

**UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH SEPTEMBER 2013**

I STATEMENT OF FINANCIAL POSITION	Sept 2013	June 2013	March 2013	Dec 2012	Sept 2012	II STATEMENT OF COMPREHENSIVE INCOME	Sept 2013	June 2013	March 2013	Dec 2012	Sept 2012	III OTHER DISCLOSURES	Sept 2013	June 2013	March 2013	Dec 2012	Sept 2012
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>A ASSETS</b>						<b>1.0 INTEREST INCOME</b>						<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>					
1 Cash (both Local & Foreign)	36,885	53,261	39,744	27,632	37,816	1.1 Loans and advances	62,844	37,207	15,536	94,153	93,174	(a) Gross Non-performing loans and advances	18,877	14,805	12,005	53,617	42,490
2 Balances due from Central Bank of Kenya	119,427	60,744	90,473	60,644	59,295	1.2 Government securities	79,470	52,202	31,763	117,155	106,820	(b) Less Interest in Suspense	4,626	5,609	3,297	11,963	5,907
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	1.3 Deposits and placements with banking institutions	26,369	11,206	4,844	44,862	41,356	(c) Total Non-Performing Loans and Advances (a-b)	14,251	9,196	8,708	41,634	36,583
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	1.4 Other Interest Income	-	-	-	-	-	(d) Less Loan Loss Provision	11,873	8,534	6,863	39,201	35,807
5 Investment Securities:						<b>1.5 Total interest income</b>	<b>168,683</b>	<b>100,615</b>	<b>52,143</b>	<b>256,170</b>	<b>241,350</b>	(e) Net Non-Performing Loans and Advances (c-d)	<b>2,378</b>	<b>663</b>	<b>1,845</b>	<b>2,433</b>	<b>776</b>
a) Held to Maturity:						2.0 INTEREST EXPENSE						(f) Discounted Value of Securities					
a. Kenya Government securities	1,507,612	1,500,848	1,503,667	1,498,081	1,513,475	2.1 Customer deposits	68,946	43,386	21,267	82,778	60,609	(g) Net NPLs Exposure (e-f)	<b>2,378</b>	<b>663</b>	<b>1,845</b>	<b>2,433</b>	<b>776</b>
b. Other securities	1,507,612	1,500,848	1,503,667	1,498,081	1,513,475	2.2 Deposits and placement from banking institutions	19,582	8,389	3,398	75,284	66,674	2.0 INSIDER LOANS AND ADVANCES					
b) Available for sale:						2.3 Other interest expenses	446	446	209	76,065	73,202	(a) Directors, Shareholders and Associates	54,901	216,211			
a. Kenya Government securities	-	-	-	-	-	<b>2.4 Total interest expenses</b>	<b>88,973</b>	<b>52,221</b>	<b>24,873</b>	<b>234,128</b>	<b>200,485</b>	(b) Employees	11,365	10,573	10,723	3,858	4,363
b. Other securities	-	-	-	-	-	<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>79,710</b>	<b>48,394</b>	<b>27,270</b>	<b>22,042</b>	<b>40,865</b>	(c) Total Insider Loans and Advances and other facilities	<b>66,266</b>	<b>226,784</b>	<b>10,723</b>	<b>3,858</b>	<b>4,363</b>
6 Deposits and balances due from local banking institutions	2,477,195	816,364	477,670	101	252,315	<b>4.0 NON-INTEREST INCOME</b>						3 OFF-BALANCE SHEET ITEMS					
7 Deposits and balances due from banking institutions abroad	668,228	47,091	227,313	210,289	367,326	4.1 Fees and commissions on loans and advances	41,438	11,342	3,719	38,371	22,837	(a) Letters of credit, guarantees, acceptances	215,530	175,218	547,140	607,437	613,642
8 Tax recoverable	3,898	3,898	3,898	3,898	3,898	4.2 Other fees and commissions	38,684	25,750	13,340	15,672	24,246	(b) Forwards, swaps and options	110,698	67,284			
