

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH SEPTEMBER 2015

I STATEMENT OF FINANCIAL POSITION		Sep-15 (Unaudited) Shs '000	Jun-15 (Unaudited) Shs '000	Mar-15 (Unaudited) Shs '000	Dec-14 (Audited) Shs '000	Sep-14 (Unaudited) Shs '000
<b>ASSETS</b>						
1	Cash (both Local & Foreign)	54,173	42,074	56,834	54,061	64,144
2	Balances due from Central Bank of Kenya	152,082	278,833	408,089	431,981	213,581
3	Kenya Government & other securities held for dealing purposes	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-
<b>Investment Securities:</b>						
5	a) Held to Maturity:	1,395,509	1,789,123	1,894,053	1,473,384	1,419,167
	a. Kenya Government securities	1,395,509	1,789,123	1,894,053	1,473,384	1,419,167
	b. Other securities	-	-	-	-	-
	b) Available for sale:	-	-	-	-	-
	a. Kenya Government securities	-	-	-	-	-
	b. Other securities	-	-	-	-	-
6	Deposits & balances due from local banking institutions	103,548	2,435	294,392	1,054,773	537,231
7	Deposits & balances due from banking institutions abroad	3,595,995	2,790,857	624,750	535,572	1,150,587
8	Tax recoverable	3,898	3,898	3,898	3,898	3,898
9	Loans and advances to customers (net)	2,353,835	1,855,687	1,552,983	734,061	520,550
10	Balances due from banking institutions in the group	-	-	-	-	-
11	Investments in associates	-	-	-	-	-
12	Investments in subsidiary companies	-	-	-	-	-
13	Investments in joint ventures	-	-	-	-	-
14	Investment properties	-	-	-	-	-
15	Property and equipment	51,270	58,034	61,779	68,800	52,519
16	Prepaid lease rentals	-	-	-	-	-
17	Intangible assets	20,019	17,190	18,586	19,894	7,748
18	Deferred tax asset	284,577	284,577	284,577	284,577	235,218
19	Retirement benefit asset	-	-	-	-	-
20	Other assets	161,205	146,454	133,036	94,785	149,674
21	<b>TOTAL ASSETS</b>	<b>8,176,112</b>	<b>7,269,162</b>	<b>5,332,978</b>	<b>4,755,787</b>	<b>4,354,318</b>
<b>LIABILITIES</b>						
22	Balances due to Central Bank of Kenya	-	-	-	-	-
23	Customer deposits	4,125,369	3,737,104	3,876,761	3,576,275	3,486,720
24	Deposits & balances due to local banking institutions	241,449	-	-	-	-
25	Deposits & balances due to foreign banking institutions	2,664,845	2,312,358	184,928	-	-
26	Other money market deposits	-	-	-	-	-
27	Borrowed funds	-	-	-	-	-
28	Balances due to banking institutions in the group	-	-	-	-	-
29	Tax payable	-	-	-	-	-
30	Dividends payable	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-
33	Other liabilities	101,303	46,931	49,090	40,551	60,349
34	<b>TOTAL LIABILITIES</b>	<b>7,132,965</b>	<b>6,096,393</b>	<b>4,110,779</b>	<b>3,616,826</b>	<b>3,547,069</b>
<b>SHAREHOLDERS' FUNDS</b>						
35	Fiducup / Assigned capital	1,241,713	1,655,603	1,655,603	1,564,473	1,287,975
36	Share premium/(discount)	1,253,104	839,214	839,214	839,214	752,952
37	Revaluation reserves	-	-	-	-	-
38	Retained earnings/Accumulated losses	(1,463,948)	(1,334,326)	(1,284,896)	(1,277,004)	(1,233,679)
39	Statutory loan loss reserves	12,278	12,278	12,278	12,278	-
40	Other Reserves	-	-	-	-	-
41	Other Reserves	-	-	-	-	-
42	Proposed dividends	-	-	-	-	-
43	Capital grants	-	-	-	-	-
44	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>1,043,147</b>	<b>1,172,769</b>	<b>1,222,199</b>	<b>1,138,961</b>	<b>807,249</b>
