

UBA Kenya Bank Limited

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AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST DECEMBER 2015

I STATEMENT OF FINANCIAL POSITION		Dec-14 (Audited) Shs '000	Dec-15 (Audited) Shs '000
A ASSETS			
1 Cash (both Local & Foreign)	54,061	46,767	
2 Balances due from Central Bank of Kenya	431,981	196,299	
3 Kenya Government and other securities held for dealing purposes	-	-	
4 Financial Assets at fair value through profit and loss	-	-	
5 Investment Securities:			
a) Held to Maturity:			
a. Kenya Government securities	1,473,384	1,402,444	
b. Other securities	1,473,384	1,402,444	
b) Available for sale:			
a. Kenya Government securities	-	-	
b. Other securities	-	-	
6 Deposits and balances due from local banking institutions	1,054,773	2,084	
7 Deposits and balances due from banking institutions abroad	535,572	2,899,113	
8 Tax recoverable	3,898	3,898	
9 Loans and advances to customers (net)	734,061	2,733,280	
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	68,800	54,304	
16 Prepaid lease rentals	-	-	
17 Intangible assets	19,894	18,745	
18 Deferred tax asset	284,577	325,870	
19 Retirement benefit asset	-	-	
20 Other assets	94,785	98,433	
21 TOTAL ASSETS	4,755,787	7,781,237	
B LIABILITIES			
22 Balances due to Central Bank of Kenya	-	579,113	
23 Customer deposits	3,576,275	4,137,009	
24 Deposits and balances due to local banking institutions	-	807,146	
25 Deposits and balances due to foreign banking institutions	-	1,004,299	
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	40,551	134,581	
34 TOTAL LIABILITIES	3,616,826	6,662,149	
C SHAREHOLDERS' FUNDS			
35 Paid up /Assigned capital	1,564,473	1,393,363	
36 Share premium/(discount)	839,214	1,253,104	
37 Revaluation reserves	-	-	
38 Retained earnings/Accumulated losses	(1,277,004)	(1,539,657)	
39 Statutory loan loss reserves	12,278	12,278	
40 Other Reserves	-	-	
41 Proposed dividends	-	-	
42 Capital grants	-	-	
43 TOTAL SHAREHOLDERS' FUNDS	1,138,961	1,119,088	
44 Minority Interest	-	-	
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	4,755,787	7,781,237	
II STATEMENT OF COMPREHENSIVE INCOME			
	Dec-14 (Audited) Shs '000	Dec-15 (Audited) Shs '000	
1 INTEREST INCOME			
1.1 Loans and advances	93,062	179,600	
1.2 Government securities	106,013	126,392	
1.3 Deposits and placements with banking institutions	-	99,255	
1.4 Other interest income	-	-	
1.5 Total interest income	230,587	405,247	
2 INTEREST EXPENSE			
2.1 Customer deposits	150,579	194,165	
2.2 Deposits and placements from banking institutions	4,913	79,094	
2.3 Other interest expenses	10,409	21,492	
2.4 Total interest expenses	165,901	294,752	
3 NET INTEREST INCOME/(LOSS)	64,686	110,495	
4 NON-INTEREST INCOME			
4.1 Fees and commissions on loans and advances	85,637	134,586	
4.2 Other fees and commissions	22,445	21,604	
4.3 Foreign exchange trading income/(loss)	18,642	43,960	
4.4 Dividend income	-	-	
4.5 Other income	54,634	38,285	
4.6 Total Non-interest income	181,358	238,435	
5 TOTAL OPERATING INCOME	246,044	348,930	
6 OTHER OPERATING EXPENSES			
6.1 Loan loss provision	41,222	20,093	
6.2 Staff costs	264,109	278,512	
6.3 Directors' emoluments	67,667	30,318	
6.4 Rental charges	44,902	46,140	
6.5 Depreciation charge on property and equipment	30,433	33,648	
6.6 Amortisation charges	14,328	5,837	
6.7 Other operating expenses	114,782	238,327	
6.8 Total Other Operating Expenses	577,444	652,875	
7 Profit/(Loss) before tax and exceptional items	(331,400)	(303,946)	
8 Exceptional items	-	-	
9 Profit/(Loss) after exceptional items	(331,400)	(303,946)	
10 Current tax	(49,360)	41,293	
11 Deferred tax	-	-	
12 Profit/(Loss) after tax and exceptional items	(282,040)	(262,653)	
13 Minority Interest	-	-	
14 Profit/(Loss) after tax, exceptional items and Minority Interest	(282,040)	(262,653)	
15 Other Comprehensive Income			
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 Other Comprehensive Income for the year net of tax	-	-	
17 Total comprehensive income for the year	(282,040)	(262,653)	
EARNINGS PER SHARE- BASIC & DILUTED			
	Dec-14 (Audited) Shs '000	Dec-15 (Audited) Shs '000	
III OTHER DISCLOSURES			
1 NON-PERFORMING LOANS AND ADVANCES			
(a) Gross Non-performing loans and advances	52,343	57,839	
(b) Less Interest in Suspense	6,119	8,702	
(c) Total Non-Performing Loans and Advances (a-b)	46,224	49,137	
(d) Less Loan Loss Provision	45,064	47,955	
(e) Net Non-Performing Loans and Advances (c-d)	1,161	1,182	
(f) Discounted Value of Securities	-	-	
(g) Net NPLs Exposure (e-f)	1,161	1,182	
2 INSIDER LOANS AND ADVANCES			
(a) Directors, Shareholders and Associates	12,243	149,313	
(b) Employees	87,212	110,852	
(c) Total Insider Loans and Advances and other facilities	99,455	260,165	
3 OFF-BALANCE SHEET ITEMS			
(a) Letters of credit, guarantees, acceptances	244,939	328,484	
(b) Forwards, swaps and options	-	-	
(c) Other contingent liabilities	-	-	
(d) Total Contingent Liabilities	244,939	328,484	
4 CAPITAL STRENGTH			
(a) Core capital	1,126,684	1,106,810	
(b) Minimum Statutory Capital	1,000,000	1,000,000	
(c) Excess (a-b)	126,684	106,810	
(d) Supplementary Capital	12,278	12,278	
(e) Total Capital (a+d)	1,138,961	1,119,088	
(f) Total risk-weighted assets	1,943,047	4,703,784	
(g) Core Capital/Total deposits Liabilities	31.5%	26.8%	
(h) Minimum statutory Ratio	10.5%	10.5%	
(i) Excess/(Deficiency)	21.0%	16.3%	
(j) Core Capital / total risk weighted assets	58.0%	23.5%	
(k) Minimum Statutory Ratio	10.5%	10.5%	
(l) Excess / (Deficiency) (j-k)	47.5%	13.0%	
(m) Total Capital/total risk weighted assets	58.6%	23.8%	
(n) Minimum statutory Ratio	14.5%	14.5%	
(o) Excess/ (Deficiency) (m-n)	44.1%	9.3%	
5 LIQUIDITY			
(a) Liquidity Ratio	99.3%	52.1%	
(b) Minimum Statutory Ratio	20.0%	20.0%	
(c) Excess/ (Deficiency) (a-b)	79.3%	32.1%	

