



المؤسسة العربية المصرفية (ش.م.ب)
ARAB BANKING CORPORATION [B.S.C.]

HALF YEARLY
FINANCIAL RESULTS
30 JUNE 2013

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2013 (Unaudited)

All figures in US\$ million

	Audited	
	Unaudited 30 June 2013	31 December 2012 Restated*
ASSETS		
Liquid funds	947	1,532
Trading securities	60	64
Placements with banks and other financial institutions	4,414	4,334
Securities bought under repurchase agreements	728	578
Non-trading securities	4,801	4,005
Loans and advances	13,040	12,860
Interest receivable	373	364
Other assets	791	674
Premises and equipment	117	116
TOTAL ASSETS	25,271	24,527
LIABILITIES		
Deposits from customers	12,439	12,029
Deposits from banks and other financial institutions	5,423	5,142
Certificates of deposit	28	35
Securities sold under repurchase agreements	401	419
Interest payable	216	245
Taxation	103	119
Other liabilities	657	552
TERM NOTES, BONDS AND OTHER TERM FINANCING	1,769	1,782
Total liabilities	21,036	20,323
EQUITY		
Share capital	3,110	3,110
Reserves	709	668
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,819	3,778
Non-controlling interests	416	426
Total equity	4,235	4,204
TOTAL LIABILITIES AND EQUITY	25,271	24,527

* Restatement as described in note 2.3 of the Interim condensed Consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Six-month period ended 30 June 2013 (Unaudited)

All figures in US\$ million

	Six months ended 30 June	
	2013	2012
Net cash from (used in) operating activities	108	(2,435)
Net cash (used in) from investing activities	(600)	1,813
Net cash (used in) from financing activities	(18)	204
Net change in liquid funds	(510)	(418)
Effect of exchange rate changes on liquid funds	(40)	3
Cash and cash equivalents at beginning of the period	1,243	965
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	693	550

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six-month period ended 30 June 2013 (Unaudited)

All figures in US\$ million

	Attributable to shareholders of the parent							Non-controlling interests	Total equity	
	Share capital	Statutory reserve	General reserve	Retained earnings*	Foreign exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve			Total
Balance at 31 December 2012	3,110	376	150	340	(132)	(48)	-	3,796	426	4,222
Impact of adopting amendments to IAS 19R at 1 January 2013	-	-	-	-	-	-	(18)	(18)	-	(18)
Profit for the period	-	-	-	112	-	-	-	112	28	140
Other comprehensive loss for the period	-	-	-	-	(63)	(7)	(1)	(71)	(29)	(100)
Total comprehensive income (loss) for the period	-	-	-	112	(63)	(7)	(1)	41	(1)	40
Other equity movements in subsidiaries	-	-	-	-	-	-	-	-	(9)	(9)
Balance at 30 June 2013	3,110	376	150	452	(195)	(55)	(19)	3,819	416	4,235
Balance at 31 December 2011	3,110	355	150	156	(77)	(96)	-	3,598	421	4,019
Impact of adopting amendments to IAS 19R at 1 January 2012	-	-	-	-	-	-	(14)	(14)	-	(14)
Profit for the period	-	-	-	105	-	-	-	105	30	135
Other comprehensive (loss) income for the period	-	-	-	-	(50)	19	(1)	(32)	(22)	(54)
Total comprehensive income (loss) for the period	-	-	-	105	(50)	19	(1)	73	8	81
Other equity movements in subsidiaries	-	-	-	-	-	-	-	-	(12)	(12)
Balance at 30 June 2012	3,110	355	150	261	(127)	(77)	(15)	3,657	417	4,074

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 406 million (31 December 2012: US\$ 406 million).

The above interim consolidated statement of financial position, interim consolidated statement of income, interim condensed consolidated statement of Cash flows, interim consolidated statement of comprehensive income and the interim consolidated statement of changes in equity have been extracted from the Interim Consolidated Financial Statements of Arab Banking Corporation (B.S.C) for the period ended 30th June 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 24th July 2013.