued operations	-	-	-	(2,899)
	1,315	(213)	2,852	(3,540)
PROFIT ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT				
from continuing operations	643	9,640	13,940	38,241
from discontinued operations	-	-	-	3,187
	643	9,640	13,940	41,428
Earnings per share				
Basic earnings per share (US cents)	0.08	1.17	1.69	5.05
Diluted earnings per share (US cents)	0.08	1.17	1.69	5.04

Interim Consolidated Statement of Cash Flows

For the nine-month period ended 30 September 2011 (Unaudited)

	Nine-month period ended 30 September	
	2011 US\$ 000	2010 US\$ 000
Net cash used in operating activities	(334,199)	(133,911)
Net cash from investing activities	53,249	192,575
Net cash from (used in) financing activities	164,542	(18,479)
Foreign currency translation adjustments	56	886
Movement in non-controlling interests	41	(22,448)

Interim Consolidated Statement of Changes in Equity

For the nine-month period ended 30 September 2011 (Unaudited)

	Attributable to shareholders of the parent											Total before non-controlling interests US\$ 000	Non-controlling interests US\$ 000	Total equity US\$ 000
	Share capital US\$ 000	Treasury shares US\$ 000	Share premium US\$ 000	Statutory reserve US\$ 000	General reserve US\$ 000	Treasury share reserve US\$ 000	Fair value reserve US\$ 000	Foreign currency translation reserve US\$ 000	Retained earnings US\$ 000					
Balance at 1 January 2011	208,234	(12,725)	10,631	95,371	75,856	14,308	(21,374)	43,465	140,860	554,626	46,148	600,774		
Profit (loss) for the period	-	-	-	-	-	-	-	13,940	13,940	(2,852)	(2,852)	11,088		
Other comprehensive income	-	-	-	-	-	-	3,615	56	-	3,671	334	4,005		
Total comprehensive income (loss) for the period	-	-	-	-	-	-	3,615	56	13,940	17,611	(2,518)	15,093		
Shares issued	406	-	828	-	-	-	-	-	-	1,234	-	1,234		
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(293)	(293)		
Balance at 30 September 2011	208,640	(12,725)	11,459	95,371	75,856	14,308	(17,759)	43,521	154,800	573,471	43,337	616,808		
Balance at 1 January 2010	207,694	(12,725)	9,612	91,505	71,990	14,308	(30,966)	36,180	119,870	507,468	64,857	572,325		
Profit for the period	-	-	-	-	-	-	-	41,428	41,428	4,528	3,540	44,968		
Other comprehensive income (loss)	-	-	-	-	-	-	5,617	886	-	6,503	(323)	6,180		
Total comprehensive income for the period	-	-	-	-	-	-	5,617	886	41,428	47,931	3,217	51,148		
Shares issued	469	-	889	-	-	-	-	-	-	1,358	-	1,358		
Dividends paid for 2009	-	-	-	-	-	-	-	-	(10,249)	(10,249)	-	(10,249)		
Dividends of subsidiaries	-	-	-	-	-	-	-	-	-	-	(2,626)	(2,626)		
Employee share option plan	-	-	-	-	-	-	-	-	316	316	-	316		
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(19,499)	(19,499)		
Balance at 30 September 2010	208,163	(12,725)	10,501	91,505	71,990	14,308	(25,349)	37,066	151,365	546,824	45,949	592,773		

Interim Consolidated Statement of Comprehensive Income

For the nine-month period ended 30 September 2011 (Unaudited)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2011 US\$ 000	2010 US\$ 000	2011 US\$ 000	2010 US\$ 000
NET (LOSS) PROFIT FOR THE PERIOD	(672)	9,853	11,088	44,968
Other comprehensive income (loss):				
Foreign currency translation reserve	(2,404)	5,509	990	14
Fair value reserve	12,189	(933)	(4,485)	5,682
Share of other comprehensive income (loss) of associates and joint venture accounted for under equity method	1,051	(560)	2,170	559
Cash flow hedges	2,968	225	5,330	(75)
Other comprehensive income for the period	13,804	4,241	4,005	6,180
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	13,132	14,094	15,093	51,148
Attributable to:				
Shareholders of the parent				
from continuing operations	15,031	13,562	17,611	42,750
from discontinued operations	-	-	-	5,181
	15,031	13,562	17,611	47,931
Non-controlling interests				
from continuing operations	(1,899)	532	(2,518)	316
from discontinued operations	-	-	-	2,901
	(1,899)	532	(2,518)	3,217
	13,132	14,094	15,093	51,148

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash Flows, Interim Consolidated Statement of Changes in Equity and Interim Consolidated Statement of Comprehensive Income have been extracted from the Interim Condensed Consolidated Financial Statements of United Gulf Bank B.S.C. for the nine-month period ended 30 September 2011, which were approved by the Board of Directors on 31 October 2011 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Masaud Hayat
Chairman

Faisal Al Aygar
Director

Mohammad Haroon
Acting Chief Executive Officer

Major Subsidiaries



الخليج المتحد للخدمات المالية شمال افريقيا
United Gulf Financial Services North Africa



شركة منافع للاستثمار
Manafae Investment Company

