

Head Office: Apollo Centre, Westlands, Nairobi. P.O. Box 34154-00100 Nairobi. Tel: +254 20 3612000-2, e-mail: ubakenya@ubagroup.com.  
 Business Offices: Enterprise Business Centre, (Ground Floor) Enterprise Road Nairobi. Tel: 020 3612081  
 NHIF Building, (Ground Floor) Ngong Road, Upper Hill Nairobi. Tel: 020 3612091

**UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2017**

I STATEMENT OF FINANCIAL POSITION	June 2017	March 2017	Dec. 2016	June 2016	II STATEMENT OF COMPREHENSIVE INCOME	June 2017	March 2017	Dec. 2016	June 2016	III OTHER DISCLOSURES	June 2017	March 2017	Dec. 2016	June 2016
	Shs '000' (Unaudited)	Shs '000' (Unaudited)	Shs '000' (Audited)	Shs '000' (Unaudited)		Shs '000' (Unaudited)	Shs '000' (Unaudited)	Shs '000' (Unaudited)	Shs '000' (Audited)		Shs '000' (Unaudited)	Shs '000' (Unaudited)	Shs '000' (Unaudited)	Shs '000' (Audited)
<b>A ASSETS</b>					<b>1.0 INTEREST INCOME</b>					<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>				
1 Cash ( both Local & Foreign)	46,493	67,714	76,653	43,225	1.1 Loans and advances	176,599	86,389	307,369	153,015	(a) Gross Non-performing loans and advances	83,891	78,508	68,743	63,448
2 Balances due from Central Bank of Kenya	336,998	292,923	128,624	766,415	1.2 Government securities	69,763	31,899	122,060	55,465	(b) Less Interest in Suspense	12,754	11,899	11,992	10,500
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	1.3 Deposits and placements with banking institutions	22,104	10,271	94,466	54,086	(c) Total Non-Performing Loans and Advances (a-b)	71,137	66,608	56,752	52,948
4 Financial Assets at fair value through profit and loss	-	-	-	-	1.4 Other Interest Income	-	-	-	-	(d) Less Loan Loss Provision	67,350	59,602	56,505	50,755
5 Investment Securities:					1.5 Total Interest Income	268,466	128,559	523,895	262,565	(e) Net Non-Performing Loans and Advances(c-d)	3,787	7,006	246	2,193
a) Held to Maturity:	2,018,939	1,368,259	1,697,549	1,448,236	2.0 INTEREST EXPENSE					(f) Discounted Value of Securities	-	-	-	-
i. Kenya Government securities	2,006,199	1,342,237	1,697,549	1,448,236	2.1 Customer deposits	70,057	30,983	159,610	97,667	(g) Net NPLs Exposure (e-f)	3,787	7,006	246	2,193
ii. Other securities	12,740	26,021	-	-	2.2 Deposits and placement from banking institutions	37,783	22,151	126,097	62,218	2.0 INSIDER LOANS AND ADVANCES				
b) Available for sale:	-	-	-	-	2.3 Other interest expenses	2,313	1,029	17,513	17,110	(a) Directors, Shareholders and Associates	222,126	138,732	124,207	382,367
i. Kenya Government securities	-	-	-	-	2.4 Total interest expenses	110,153	54,163	303,220	176,995	(b) Employees	140,368	144,627	103,130	115,247
ii. Other securities	-	-	-	-	3.0 NET INTEREST INCOME/( LOSS)	158,313	74,396	220,676	85,570	(c) Total Insider Loans and Advances and other facilities	362,494	283,359	227,337	497,614
6 Deposits and balances due from local banking institutions	804,813	586,435	95,393	594	4.0 NON-INTEREST INCOME					3.0 OFF-BALANCE SHEET ITEMS				
7 Deposits and balances due from banking institutions abroad	542,824	197,116	48,549	324,785	4.1 Fees and commissions on loans and advances	30,876	23,215	57,926	28,527	(a) Letters of credit, guarantees, acceptances	1,378,068	301,620	1,008,254	1,128,661
8 Tax recoverable	3,898	3,898	3,898	3,898	4.2 Other fees and commissions	14,042	6,224	23,340	11,768	(b) Forwards, swaps and options	1,152,576	-	-	-
9 Loans and advances to customers (net)	3,406,997	3,192,039	3,058,201	2,591,236	4.3 Foreign exchange trading income/(loss)	37,419	15,390	81,422	46,250	(c) Other contingent liabilities	98,811	29,966	-	399,158
10 Balances due from banking institutions in the group	-	-	-	-	4.4 Dividend Income	-	-	-	-	(d) Total Contingent Liabilities	2,629,455	331,585	1,008,254	1,527,819
11 Investments in associates	-	-	-	-	4.5 Other income	60,162	23,897	205,624	169,806	4.0 CAPITAL STRENGTH				
12 Investments in subsidiary companies	-	-	-	-	4.6 Total Non-interest income	142,499	68,726	368,312	256,351	(a) Core capital	2,138,113	2,134,481	2,131,109	2,139,119
13 Investments in joint ventures	-	-	-	-	5.0 TOTAL OPERATING INCOME	300,812	143,122	588,988	341,921	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
14 Investment properties	-	-	-	-	6.0 OTHER OPERATING EXPENSES					(c) Excess (a-b)	1,138,113	1,134,481	1,131,109	1,139,119