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

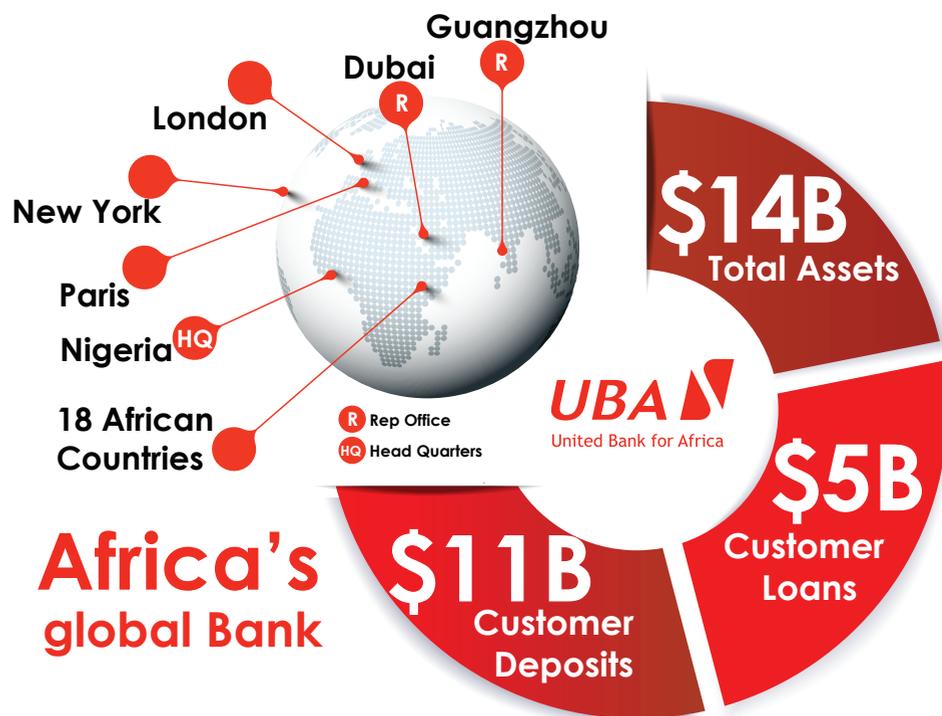
ISAAC MWIGE
MANAGING DIRECTOR/C.E.O.

JAMES OLUBAYI
DIRECTOR

UBA Kenya Bank Ltd
financial highlights

- Total assets grew by 63.6% to Kes 7.8 Billion in December 2015.
- Customer deposits grew by 15.7% to Kes 4.1 Billion in December 2015.
- Total Loans grew by 272% to Kes 2.7 Billion in December 2015.
- Interest income grew by 75.8% to Kes 405 million in December 2015.
- Non-funded income increased by 32% to Kes 238 million in December 2015. Forex income contributed significantly having increased by 231% to Kes 44 million as at December 2015.
- The Bank reduced its loss position from KES 331 million in December 2014 to a loss of KES 303 million as at December 2015 representing a 9% improvement. This was as a result of the Bank making a conscious decision to **write-off KES 105m historical bad debt** and clean up its books allowing it to begin the new year on a clean slate.

United Bank for Africa Plc
at a glance



We are the Right fit for your business

You need a bank that will understand your business. A bank that will not just offer money but one that will partner with you to give affordable solutions that matter to your business.

- Business Finance options (Loans and Overdrafts) of up to KES 500 Million
- Affordable rates from 16.90%
- Trade Finance options available (LCs, Bank Guarantees, etc)

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corporate banking

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