



Bank of Sharjah
Management Discussion & Analysis Report
for the period ended 30 September 2017

Financial Highlights:

AED (in millions)	30/09/2017	30/09/2016	Variance YOY	31/12/2016	Variance YTD
Total Assets	33,059	26,128	27%	27,097	22%
Customers' Deposits	23,692	18,491	28%	19,737	20%
Loans and Advances	16,381	16,016	2%	17,075	(4%)
Loans and Advances to Deposits Ratio	69%	87%		87%	
Net Liquidity	10,862	5,434	100%	5,542	96%
Total Equity	4,503	4,621	(3%)	4,600	(2%)
Commitments and Contingent Liabilities	5,417	5,186	4%	5,099	6%
Capital Adequacy Ratio	20.40%	22.28%		22.43%	

AED (in millions)	30/09/2017	30/09/2016	Variance
Net Interest Income	352	399	(12%)
Non-Interest Income	190	139	37%
Total income	542	538	1%
Net Impairment Loss on Financial Assets	(53)	(48)	10%
Net Operating income	489	490	-
Net profit for the period	265	268	(1%)
Total Comprehensive Income for the Period	72	234	(69%)
Earnings per share – fils	12.3	12.4	(1%)

Total Assets reached AED 33,059 million, an increase of 27% over the corresponding 30 September 2016 figure of AED 26,128 million. When compared to the 31 December 2016 figure, Total Assets increased by 22% from AED 27,097 million.

Customers' Deposits reached AED 23,692 million, an increase of 28% over the corresponding 30 September 2016 figure of AED 18,491 million. When compared to the 31 December 2016 figure, Customers' Deposits increased by 20% from AED 19,737 million.



Loans and Advances reached AED 16,381 million, 2% above the corresponding 30 September 2016 figure of AED 16,016 million, and 4% less than the 31 December 2016 balance of AED 17,075 million.

Net Liquidity remains high compared to industry levels at AED 10,862 million as at 30 September 2017, 100% more than 30 September 2016 at AED 5,434 million and 96% more than 31 December 2016 balance of AED 5,542 million.

Total Equity at the end of the nine months of 2017 stood at AED 4,503 million, 3% less than 30 September 2016 balance of AED 4,621 million and 2% less than 31 December 2016 balance of AED 4,600 million.

Capital Adequacy ratio kept its strong level and stood at a high of 20.40% in the nine months of 2017.

Net operating income reached AED 489 million in the nine months of 2017 compared to AED 490 million in the same period of 2016.

Net profit for the nine months of 2017 reached AED 265 million, against AED 268 million for the same period of 2016. As a result, earnings per share for the period were down by 1% and reached 12.3 fils compared to 12.4 fils in the same period of 2016.

Commenting on the results Mr. Ahmed Al Noman, Chairman of the Board, expressed the Board's satisfaction with the Bank's interim result, and that equity was affected by the distribution of cash dividends and the downturn in the market value of strategic investments. While it is still early to predict year-end figures, we expect a sustained performance during the fourth quarter to meet comfortably the budget of 2017.

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