

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH SEPTEMBER 2019

I STATEMENT OF FINANCIAL POSITION	September	December	March	June	September	II STATEMENT OF COMPREHENSIVE INCOME	September	December	March	June	September	III OTHER DISCLOSURES	September	December	March	June	September	
	2018	2018	2019	2019	2019		2018	2018	2019	2019	2019		2019	2018	2018	2019	2019	2019
	Shs 000	Shs 000	Shs 000	Shs 000	Shs 000		Shs 000	Shs 000	Shs 000	Shs 000	Shs 000		Shs 000	Shs 000	Shs 000	Shs 000	Shs 000	
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	
A ASSETS						1.0 INTEREST INCOME						1.0 NON-PERFORMING LOANS AND ADVANCES						
1 Cash (both Local & Foreign)	54,589	75,897	90,278	71,406	104,600	1.1 Loans and advances	298,085	384,776	58,356	149,255	229,491	(a) Gross Non-performing loans and advances	282,876	441,721	454,150	463,384	477,585	
2 Balances due from Central Bank of Kenya	303,779	1,242,101	1,028,692	564,067	523,935	1.2 Government securities	450,259	674,555	216,358	445,283	691,770	(b) Less Interest in Suspense	1,603	1,694	2,027	2,382	2,737	
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	1.3 Deposits and placements with banking institutions	23,012	55,084	40,429	85,499	119,598	(c) Total Non-Performing Loans and Advances (a-b)	281,272	440,027	452,123	461,002	474,828	
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	1.4 Other Interest Income	-	-	-	-	-	(d) Less Loan Loss Provision	12,626	15,401	47,613	59,824	73,313	
5 Investment Securities:						1.5 Total interest income	771,356	1,114,414	315,143	680,037	1,040,859	(e) Net Non-Performing Loans and Advances (c-d)	268,646	424,626	404,510	401,178	401,515	
a) Held to Maturity:						2.0 INTEREST EXPENSE						(f) Discounted Value of Securities	268,580	424,626	404,510	401,178	401,515	
a. Kenya Government securities	6,464,271	7,868,370	8,238,566	7,753,078	8,275,739	2.1 Customer deposits	228,405	325,498	93,795	179,113	263,996	(g) Net NPLs Exposure (e-f)	66	-	-	-	-	
b. Other securities	2,625,723	2,632,549	2,831,296	2,103,600	2,129,856	2.2 Deposits and placement from banking institutions	208,458	318,636	109,419	228,709	333,792	2.0 INSIDER LOANS AND ADVANCES						
b. Other securities	3,838,548	5,235,821	5,407,270	5,649,478	6,145,884	2.3 Other interest expenses	479	-	-	-	-	(a) Directors, Shareholders and Associates	197,272	37,971	-	-	-	
b) Available for sale:						2.4 Total interest expenses	437,342	644,134	203,214	407,822	597,788	(b) Employees	130,252	129,430	168,539	121,601	105,855	
a. Kenya Government securities	-	-	-	-	-	3.0 NET INTEREST INCOME/(LOSS)	334,014	470,280	111,929	272,215	443,071	(c) Total Insider Loans and Advances and other facilities	327,524	167,401	168,539	121,601	105,855	
b. Other securities	-	-	-	-	-	4.0 NON-INTEREST INCOME						3.0 OFF-BALANCE SHEET ITEMS						
6 Deposits and balances due from local banking institutions	1,257,626	5,018	31,652	16,853	116,014	4.1 Fees and commissions on loans and advances	40,606	61,470	19,209	28,391	36,636	(a) Letters of credit, guarantees, acceptances	723,532	1,068,820	951,848	666,227	908,081	
7 Deposits and balances due from banking institutions abroad	3,458,225	2,002,318	3,885,018	3,565,406	3,091,116	4.2 Other fees and commissions	25,842	23,891	9,332	19,847	30,539	(b) Forwards, swaps and options	-	205,010	2,077,766	795,191	3,79,978	
8 Tax recoverable	2,598	2,112	1,634	1,147	703	4.3 Foreign exchange trading income/(loss)	54,442	69,580	23,169	33,092	88,616	(c) Other contingent liabilities	-	-	-	-	-	
9 Loans and advances to customers (net)	3,643,448	3,447,577	3,144,899	2,904,014	2,994,316	4.4 Dividend income	82,428	77,885	21,608	33,655	34,919	(d) Total Contingent Liabilities	723,532	1,273,830	3,029,614	1,461,418	4,688,059	
10 Balances due from banking institutions in the group	-	-	-	-	-	4.5 Other income	21,608	77,885	21,608	33,655	34,919	4.0 CAPITAL STRENGTH						
11 Investments in associates	-	-	-	-	-	4.6 Total Non-Interest income	203,318	232,826	73,338	114,985	190,710	(a) Core capital	2,105,695	2,174,218	2,179,243	2,196,089	2,241,498	
12 Investments in subsidiary companies	-	-	-	-	-	5.0 TOTAL OPERATING INCOME	537,332	703,106	185,267	387,200	633,781	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	
13 Investments in joint ventures	-	-	-	-	-	6.0 OTHER OPERATING EXPENSES						(c) Excess (a-b)	1,105,695	1,174,218	1,179,243	1,196,089	1,241,498	
14 Investment properties	-	-	-	-	-	6.1 Loan loss provision	16,190	9,652	18,823	33,052	52,135	(d) Total Capital (a+d)	2,105,695	2,174,218	2,179,243	2,196,089	2,241,498	
15 Property and equipment	55,042	92,900	97,624	91,347	86,006	6.2 Staff costs	244,513	344,941	98,975	193,050	277,842	(e) Supplemental Capital	-	-	-	-	-	