9 Loans and advances to customers (net)	862,077	815,809	421,693	439,993	391,909	4.3 Foreign exchange trading income/(loss)	8,668	6,944	4,072	53,519	41,052	(c) Other contingent liabilities					
10 Balances due from banking institutions in the group	-	-	208	240	12,438	4.4 Dividend Income						(d) Total Contingent Liabilities	<b>326,227</b>	<b>242,501</b>	<b>547,140</b>	<b>607,437</b>	<b>613,642</b>
11 Investments in associates						4.5 Other income	12,999	10,011	6,687	16,022	36,888	4.0 CAPITAL STRENGTH					
12 Investments in subsidiary companies						4.6 Total Non-interest income	<b>101,790</b>	<b>54,047</b>	<b>27,819</b>	<b>123,585</b>	<b>125,023</b>	(a) Core capital	<b>1,014,077</b>	<b>1,062,984</b>	<b>1,138,848</b>	<b>1,215,357</b>	<b>572,580</b>
13 Investments in joint ventures						5.0 TOTAL OPERATING INCOME	<b>181,500</b>	<b>102,441</b>	<b>55,089</b>	<b>145,627</b>	<b>165,888</b>	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	700,000
14 Investment properties						6.0 OTHER OPERATING EXPENSES						(c) Excess (a-b)	<b>14,077</b>	<b>62,984</b>	<b>138,848</b>	<b>215,357</b>	<b>(127,420)</b>
15 Property and equipment	84,353	96,540	105,631	117,888	127,752	6.1 Loan loss provision	16,842	8,443	2,732	36,097	30,399	(d) Supplementary Capital	3,500	3,500	3,500	3,500	5,380
16 Prepaid lease rentals						6.2 Staff costs	180,303	119,529	60,098	260,293	184,386	(e) Total Capital (a+d)	<b>1,017,577</b>	<b>1,066,483</b>	<b>1,142,348</b>	<b>1,218,857</b>	<b>577,960</b>
17 Intangible assets	6,957	7,770	8,340	7,930	8,671	6.3 Directors' emoluments	42,594	29,864	15,228	43,027	32,061	(f) Total risk weighted assets	<b>2,554,135</b>	<b>2,069,071</b>	<b>2,746,367</b>	<b>1,677,552</b>	<b>1,492,434</b>
18 Deferred tax asset	229,583	229,583	229,583	229,582	120,033	6.4 Rental charges	29,920	19,921	9,578	47,747	30,496	(g) Core Capital/Total deposits Liabilities	<b>43.4%</b>	<b>62.4%</b>	<b>69.1%</b>	<b>90.5%</b>	<b>40.2%</b>
19 Retirement benefit asset						6.5 Depreciation charge on property and equipment	31,155	18,398	12,552	49,074	36,395	(h) Minimum statutory Ratio	8.00%	8.00%	8.00%	8.00%	8.00%
20 Other assets	129,402	77,313	130,589	327,532	148,345	6.6 Amortisation charges	9,296	8,483	781	2,964	2,223	(i) Excess/(Deficiency)	<b>35.4%</b>	<b>54.4%</b>	<b>61.1%</b>	<b>82.5%</b>	<b>32.2%</b>
21 TOTAL ASSETS	<b>6,125,616</b>	<b>3,709,220</b>	<b>3,238,810</b>	<b>2,923,811</b>	<b>3,043,274</b>	6.7 Total Other Operating Expenses	<b>382,879</b>	<b>254,629</b>	<b>131,115</b>	<b>542,566</b>	<b>416,302</b>	(j) Core Capital / total risk weighted assets	<b>39.7%</b>	<b>51.4%</b>	<b>41.5%</b>	<b>72.4%</b>	<b>38.4%</b>
<b>B LIABILITIES</b>						6.8 Profit/(Loss) before tax and exceptional items	<b>(201,379)</b>	<b>(152,189)</b>	<b>(76,026)</b>	<b>(396,939)</b>	<b>(250,414)</b>	(k) Minimum Statutory Ratio	8.00%	8.00%	8.00%	8.00%	8.00%
22 Balances due to Central Bank of Kenya						9.0 Profit/(Loss) after exceptional items	<b>(201,379)</b>	<b>(152,189)</b>	<b>(76,026)</b>	<b>(396,939)</b>	<b>(250,414)</b>	(l) Excess / (Deficiency) (j-k)	<b>31.7%</b>	<b>43.4%</b>	<b>33.5%</b>	<b>64.4%</b>	<b>30.4%</b>
23 Customer deposits	2,338,226	1,704,332	1,649,013	1,343,121	1,424,034	10.0 Current tax						(m) Total Capital/total risk weighted assets	<b>39.8%</b>	<b>51.5%</b>	<b>41.6%</b>	<b>72.7%</b>	<b>38.7%</b>