45	<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>8,176,112</b>	<b>7,269,162</b>	<b>5,332,978</b>	<b>4,755,787</b>	<b>4,354,318</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>						
<b>INTEREST INCOME</b>						
1	Loans and advances	122,728	71,710	33,546	93,062	66,925
1.1	Government securities	97,570	71,065	35,145	106,013	79,707
1.2	Deposits & placements with banking institutions	51,867	18,265	13,796	31,512	20,567
1.4	Other interest income	-	-	-	-	-
1.5	<b>Total interest income</b>	<b>272,165</b>	<b>161,040</b>	<b>82,488</b>	<b>230,587</b>	<b>167,199</b>
<b>INTEREST EXPENSE</b>						
2.1	Customer deposits	143,064	102,081	48,376	150,579	106,299
2.2	Deposits & placement from banking institutions	35,705	5,489	5,152	4,913	4,739
2.3	Other interest expenses	11,065	1,161	122	10,409	10,119
2.4	<b>Total interest expenses</b>	<b>189,834</b>	<b>108,731</b>	<b>53,650</b>	<b>165,901</b>	<b>121,157</b>
3	<b>NET INTEREST INCOME/(LOSS)</b>	<b>82,331</b>	<b>52,309</b>	<b>28,838</b>	<b>64,686</b>	<b>46,042</b>
<b>NON-INTEREST INCOME</b>						
4	Fees & commissions on loans and advances	123,514	114,026	74,051	73,926	62,043
4.2	Other fees and commissions	16,073	9,803	4,752	34,157	16,825
4.3	Foreign exchange trading income/(loss)	26,742	17,464	4,328	18,642	21,115
4.4	Dividend income	-	-	-	-	-
4.5	Other income	17,384	12,264	6,294	54,634	36,488
4.6	<b>Total Non-interest income</b>	<b>183,713</b>	<b>153,658</b>	<b>89,425</b>	<b>181,358</b>	<b>136,471</b>
5	<b>TOTAL OPERATING INCOME</b>	<b>266,044</b>	<b>205,867</b>	<b>118,264</b>	<b>246,044</b>	<b>182,513</b>
<b>OTHER OPERATING EXPENSES</b>						
6.1	Loan loss provision	22,043	11,743	(2,400)	41,222	39,260
6.2	Staff costs	205,795	135,888	67,534	264,109	191,690
6.3	Directors' emoluments	22,860	15,084	7,495	67,667	47,483
6.4	Rental charges	34,765	23,101	10,952	44,902	32,292
6.5	Depreciation charge on property and equipment	25,241	16,747	6,341	30,433	21,172
6.6	Amortisation charges	4,380	2,955	1,659	14,328	12,791
6.7	Other operating expenses	138,546	53,302	21,884	114,782	91,423
6.8	<b>Total Other Operating Expenses</b>	<b>453,629</b>	<b>258,821</b>	<b>115,364</b>	<b>577,444</b>	<b>436,112</b>
7	<b>Profit/(Loss) before tax and exceptional items</b>	<b>(187,585)</b>	<b>(52,954)</b>	<b>2,899</b>	<b>(331,400)</b>	<b>(253,600)</b>
8	Exceptional items	-	-	-	-	-
9	<b>Profit/(Loss) after exceptional items</b>	<b>(187,585)</b>	<b>(52,954)</b>	<b>2,899</b>	<b>(331,400)</b>	<b>(253,600)</b>
10	Current tax	-	-	-	-	-
11	Deferred tax	-	-	-	(49,360)	-
12	<b>Profit/(Loss) after tax and exceptional items</b>	<b>(187,585)</b>	<b>(52,954)</b>	<b>2,899</b>	<b>(282,040)</b>	<b>(253,600)</b>
13	Minority Interest	-	-	-	-	-
14	<b>Profit/(Loss) after tax, exceptional items and Minority Interest</b>	<b>(187,585)</b>	<b>(52,954)</b>	<b>2,899</b>	<b>(282,040)</b>	<b>(253,600)</b>
15	<b>Other Comprehensive Income</b>	-	-	-	-	-
15.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-
15.2	Fair value changes in available for sale financial assets	-	-	-	-	-
15.3	Revaluation surplus on Property, plant and equipment	-	-	-	-	-
15.4	Share of other comprehensive income of associates	-	-	-	-	-
15.5	Income tax relating to components of other comprehensive income	-	-	-	-	-
16	<b>Other Comprehensive Income for the year net of tax</b>	-	-	-	-	-
