

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2018

I STATEMENT OF FINANCIAL POSITION	June 2018	March 2018	December 2017	June 2017	II STATEMENT OF COMPREHENSIVE INCOME	June 2018	March 2018	December 2017	June 2017	III OTHER DISCLOSURES	June 2018	March 2018	December 2017	June 2017
	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)
A ASSETS					1.0 INTEREST INCOME					1.0 NON-PERFORMING LOANS AND ADVANCES				
1 Cash (both Local & Foreign)	101,161	69,582	46,213	46,491	1.1 Loans and advances	193,622	93,859	377,333	176,599	(a) Gross Non-performing loans and advances	269,413	126,428	151,811	83,891
2 Balances due from Central Bank of Kenya	365,141	175,289	430,471	336,998	1.2 Government securities	242,874	49,718	156,310	69,763	(b) Less Interest in Suspense	1,591	8,233	9,330	12,754
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	1.3 Deposits and placements with banking institutions	8,639	648	32,447	22,104	(c) Total Non-Performing Loans and Advances (a-b)	267,822	118,196	142,481	71,137
4 Financial Assets at fair value through profit and loss	-	-	-	-	1.4 Other Interest Income	-	-	-	-	(d) Less Loan Loss Provision	12,429	30,644	29,669	67,350
5 Investment Securities:					1.5 Total interest income	445,135	144,225	566,090	268,466	(e) Net Non-Performing Loans and Advances (c-d)	255,393	87,532	112,812	3,787
a. Held to Maturity:										(f) Discounted Value of Securities	255,393	87,173	112,812	-
b. Available for sale:										(g) Net NPLs Exposure (e-f)	-	359	-	3,787
a. Kenya Government securities	7,661,365	2,589,201	2,013,501	2,018,939	2.0 INTEREST EXPENSE					2.0 INSIDER LOANS AND ADVANCES				
b. Other securities	2,470,752	2,555,076	2,002,958	2,006,199	2.1 Customer deposits	134,317	56,255	180,463	70,057	(a) Directors, Shareholders and Associates	227,286	234,863	237,438	222,126
c. Other securities	5,190,613	34,125	10,543	12,740	2.2 Deposits and placement from banking institutions	99,250	14,654	66,161	37,783	(b) Employees	154,300	154,926	158,128	140,368
d. Other securities	-	-	-	-	2.3 Other interest expenses	479	-	4,043	2,313	(c) Total Insider Loans and Advances and other facilities	381,586	389,789	395,566	362,494
6 Deposits and balances due from local banking institutions	3,948	456	10,149	804,813	2.4 Total interest expense	234,046	70,909	250,667	110,153					
7 Deposits and balances due from banking institutions abroad	1,551,203	169,507	221,631	542,824	3.0 NET INTEREST INCOME/(LOSS)	211,090	73,316	315,423	158,313	3.0 OFF-BALANCE SHEET ITEMS				
8 Tax recoverable	3,086	3,573	3,898	3,898	4.0 NON-INTEREST INCOME					(a) Letters of credit, guarantees, acceptances	376,953	639,592	517,500	1,378,068
9 Loans and advances to customers (net)	3,500,301	3,450,524	3,270,289	3,406,997	4.1 Fees and commissions on loans and advances	27,882	9,381	53,502	30,876	(b) Forwards, swaps and options	-	-	-	1,152,576
10 Balances due from banking institutions in the group	-	-	-	-	4.2 Other fees and commissions	11,389	6,361	29,847	14,041	(c) Other contingent liabilities	-	-	-	98,811
11 Investments in associates	-	-	-	-	4.3 Foreign exchange trading income/(loss)	29,458	22,865	59,797	37,419	(d) Total Contingent Liabilities	376,953	639,592	517,500	2,629,455
12 Investments in subsidiary companies	-	-	-	-	4.4 Dividend Income	-	-	-	-					
13 Investments in joint ventures	-	-	-	-	4.5 Other income	62,209	41,999	144,330	60,162	4.0 CAPITAL STRENGTH				
14 Investment properties	-	-	-	-	4.6 Total Non-interest income	130,938	80,606	287,476	142,498	(a) Core capital	2,116,737	2,120,063	2,161,995	2,138,113
15 Property and equipment	58,050	54,375	54,397	58,348	5.0 TOTAL OPERATING INCOME	342,028	153,922	602,899	300,812	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
16 Prepaid lease rentals	-	-	-	-						(c) Excess (a-b)	1,116,737	1,120,063	1,161,995	1,138,113
17 Intangible assets	10,611	10,431	11,500	13,363	6.0 OTHER OPERATING EXPENSES					(d) Supplementary Capital	-	-	-	12,278
18 Deferred tax asset	305,067	305,067	305,067	300,327	6.1 Loan loss provision	26,732	6,617	27,259	22,429	(e) Total Capital (a+d)	2,116,737	2,120,063	2,161,995	2,150,391