24 Deposits and balances due to local banking institutions	150,000	115,898	213,575	272,413	492,116	11.0 Deferred tax					(109,550)	(n) Minimum statutory Ratio	12.0%	12.0%	12.0%	12.0%	
25 Deposits and balances due to foreign banking institutions	2,501,250	723,745	128,145	9,358	364,577	12.0 Profit/(Loss) after tax and exceptional items	<b>(201,379)</b>	<b>(152,189)</b>	<b>(76,026)</b>	<b>(287,389)</b>	<b>(250,414)</b>	(o) Excess / (Deficiency) (m-n)	<b>27.8%</b>	<b>39.5%</b>	<b>29.6%</b>	<b>60.7%</b>	<b>26.7%</b>
26 Other money market deposits						13.0 Other Comprehensive Income						5.0 LIQUIDITY					
27 Borrowed funds						13.1 Gains/(Losses) from translating the financial statements of foreign operations						(a) Liquidity Ratio	<b>92.3%</b>	<b>96.1%</b>	<b>121.1%</b>	<b>112.8%</b>	<b>96.5%</b>
28 Balances due to banking institutions in the group					9,495	13.2 Fair value changes in available for sale financial assets						(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
29 Tax payable						13.3 Revaluation surplus on Property, plant and equipment						(c) Excess / (Deficiency) (a-b)	<b>72.3%</b>	<b>76.1%</b>	<b>101.1%</b>	<b>92.8%</b>	<b>76.5%</b>
30 Dividends payable						13.4 Share of other comprehensive income of associates						The above statement of financial position, statements of comprehensive income and other disclosures are extracts from the books of the institution.					
31 Deferred tax liability						13.5 Income tax relating to components of other comprehensive income						These financial statements and other disclosures can be accessed on the institution's website <a href="http://ubagroup.com/countries/ke/">http://ubagroup.com/countries/ke/</a> . They may also be accessed at the institution's head office located at 1st floor, Apollo Centre, Ring Road, Woodvale Close, Westlands					
32 Retirement benefit liability						14.0 Other Comprehensive Income for the year net of tax											
33 Other liabilities	118,564	98,762	105,729	80,063	175,091	15.0 Total comprehensive income for the year	<b>(201,379)</b>	<b>(152,189)</b>	<b>(76,026)</b>	<b>(287,389)</b>	<b>(250,414)</b>						
34 TOTAL LIABILITIES	<b>5,108,039</b>	<b>2,642,737</b>	<b>2,096,462</b>	<b>1,704,954</b>	<b>2,465,314</b>	16.0 EARNINGS PER SHARE - BASIC & DILUTED											
<b>C SHAREHOLDERS' FUNDS</b>						17.0 DIVIDEND PER SHARE - DECLARED											
35 Paid up /Assigned capital	1,176,500	1,176,500	1,778,052	1,778,052	1,000,000												
36 Share premium/(discount)	752,952	752,952	151,400	151,400	251,400												
37 Revaluation reserves																	
38 Retained earnings/Accumulated losses	(915,375)	(866,469)	(790,604)	(714,096)	(678,820)												
39 Statutory loan loss reserves	3,500	3,500	3,500	3,500	5,380												
40 Other Reserves																	
41 Proposed dividends																	
42 Capital grants																	
43 TOTAL SHAREHOLDERS' FUNDS	<b>1,017,577</b>	<b>1,066,483</b>	<b>1,142,348</b>	<b>1,218,857</b>	<b>577,960</b>												
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	<b>6,125,616</b>	<b>3,709,220</b>	<b>3,238,810</b>	<b>2,923,811</b>	<b>3,043,274</b>												



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