



United Bank Limited and its Subsidiary Companies
Consolidated Balance Sheet (in US Dollars) as at December 31, 2006

| | 2006 | 2005 |
|---|----------------------|-----------|
| | (US Dollars in '000) | |
| ASSETS | | |
| Cash and balances with treasury banks | 804,852 | 571,778 |
| Balances with other banks | 318,803 | 312,970 |
| Lendings to financial institutions | 485,504 | 299,219 |
| Investments | 1,079,217 | 1,030,894 |
| Advances | | |
| Performing | 4,109,911 | 3,454,742 |
| Non-performing | 71,184 | 64,577 |
| | 4,181,095 | 3,519,319 |
| Fixed assets | 104,457 | 91,098 |
| Deferred tax asset - net | 14,900 | 38,062 |
| Other assets | 167,462 | 132,845 |
| | 7,156,291 | 5,996,185 |
| LIABILITIES | | |
| Bills payable | 75,977 | 70,018 |
| Borrowings | 635,032 | 381,000 |
| Deposits and other accounts | 5,644,473 | 4,965,320 |
| Sub-ordinated loans | 98,479 | 66,972 |
| Liabilities against assets subject to finance lease | 114 | 73 |
| Other liabilities | 157,519 | 106,304 |
| | 6,611,594 | 5,589,687 |
| NET ASSETS | 544,697 | 406,498 |
| REPRESENTED BY: | | |
| Share capital | 106,304 | 86,747 |
| Reserves | 153,170 | 114,215 |
| Unappropriated profit | 212,286 | 130,458 |
| | 471,760 | 331,420 |
| Minority Interest | 29,095 | 26,141 |
| | 500,855 | 357,561 |
| Surplus on revaluation of assets - net | 43,842 | 48,937 |
| | 544,697 | 406,498 |
| CONTINGENCIES AND COMMITMENTS | | |

These have been converted at Rs 60.91 per US Dollar from the audited financial statements.



United Bank Limited and its Subsidiary Companies
Consolidated Profit and Loss account (in US Dollars) for the year ended December 31, 2006

| | 2006 | 2005 |
|--|-----------------------------|----------------|
| | (US Dollars in '000) | |
| Mark-up / return / interest earned | 552,086 | 346,441 |
| Mark-up / return / interest expensed | <u>201,285</u> | <u>103,093</u> |
| Net mark-up / interest income | 350,801 | 243,348 |
| Provision against loans and advances - net | <u>31,119</u> | <u>21,497</u> |
| Provision for diminution in value of investments - net | 1,228 | 1,887 |
| Bad debts written off directly | 4,422 | 639 |
| | <u>36,769</u> | <u>24,022</u> |
| Net mark-up / return / interest income after provisions | 314,032 | 219,326 |
| Non Mark-up / Interest Income | | |
| Fee, commission and brokerage income | <u>69,624</u> | <u>47,245</u> |
| Dividend income | 11,383 | 2,887 |
| Income from dealing in foreign currencies | 11,826 | 12,044 |
| Gain on sale of securities | 4,639 | 6,383 |
| Unrealized gain/ (loss) on revaluation of investments classified as held for trading | - | - |
| | (55) | (17) |
| Other income | <u>22,197</u> | <u>21,205</u> |
| Total non mark-up / return / interest income | <u>119,615</u> | <u>89,746</u> |
| | 433,646 | 309,073 |
| Non Mark-up / Interest Expenses | | |
| Administrative expenses | <u>191,067</u> | <u>140,963</u> |
| Other provisions / write offs | 3,716 | 5,625 |
| Other charges | <u>427</u> | <u>118</u> |
| Total non mark-up / interest expenses | 195,209 | 146,706 |
| Extraordinary items | - | - |
| Share of (loss) / income of associates | <u>(385)</u> | <u>220</u> |
| Profit before taxation | 238,053 | 162,586 |
| Taxation - Current | <u>56,202</u> | 8,460 |
| - Prior year | 742 | 1,336 |
| - Deferred | <u>22,400</u> | 49,493 |
| | 79,345 | 59,289 |
| Profit after taxation | <u>158,708</u> | <u>103,297</u> |
| Attributable to: | | |
| Equity shareholders of the Bank | 156,450 | 101,780 |
| Minority Interest | <u>2,257</u> | <u>1,517</u> |
| | <u>158,708</u> | <u>103,297</u> |
| | (US Dollars) | |
| Basic and diluted earnings per share | <u>0.24</u> | <u>0.12</u> |

These have been converted at Rs 60.91 per US Dollar from the audited financial statements.