19 Retirement benefit asset	-	-	-	-	6.2 Staff costs	149,833	70,012	263,931	132,178	(f) Total risk weighted assets	5,533,970	5,332,693	5,575,218	6,710,282
20 Other assets	252,042	258,910	137,616	215,462	6.3 Directors' emoluments	19,691	8,251	32,696	15,600	(g) Core Capital/Total deposits Liabilities	41.7%	57.5%	72.2%	51.2%
21 TOTAL ASSETS	13,811,976	7,086,915	6,504,732	7,748,462	6.4 Rental charges	23,590	11,028	48,565	23,523	(h) Minimum statutory Ratio	10.50%	10.50%	10.50%	10.50%
					6.5 Depreciation charge on property and equipment	9,453	3,705	17,023	8,061	(i) Excess/(Deficiency) (g-h)	31.2%	47.0%	61.7%	40.7%
B LIABILITIES					6.6 Amortisation charges	2,648	2,340	5,240	2,569	(j) Core Capital / total risk weighted assets	38.2%	39.8%	38.8%	31.9%
22 Balances due to Central Bank of Kenya	-	-	-	98,919	6.7 Other operating expenses	89,549	44,910	194,316	89,309	(k) Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%
23 Customer deposits	5,071,543	3,685,797	2,993,365	4,177,628	6.8 Total Other Operating Expenses	321,497	146,863	589,300	293,669	(l) Excess / (Deficiency) (j-k)	27.7%	29.3%	28.3%	21.4%
24 Deposits and balances due to local banking institutions	250,189	250,189	300,226	963,354	7.0 Profit/(Loss) before tax and exceptional items	20,531	7,059	13,869	7,143	(m) Total Capital/total risk weighted assets	38.2%	39.8%	38.8%	32.0%
25 Deposits and balances due to foreign banking institutions	6,430,150	876,199	900,419	220,963	8.0 Exceptional items	-	-	-	-	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
26 Other money market deposits	-	-	-	-	9.0 Profit/(Loss) after exceptional items	20,531	7,059	13,869	7,143	(o) Excess / (Deficiency) (m-n)	23.7%	25.3%	24.3%	17.5%
27 Borrowed funds	-	-	-	-	10.0 Current tax	-	-	-	-	(p) Adjusted Core Capital/Total Deposit Liabilities*	42.8%	60.4%	41.7%	17.5%
28 Balances due to banking institutions in the group	-	-	-	-	11.0 Deferred tax	-	-	(4,740)	-	(q) Adjusted Core Capital/Total Risk Weighted Assets*	39.3%	41.7%	41.7%	17.5%
29 Tax payable	-	-	-	-	12.0 Profit / (Loss) after tax and exceptional items	20,531	7,059	18,609	7,143	(r) Adjusted Total Capital/Total Risk Weighted Assets*	39.3%	41.7%	41.7%	17.5%
30 Dividends payable	-	-	-	-	13.0 Minority Interest	-	-	-	-					
31 Deferred tax liability	-	-	-	-	14.0 Profit / (Loss) after tax, exceptional items and Minority Interest	20,531	7,059	18,609	7,143					
32 Retirement benefit liability	-	-	-	-	15.0 Other Comprehensive Income	-	-	-	-					
33 Other liabilities	183,280	151,138	148,727	133,636	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-					
34 TOTAL LIABILITIES	11,684,973	4,963,323	4,342,737	5,594,500	15.2 Fair value changes in available for sale financial assets	-	-	-	-					
					15.3 Revolution surplus on Property, plant and equipment	-	-	-	-					
C SHAREHOLDERS' FUNDS					15.4 Share of other comprehensive income of associates	-	-	-	-					
35 Paid up / Assigned capital	1,261,713	1,261,713	1,261,713	1,261,713	15.5 Income tax relating to components of other comprehensive income	-	-	-	-					
36 Share premium/(discount)	2,384,754	2,384,754	2,384,754	2,384,754	16.0 Other Comprehensive Income for the year net of tax	-	-	-	-					
37 Revaluation reserves	-	-	-	-	17.0 Total comprehensive income for the year	20,531	7,059	18,609	7,143					
38 Retained earnings/Accumulated losses	(1,519,465)	(1,522,875)	(1,484,472)	(1,504,783)										
39 Statutory loan loss reserves	-	-	-	12,278										
40 Other Reserves	-	-	-	-	EARNINGS PER SHARE- BASIC & DILUTED									
41 Proposed dividends	-	-	-	-										
42 Capital grants	-	-	-	-										
43 TOTAL SHAREHOLDERS' FUNDS	2,127,002	2,123,592	2,161,995	2,153,962										
44 Minority Interest	-	-	-	-										
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	13,811,976	7,086,915	6,504,732	7,748,462										

*The adjusted capital ratios includes the expected credit loss provisions added back to capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9

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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