

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST DECEMBER 2019

I STATEMENT OF FINANCIAL POSITION	December	December	II STATEMENT OF COMPREHENSIVE INCOME	December	December	III OTHER DISCLOSURES	December	December
	2019	2018		2019	2018		2019	2018
	Shs 000	Shs 000		Shs 000	Shs 000		Shs 000	Shs 000
	(Audited)	(Audited)		(Audited)	(Audited)		(Audited)	(Audited)
A ASSETS			1.0 INTEREST INCOME			1.0 NON-PERFORMING LOANS AND ADVANCES		
1 Cash (both Local & Foreign)	83,367	75,897	1.1 Loans and Advances	345,741	384,776	(a) Gross Non-performing loans and advances	882,862	441,721
2 Balances due from Central Bank of Kenya	328,213	1,242,101	1.2 Government securities	954,256	674,555	(b) Less Interest in Suspense	-	1,694
3 Kenya Government and other securities held for dealing purposes	-	-	1.3 Deposits and placements with banking institutions	164,573	55,083	(c) Total Non-Performing Loans and Advances (a-b)	882,862	440,027
4 Financial Assets at fair value through profit and loss	-	-	1.4 Other Interest Income	84,128	121,345	(d) Less Loan Loss Provision	211,808	15,401
5 Investment Securities:			1.5 Total interest income	1,548,698	1,235,759	(e) Net Non-Performing Loans and Advances(c-d)	671,055	424,626
a) Held to Maturity:	7,933,844	7,868,370	2.0 INTEREST EXPENSE			(f) Discounted Value of Securities	671,055	424,626
i. Kenya Government securities	2,120,062	2,632,549	2.1 Customer deposits	354,114	325,498	(g) Net NPLs Exposure (e-f)	-	-
ii. Other securities	5,813,782	5,235,821	2.2 Deposits and placements from banking institutions	445,138	318,636	2.0 INSIDER LOANS AND ADVANCES		
b) Available for sale:			2.3 Other interest expenses	-	-	(a) Directors, Shareholders and Associates	-	37,971
i. Kenya Government securities	-	-	2.4 Total interest expenses	799,252	644,134	(b) Employees	97,322	129,431
ii. Other securities	-	-	3.0 NET INTEREST INCOME/(LOSS)	749,446	591,626	(c) Total Insider Loans and Advances and other facilities	97,322	167,402
6 Deposits and balances due from local banking institutions	93,296	5,018	4.0 NON-INTEREST INCOME			3.0 OFF-BALANCE SHEET ITEMS		
7 Deposits and balances due from banking institutions abroad	3,231,908	2,002,318	4.1 Fees and commissions on loans and advances	11,657	16,582	(a) Letters of credit, guarantees, acceptances	820,592	1,068,820
8 Tax recoverable	173	2,112	4.2 Other fees and commissions	41,238	23,891	(b) Forwards, swaps and options	2,170,663	205,010
9 Loans and advances to customers (net)	3,629,616	3,447,577	4.3 Foreign exchange trading income/(loss)	137,667	69,580	(c) Other contingent liabilities	-	-
10 Balances due from banking institutions in the group	-	-	4.4 Dividend Income	-	-	(d) Total Contingent Liabilities	2,991,255	1,273,830
11 Investments in associates	-	-	4.5 Other income	2,440	1,428	4.0 CAPITAL STRENGTH		
12 Investments in subsidiary companies	-	-	4.6 Total Non-interest income	193,002	111,480	(a) Core capital	2,241,806	2,174,218
13 Investments in joint ventures	-	-	5.0 TOTAL OPERATING INCOME	942,448	703,106	(b) Minimum Statutory Capital	1,000,000	1,000,000
14 Investment properties	-	-	6.0 OTHER OPERATING EXPENSES			(c) Excess (a-b)	1,241,806	1,174,218
15 Property and equipment	78,298	92,900	6.1 Loan loss provision	190,104	8,652	(d) Supplementary Capital	-	-
16 Prepaid lease rentals	-	-	6.2 Staff costs	347,831	344,581	(e) Total Capital (a+d)	2,241,806	2,174,218
17 Intangible assets	4,829	9,784	6.3 Directors' emoluments	10,900	45,930	(f) Total risk weighted assets	8,837,363	6,557,499
