

## UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST MARCH 2019

	March 2019 Shs 000 (Unaudited)	December 2018 Shs 000 (Audited)	March 2018 Shs 000 (Unaudited)		March 2019 Shs 000 (Unaudited)	December 2018 Shs 000 (Audited)	March 2018 Shs 000 (Unaudited)		March 2019 Shs 000 (Unaudited)	December 2018 Shs 000 (Audited)	March 2018 Shs 000 (Unaudited)			
<b>I STATEMENT OF FINANCIAL POSITION</b>														
<b>A ASSETS</b>				<b>II STATEMENT OF COMPREHENSIVE INCOME</b>										
1 Cash (both Local & Foreign)	90,278	75,897	69,582	<b>1.0 INTEREST INCOME</b>										
2 Balances due from Central Bank of Kenya	1,028,692	1,242,101	175,289	1.1 Loans and advances	58,356	384,776	93,859	(a) Gross Non-performing loans and advances	454,150	441,721	126,428			
3 Kenya Government and other securities held for dealing purposes	-	-	-	1.2 Government securities	216,358	674,555	49,718	(b) Less Interest In Suspense	2,027	1,694	8,233			
4 Financial Assets at fair value through profit and loss	-	-	-	1.3 Deposits and placements with banking institutions	40,429	55,084	648	(c) <b>Total Non-Performing Loans and Advances (a-b)</b>	<b>452,123</b>	<b>440,027</b>	<b>118,196</b>			
5 Investment Securities:				1.4 Other Interest Income	-	-	-	(d) Less Loan Loss Provision	47,613	15,401	30,664			
a) Held to Maturity:				<b>1.5 Total interest income</b>	<b>315,143</b>	<b>1,114,414</b>	<b>144,225</b>	(e) <b>Net Non-Performing Loans and Advances (c-d)</b>	<b>404,510</b>	<b>424,626</b>	<b>87,532</b>			
i. Kenya Government securities	2,831,296	2,632,549	2,555,076	<b>2.0 INTEREST EXPENSE</b>				(f) Discounted Value of Securities	404,510	424,626	87,173			
ii. Other securities	5,407,270	5,235,821	34,125	2.1 Customer deposits	93,795	325,498	56,255	(g) <b>Net NPLs Exposure (e-f)</b>	-	-	<b>359</b>			
b) Available for sale:				2.2 Deposits and placement from banking institutions	109,419	318,636	14,654	<b>2.0 INSIDER LOANS AND ADVANCES</b>						
i. Kenya Government securities	-	-	-	2.3 Other interest expenses	-	-	-	(a) Directors, Shareholders and Associates	-	37,971	234,863			
ii. Other securities	-	-	-	<b>2.4 Total interest expenses</b>	<b>203,214</b>	<b>644,134</b>	<b>70,909</b>	(b) Employees	168,539	129,431	154,926			
6 Deposits and balances due from local banking institutions	31,652	5,018	456	<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>111,929</b>	<b>470,280</b>	<b>73,316</b>	(c) <b>Total Insider Loans and Advances and other facilities</b>	<b>168,539</b>	<b>167,401</b>	<b>389,789</b>			
7 Deposits and balances due from banking institutions abroad	3,885,018	2,002,318	169,507	<b>4.0 NON-INTEREST INCOME</b>				<b>3.0 OFF-BALANCE SHEET ITEMS</b>						
8 Tax recoverable	1,634	2,112	3,573	4.1 Fees and commissions on loans and advances	19,209	61,470	9,381	(a) Letters of credit, guarantees, acceptances	951,848	1,068,820	639,592			
9 Loans and advances to customers (net)	3,144,889	3,447,577	3,450,524	4.2 Other fees and commissions	9,332	23,891	6,361	(b) Forwards, swaps and options	2,077,766	205,010	-			
10 Balances due from banking institutions in the group	-	-	-	4.3 Foreign exchange trading income/(loss)	23,189	69,580	22,865	(c) Other contingent liabilities	-	-	-			
11 Investments in associates	-	-	-	4.4 Dividend Income	-	-	-	(d) <b>Total Contingent Liabilities</b>	<b>3,029,614</b>	<b>1,273,830</b>	<b>639,592</b>			
12 Investments in subsidiary companies	-	-	-	4.5 Other income	21,608	77,885	41,999	<b>4.0 CAPITAL STRENGTH</b>						
13 Investments in joint ventures	-	-	-	<b>4.6 Total Non-interest income</b>	<b>73,338</b>	<b>232,826</b>	<b>80,606</b>	(a) Core capital	2,179,243	2,174,218	2,120,063			
14 Investment properties	-	-	-	<b>5.0 TOTAL OPERATING INCOME</b>	<b>185,267</b>	<b>703,106</b>	<b>153,922</b>	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000			
15 Property and equipment	97,624	92,900	54,375	<b>6.0 OTHER OPERATING EXPENSES</b>				(c) Excess (a-b)	1,179,243	1,174,218	1,120,063			
16 Prepaid lease rentals	-	-	-	6.1 Loan loss provision	18,823	8,652	6,617	(d) Supplementary Capital	-	-	-			
17 Intangible assets	9,840	9,784	10,431	6.2 Staff costs	96,875	344,581	70,012	(e) <b>Total Capital (a+d)</b>	<b>2,179,243</b>	<b>2,174,218</b>	<b>2,120,063</b>			