16 Prepaid lease rentals	-	-	-	-	-	6.3 Directors' emoluments	32,948	45,930	2,026	5,771	7,578	(f) Total risk weighted assets	6,291,759	6,557,499	6,808,365	6,405,332	6,919,527	
17 Intangible assets	10,522	9,784	8,340	6,897	5,637	6.4 Rental charges	36,057	43,292	12,939	26,036	39,122	(g) Core Capital / Total deposits Liabilities	35.3%	36.0%	35.1%	39.6%	37.6%	
18 Deferred tax asset	305,067	351,988	351,988	351,988	351,988	6.5 Depreciation charge on property and equipment	14,579	21,423	7,343	15,073	22,815	(h) Minimum statutory Ratio	10.50%	10.50%	10.50%	10.50%	10.50%	
19 Retirement benefit asset	-	-	-	-	-	6.6 Amortisation charges	4,057	5,525	1,443	2,886	4,147	(i) Excess/(Deficiency)	24.8%	25.5%	24.6%	29.1%	27.1%	
20 Other assets	238,129	234,051	290,878	413,625	420,420	6.7 Other operating expenses	136,781	210,058	36,236	77,864	113,704	(j) Core Capital / total risk weighted assets	33.5%	33.2%	32.0%	34.3%	32.4%	
21 TOTAL ASSETS	15,793,296	15,332,118	17,169,559	15,739,828	15,970,502	6.8 Total Other Operating Expenses	485,125	679,461	175,685	353,732	517,343	(k) Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%	10.50%	
B LIABILITIES						7.0 Profit/(Loss) before tax and exceptional items	52,207	23,645	9,582	33,468	116,438	(l) Excess (Deficiency) [i-k]	23.0%	22.7%	21.5%	23.8%	21.9%	
22 Balances due to Central Bank of Kenya	-	-	-	-	-	8.0 Exceptional items	52,207	23,645	9,582	33,468	116,438	(m) Total Capital/total risk weighted assets	33.5%	33.2%	32.0%	34.3%	32.4%	
23 Customer deposits	5,961,356	6,039,500	6,201,867	5,543,918	5,957,638	9.0 Current tax	-	-	-	-	-	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	
24 Deposits and balances due to local banking institutions	202,717	305,690	453,953	696,490	412,228	10.0 Deferred tax	-	(29,418)	-	-	-	(o) Excess/ (Deficiency) (m-n)	19.0%	18.7%	17.5%	19.8%	17.9%	
25 Deposits and balances due to foreign banking institutions	7,339,643	6,618,805	8,040,019	7,057,877	7,128,101	12.0 Profit/(Loss) after tax and exceptional items	52,207	53,063	9,582	33,468	116,438	(p) Adjusted Core Capital/Total Deposit Liabilities*	36.5%	36.8%	36.0%	40.3%	38.2%	
26 Other money market deposits	-	-	-	-	-	13.0 Minority Interest	52,207	53,063	9,582	33,468	116,438	(q) Adjusted Core Capital/Total Risk Weighted Assets*	34.5%	33.8%	32.7%	34.9%	32.9%	
27 Borrowed Funds	-	-	-	-	-	14.0 Profit/(Loss) after tax, exceptional items and Minority Interest	52,207	53,063	9,582	33,468	116,438	(r) Adjusted Total Capital/Total Risk Weighted Assets*	34.5%	33.8%	32.7%	34.9%	32.9%	
28 Balances due to banking institutions in the group	-	-	-	-	-	15.0 Other Comprehensive Income						5.0 LIQUIDITY						
29 Tax payable	-	-	-	-	-	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	(a) Liquidity Ratio	68.6%	73.5%	79.2%	78.1%	78.1%	
30 Dividends payable	-	-	-	-	-	15.2 Fair value changes in available for sale financial assets	-	-	-	-	-	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	
31 Deferred tax liability	-	-	-	-	-	15.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	-	(c) Excess/ (Deficiency) (a-b)	48.6%	53.5%	59.2%	58.1%	58.1%	
32 Retirement benefit liability	-	-	-	-	-	15.4 Share of other comprehensive income of associates	-	-	-	-	-							
33 Other liabilities	157,782	194,355	289,686	228,720	172,818	15.5 Income tax relating to components of other comprehensive income	-	-	-	-	-							
34 TOTAL LIABILITIES	13,661,498	13,157,900	14,985,525	13,527,005	13,670,785	16.0 Other Comprehensive Income for the year net of tax	52,207	53,063	9,582	33,468	116,438							
C SHAREHOLDERS' FUNDS						17.0 Total comprehensive income for the year	52,207	53,063	9,582	33,468	116,438							
35 Paid up/Assigned capital	1,261,713	1,261,713	1,261,713	1,261,713	1,261,713	18.0 EARNINGS PER SHARE - BASIC & DILUTED												
36 Share premium/(discount)	2,384,754	2,384,754	2,384,754	2,384,754	2,384,754													
37 Revaluation reserves	-	-	-	-	-													
38 Retained earnings/Accumulated losses	(1,514,669)	(1,472,249)	(1,462,433)	(1,433,644)	(1,346,750)													
39 Statutory loan loss reserves	-	-	-	-	-													
40 Other Reserves	-	-	-	-	-													
41 Proposed dividends	-	-	-	-	-													
42 Capital grants	-	-	-	-	-													
43 TOTAL SHAREHOLDERS' FUNDS	2,131,799	2,174,218	2,184,034	2,212,823	2,299,717													
44 Minority Interest	-	-	-	-	-													
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	15,793,296	15,332,118	17,169,559	15,739,828	15,970,502													

*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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 INTERIM MANAGING DIRECTOR/C.E.O.
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 CHAIRMAN

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