18 Deferred tax asset	313,998	351,988	6.4 Rental charges	52,451	43,292	(g) Core Capital/Total deposits Liabilities	32.3%	36.0%
19 Retirement benefit asset	-	-	6.5 Depreciation charge on property and equipment	30,523	21,423	(h) Minimum Statutory Ratio	10.50%	10.50%
20 Other assets	390,777	234,053	6.6 Amortisation charges	4,954	5,525	(i) Excess/(Deficiency)	21.8%	25.5%
21 TOTAL ASSETS	16,088,319	15,332,118	6.7 Other operating expenses	200,108	210,058	(j) Core Capital / total risk weighted assets	25.4%	33.2%
B LIABILITIES			6.8 Total Other Operating Expenses	836,870	679,461	(k) Minimum Statutory Ratio	10.50%	10.50%
22 Balances due to Central Bank of Kenya	-	-	7.0 Profit/(Loss) before tax and exceptional items	105,578	23,645	(l) Excess (Deficiency) (j-k)	14.9%	22.7%
23 Customer deposits	6,932,933	6,039,050	8.0 Exceptional items	-	-	(m) Total Capital/total risk weighted assets	25.4%	33.2%
24 Deposits and balances due to local banking institutions	555,883	305,690	9.0 Profit/(Loss) after exceptional items	105,578	23,645	(n) Minimum Statutory Ratio	14.5%	14.5%
25 Deposits and balances due to foreign banking institutions	6,110,881	6,618,805	10.0 Current tax	-	-	(o) Excess/ (Deficiency) (m-n)	10.9%	18.7%
26 Other money market deposits	-	-	11.0 Deferred tax	37,990	(29,418)	(p) Adjusted Core Capital/Total Deposit Liabilities*	32.8%	36.8%
27 Borrowed funds	-	-	12.0 Profit/(Loss) after tax and exceptional items	67,588	53,063	(q) Adjusted Core Capital/Total Risk Weighted Assets*	25.7%	33.8%
28 Balances due to banking institutions in the group	-	-	13.0 Minority Interest	-	-	(r) Adjusted Total Capital/Total Risk Weighted Assets*	25.7%	33.8%
29 Tax payable	-	-	14.0 Profit/(Loss) after tax, exceptional items and Minority Interest	67,588	53,063	5.0 LIQUIDITY		
30 Dividends payable	-	-	15.0 Other Comprehensive Income			(a) Liquidity Ratio	75.8%	73.5%
31 Deferred tax liability	-	-	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	(b) Minimum Statutory Ratio	20.0%	20.0%
32 Retirement benefit liability	-	-	15.2 Fair value changes in available for sale financial assets	-	-	(c) Excess/ (Deficiency) (a-b)	55.8%	53.5%
33 Other liabilities	246,816	194,355	15.3 Revaluation surplus on Property, plant and equipment	-	-			
34 TOTAL LIABILITIES	13,846,513	13,157,900	15.4 Share of other comprehensive income of associates	-	-			
C SHAREHOLDERS' FUNDS			15.5 Income tax relating to components of other comprehensive income	-	-			
35 Paid up /Assigned capital	1,261,713	1,261,713	16.0 Other Comprehensive Income for the year net of tax	-	-			
36 Share premium/(discount)	2,384,754	2,384,754	17.0 Total comprehensive income for the year	67,588	53,063			
37 Revaluation reserves	-	-						
38 Retained earnings/Accumulated losses	(1,404,661)	(1,472,249)						
39 Statutory loan loss reserves	-	-						
40 Other Reserves	-	-						
40 Other Reserves	-	-						
41 Proposed dividends	-	-						
42 Capital grants	-	-						
43 TOTAL SHAREHOLDERS' FUNDS	2,241,806	2,174,218						
44 Minority Interest	-	-						
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	16,088,319	15,332,118						

The above statement of financial position, statements of comprehensive income and other disclosures are extracts from the books of the institution that were audited by PricewaterhouseCoopers LLP and received an unqualified opinion.

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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