18 Deferred tax asset	351,988	351,988	305,067	6.3 Directors' emoluments	2,026	45,930	8,251	(f) Total risk weighted assets	6,808,365	6,557,499	5,332,693			
19 Retirement benefit asset	-	-	-	6.4 Rental charges	12,939	43,292	11,028	(g) <b>Core Capital/Total deposits Liabilities</b>	<b>35.1%</b>	<b>36.0%</b>	<b>57.5%</b>			
20 Other assets	290,878	234,053	258,910	6.5 Depreciation charge on property and equipment	7,343	21,423	3,705	(h) Minimum statutory Ratio	10.50%	10.50%	10.50%			
<b>21 TOTAL ASSETS</b>	<b>17,169,559</b>	<b>15,332,118</b>	<b>7,086,915</b>	6.6 Amortisation charges	1,443	5,525	2,340	(i) Excess/(Deficiency)	24.6%	25.5%	47.0%			
<b>B LIABILITIES</b>				6.7 Other operating expenses	36,236	210,058	44,910	(j) <b>Core Capital / total risk weighted assets</b>	<b>32.0%</b>	<b>33.2%</b>	<b>39.8%</b>			
22 Balances due to Central Bank of Kenya	-	-	-	<b>6.8 Total Other Operating Expenses</b>	<b>175,685</b>	<b>679,461</b>	<b>146,863</b>	(k) Minimum Statutory Ratio	10.50%	10.50%	10.50%			
23 Customer deposits	6,201,867	6,039,050	3,685,797	<b>7.0 Profit/(Loss) before tax and exceptional items</b>	<b>9,582</b>	<b>23,645</b>	<b>7,059</b>	(l) Excess / (Deficiency) (i-k)	21.5%	22.7%	29.3%			
24 Deposits and balances due to local banking institutions	453,953	305,690	250,189	<b>8.0 Exceptional Items</b>	-	-	-	(m) <b>Total Capital/total risk weighted assets</b>	<b>32.0%</b>	<b>33.2%</b>	<b>39.8%</b>			
25 Deposits and balances due to foreign banking institutions	8,040,019	6,618,805	876,199	9.0 Exceptional Items	-	-	-	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%			
26 Other money market deposits	-	-	-	<b>9.0 Profit/(Loss) after exceptional items</b>	<b>9,582</b>	<b>23,645</b>	<b>7,059</b>	(o) Excess / (Deficiency) (m-n)	17.5%	18.7%	29.7%			
27 Borrowed funds	-	-	-	<b>10.0 Current tax</b>	-	-	-	(p) Adjusted Core Capital/Total Deposit Liabilities*	36.0%	36.8%	60.4%			
28 Balances due to banking institutions in the group	-	-	-	<b>10.0 Deferred tax</b>	-	(29,418)	-	(q) Adjusted Core Capital/Total Risk Weighted Assets*	32.7%	33.8%	41.7%			
29 Tax payable	-	-	-	<b>11.0 Profit/(Loss) after tax and exceptional items</b>	<b>9,582</b>	<b>53,063</b>	<b>7,059</b>	(r) Adjusted Total Capital/Total Risk Weighted Assets*	32.7%	33.8%	41.7%			
30 Dividends payable	-	-	-	<b>12.0 Profit/(Loss) after tax and exceptional items</b>	<b>9,582</b>	<b>53,063</b>	<b>7,059</b>							
31 Deferred tax liability	-	-	-	<b>13.0 Minority Interest</b>	-	-	-							
32 Retirement benefit liability	-	-	-	<b>14.0 Profit/(Loss) after tax, exceptional items and Minority Interest</b>	<b>9,582</b>	<b>53,063</b>	<b>7,059</b>							
33 Other liabilities	289,686	194,355	151,138	<b>15.0 Other Comprehensive Income</b>										
<b>34 TOTAL LIABILITIES</b>	<b>14,985,525</b>	<b>13,157,900</b>	<b>4,963,323</b>	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-							
<b>C SHAREHOLDERS' FUNDS</b>				15.2 Fair value changes in available for sale financial assets	-	-	-							
35 Paid up /Assigned capital	1,261,713	1,261,713	1,261,713	15.3 Revaluation surplus on Property, plant and equipment	-	-	-							
36 Share premium/(discount)	2,384,754	2,384,754	2,384,754	15.4 Share of other comprehensive income of associates	-	-	-							
37 Revaluation reserves	-	-	-	15.5 Income tax relating to components of other comprehensive income	-	-	-							
38 Retained earnings/Accumulated losses	(1,462,433)	(1,472,249)	(1,522,875)	<b>16.0 Other Comprehensive Income for the year net of tax</b>	-	-	-							
39 Statutory loan loss reserves	-	-	-	<b>17.0 Total comprehensive income for the year</b>	<b>9,582</b>	<b>53,063</b>	<b>7,059</b>							
40 Other Reserves	-	-	-											
41 Proposed dividends	-	-	-											
42 Capital grants	-	-	-											
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,184,034</b>	<b>2,174,218</b>	<b>2,123,592</b>											
44 Minority Interest	-	-	-											
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>17,169,559</b>	<b>15,332,118</b>	<b>7,086,915</b>											

EARNINGS PER SHARE- BASIC &amp; DILUTED

\*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  
<https://www.ubakenya.com/>

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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