15 Property and equipment	58,348	48,273	51,722	61,179	6.1 Loan loss provision	22,429	10,782	8,600	(500)	(d) Supplementary Capital	12,278	12,278	12,278	12,278
16 Prepaid lease rentals	-	-	-	-	6.2 Staff costs	132,178	61,973	260,080	138,938	(e) Total Capital (a+d)	2,150,390	2,146,759	2,143,386	2,151,396
17 Intangible assets	13,363	13,824	14,027	16,427	6.3 Directors' emoluments	15,600	7,673	28,007	14,482	(f) Total risk weighted assets	6,710,282	4,855,812	5,540,811	4,972,999
18 Deferred tax asset	300,327	300,327	300,327	325,870	6.4 Rental charges	23,523	11,564	45,792	22,909	(g) Core Capital/Total deposits Liabilities	51.2%	83.0%	109.4%	98.9%
19 Retirement benefit asset	-	-	-	-	6.5 Depreciation charge on property and equipment	8,061	3,950	13,039	5,372	(h) Minimum statutory Ratio	10.50%	10.50%	10.50%	10.50%
20 Other assets	215,462	210,249	126,339	179,691	6.6 Amortisation charges	2,569	1,266	5,341	2,716	(i) Excess/(Deficiency)	40.7%	72.5%	98.9%	88.4%
21 TOTAL ASSETS	7,748,462	6,281,056	5,601,281	5,761,555	6.7 Other operating expenses	89,309	42,227	178,288	89,842	(j) Core Capital /total risk weighted assets	31.9%	44.0%	38.5%	43.0%
<b>B LIABILITIES</b>					6.8 Total Other Operating Expenses	293,669	139,435	539,147	273,759	(k) Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%
22 Balances due to Central Bank of Kenya	98,919	-	-	-	7.0 Profit/(Loss) before tax and exceptional items	7,143	3,688	49,841	68,162	(l) Excess / (Deficiency) (j-k)	21.4%	33.5%	28.0%	32.5%
23 Customer deposits	4,177,628	2,571,372	1,947,361	2,162,684	8.0 Exceptional Items	-	-	-	-	(m) Total Capital/total risk weighted assets	32.0%	44.2%	38.7%	43.3%
24 Deposits and balances due to local banking institutions	963,354	534,987	143,701	-	9.0 Profit/(Loss) after exceptional items	7,143	3,688	49,841	68,162	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
25 Deposits and balances due to foreign banking institutions	220,963	843,810	1,234,123	1,316,214	10.0 Current tax	-	-	-	-	(o) Excess/ ( Deficiency) (m-n)	17.5%	29.7%	24.2%	28.8%
26 Other money market deposits	-	-	-	-	11.0 Deferred tax	-	-	-	25,543	5.0 LIQUIDITY				
27 Borrowed funds	-	-	-	-	12.0 Profit/(Loss) after tax and exceptional items	7,143	3,688	24,298	68,162	(a) Liquidity Ratio	64.6%	44.2%	34.4%	58.6%
28 Balances due to banking institutions in the group	-	-	-	-	13.0 Minority Interest	-	-	-	-	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
29 Tax payable	-	-	-	-	14.0 Profit/(Loss) after tax, exceptional items and Minority Interest	7,143	3,688	24,298	68,162	(c) Excess/ ( Deficiency) (a-b)	44.6%	24.2%	14.4%	38.6%
30 Dividends payable	-	-	-	-	15.0 Other Comprehensive Income	-	-	-	-	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-
31 Deferred tax liability	-	-	-	-	15.2 Fair value changes in available for sale financial assets	-	-	-	-	15.3 Revaluation surplus on Property, plant and equipment	-	-	-	-
32 Retirement benefit liability	-	-	-	-	15.4 Share of other comprehensive income of associates	-	-	-	-	15.5 Income tax relating to components of other comprehensive income	-	-	-	-
33 Other liabilities	133,636	182,284	132,711	97,180	16.0 Other Comprehensive Income for the year net of tax	-	-	-	-	17.0 Total comprehensive income for the year	7,143	3,688	24,298	68,162
34 TOTAL LIABILITIES	5,594,500	4,132,453	3,457,895	3,576,078										
<b>C SHAREHOLDERS' FUNDS</b>														
35 Paid up /Assigned capital	1,261,713	1,261,713	1,261,713	2,393,363										
36 Share premium/(discount)	2,384,754	2,384,754	2,384,754	1,253,104										
37 Revaluation reserves	-	-	-	-										
38 Retained earnings/Accumulated losses	(1,504,783)	(1,510,142)	(1,515,359)	(1,473,268)										
39 Statutory loan loss reserves	12,278	12,278	12,278	12,278										
40 Other Reserves	-	-	-	-										
41 Proposed dividends	-	-	-	-										
42 Capital grants	-	-	-	-										
43 TOTAL SHAREHOLDERS' FUNDS	2,153,962	2,148,603	2,143,386	2,185,477										
44 Minority Interest	-	-	-	-										
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	7,748,462	6,281,056	5,601,281	5,761,555										

The above statement of financial position, statement 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/about/investor>

They may also be accessed at the institution's head office located at 1st floor, Apollo Centre, Ring Road, Woodvale Close, Westlands

ISAAC MWIGE  
MANAGING DIRECTOR/C.E.O.

JAMES OLUBAYI  
CHAIRMAN