



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

THIRD QUARTER
FINANCIAL RESULTS
30 SEPTEMBER 2014

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 September 2014 (Reviewed)

All figures in US\$ million

	Reviewed	Audited
	30 September 2014	31 December 2013
ASSETS		
Liquid funds	1,221	1,055
Trading securities	467	194
Placements with banks and other financial institutions	5,892	5,018
Securities bought under repurchase agreements	1,088	349
Non-trading securities	4,222	5,116
Loans and advances	14,609	13,653
Interest receivable	418	345
Other assets	879	685
Premises and equipment	129	130
TOTAL ASSETS	28,925	26,545
LIABILITIES		
Deposits from customers	13,772	13,030
Deposits from banks and other financial institutions	5,753	5,255
Certificates of deposit	40	29
Securities sold under repurchase agreements	187	175
Interest payable	337	274
Taxation	60	76
Other liabilities	675	584
TERM NOTES, BONDS AND OTHER TERM FINANCING	3,687	2,763
Total liabilities	24,511	22,186
EQUITY		
Share capital	3,110	3,110
Reserves	866	830
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,976	3,940
Non-controlling interests	438	419
Total equity	4,414	4,359
TOTAL LIABILITIES AND EQUITY	28,925	26,545

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Nine-month period ended 30 September 2014 (Reviewed)

All figures in US\$ million

	Reviewed	
	Nine months ended 30 September 2014	2013
OPERATING ACTIVITIES		
Net cash used in operating activities	(1,280)	(697)
INVESTING ACTIVITIES		
Net cash from (used in) investing activities	818	(687)
FINANCING ACTIVITIES		
Net cash from financing activities	796	976
Net change in cash and cash equivalents	334	(408)
Effect of exchange rate changes on liquid funds	(28)	(27)
Cash and cash equivalents at beginning of the period	866	1,243
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	1,172	808

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine-month period ended 30 September 2014 (Reviewed)

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
At 31 December 2013	3,110	400	150	555	(224)	(32)	(19)	3,940	419	4,359
Profit for the period	-	-	-	197	-	-	-	197	48	245
Other comprehensive (loss) income for the period	-	-	-	-	(25)	19	-	(6)	(22)	(28)
Total comprehensive income (loss) for the period	-	-	-	197	(25)	19	-	191	26	217
Dividend paid	-	-	-	(156)	-	-	-	(156)	-	(156)
Transfers during the period	-	-	(50)	50	-	-	-	-	-	-
Other equity movements in subsidiaries	-	-	-	1	-	-	-	1	(7)	(6)
At 30 September 2014 (reviewed)	3,110	400	100	647	(249)	(13)	(19)	3,976	438	4,414
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)
	3,110	376	150	340	(132)	(48)	(18)	3,778	426	4,204
Profit for the period	-	-	-	178	-	-	-	178	42	220
Other comprehensive loss for the period	-	-	-	-	(70)	(1)	(1)	(72)	(35)	(107)
Total comprehensive income (loss) for the period	-	-	-	178	(70)	(1)	(1)	106	7	113
Other equity movements in subsidiaries	-	-	-	-	-	-	-	-	(9)	(9)
At 30 September 2013 (reviewed)	3,110	376	150	518	(202)	(49)	(19)	3,884	424	4,308

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 406 million (31 December 2013: US\$ 406 million).

The above interim consolidated statement of financial position, interim consolidated statement of income, interim consolidated statement of comprehensive income, interim condensed consolidated statement of cash flows and interim consolidated statement of changes in equity have been extracted from the Interim Condensed Consolidated Financial Statements of Arab Banking Corporation (B.S.C) for the period ended 30th September 2014, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 29th October 2014.