17	<b>Total comprehensive income for the year</b>	<b>(187,585)</b>	<b>(52,954)</b>	<b>2,899</b>	<b>(282,040)</b>	<b>(253,600)</b>
<b>EARNINGS PER SHARE- BASIC &amp; DILUTED</b>						
<b>III OTHER DISCLOSURES</b>						
<b>1 NON-PERFORMING LOANS AND ADVANCES</b>						
(a)	Gross Non-performing loans and advances	56,368	52,044	48,249	52,343	57,757
(b)	Less Interest in Suspense	7,409	6,315	5,629	6,119	6,615
(c)	<b>Total Non-Performing Loans and Advances (a-b)</b>	<b>48,960</b>	<b>45,729</b>	<b>42,620</b>	<b>46,224</b>	<b>51,142</b>
(d)	Less Loan Loss Provision	48,205	44,926	39,175	45,064	46,348
(e)	<b>Net Non-Performing Loans and Advances (c-d)</b>	<b>755</b>	<b>803</b>	<b>3,445</b>	<b>1,161</b>	<b>4,795</b>
(f)	Discounted Value of Securities	-	-	-	-	-
(g)	<b>Net NPLs Exposure (e-f)</b>	<b>755</b>	<b>803</b>	<b>3,445</b>	<b>1,161</b>	<b>4,795</b>
<b>2 INSIDER LOANS AND ADVANCES</b>						
(a)	Directors, Shareholders and Associates	149,853	63,833	51,002	12,243	25,137
(b)	Employees	106,153	91,209	52,437	87,212	63,256
(c)	<b>Total Insider Loans &amp; Advances and other facilities</b>	<b>256,006</b>	<b>155,042</b>	<b>103,439</b>	<b>99,455</b>	<b>88,393</b>
<b>3 OFF-BALANCE SHEET ITEMS</b>						
(a)	Letters of credit, guarantees, acceptances	283,731	200,572	444,428	244,939	645,179
(b)	Forwards, swaps and options	-	-	-	-	-
(c)	Other contingent liabilities	-	-	-	-	-
(d)	<b>Total Contingent Liabilities</b>	<b>283,731</b>	<b>200,572</b>	<b>444,428</b>	<b>244,939</b>	<b>645,179</b>
<b>4 CAPITAL STRENGTH</b>						
(a)	Core capital	1,030,869	1,160,492	1,209,922	1,126,684	807,249
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c)	Excess (a-b)	30,869	160,492	209,922	126,684	(192,751)
(d)	Supplementary Capital	12,278	12,278	12,278	12,278	-
(e)	<b>Total Capital (a+d)</b>	<b>1,043,147</b>	<b>1,172,769</b>	<b>1,222,199</b>	<b>1,138,961</b>	<b>807,249</b>
(f)	Total risk weighted assets	4,100,122	3,358,810	2,672,285	1,943,047	1,978,756
(g)	<b>Core Capital/Total deposits Liabilities</b>	<b>25.0%</b>	<b>31.1%</b>	<b>31.2%</b>	<b>31.5%</b>	<b>23.2%</b>
(h)	Minimum statutory Ratio	10.5%	10.5%	10.5%	8.0%	8.0%
(i)	Excess/(Deficiency)	14.5%	20.6%	20.7%	23.5%	15.2%
(j)	<b>Core Capital / total risk weighted assets</b>	<b>25.1%</b>	<b>34.8%</b>	<b>45.3%</b>	<b>58.0%</b>	<b>40.8%</b>
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	8.0%	8.0%
(l)	Excess / (Deficiency) (j-k)	14.6%	24.1%	34.8%	50.0%	32.8%
(m)	<b>Total Capital/total risk weighted assets</b>	<b>25.4%</b>	<b>34.9%</b>	<b>45.7%</b>	<b>58.6%</b>	<b>40.8%</b>
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%	12.0%	12.0%
(o)	Excess/ / (Deficiency) (m-n)	10.9%	20.4%	31.2%	46.6%	28.8%
<b>5 LIQUIDITY</b>						
(a)	Liquidity Ratio	58.1%	69.3%	79.8%	99.3%	97.1%
(b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
(c)	Excess/ / (Deficiency) (a-b)	38.1%	49.3%	59.8%	79.3%	77.1%

The above statement of financial position, statements of comprehensive income and other disclosures are extracts from the books of the institution. These financial statements and other disclosures can be accessed on the institution's website: <http://ubagroup.com/countries/ke/>. They may also be accessed at the institution's head office located at 1st floor, Apollo Centre, Ring Road, Woodvale Close, Westlands

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