

**UNITED BANK FOR AFRICA PLC**

**Consolidated and Separate Financial Statements  
for the half year ended 30 June 2015**

**Consolidated and Separate Statements of Comprehensive Income**  
**For the half year ended 30 June**

	Notes	Group		Bank	
		2015	Unaudited 2014	2015	Unaudited 2014
<i>In millions of Nigerian Naira</i>					
<b>Gross earnings</b>		166,943	138,225	130,980	108,145
Interest income	7	116,235	98,547	95,422	80,304
Interest expense	8	(50,577)	(43,336)	(43,386)	(38,425)
<b>Net interest income</b>		<b>65,658</b>	<b>55,211</b>	<b>52,036</b>	<b>41,879</b>
Net impairment loss on loans and receivables	9	(3,500)	(2,049)	(2,213)	(1,247)
<b>Net interest income after impairment on loans and receivables</b>		<b>62,158</b>	<b>53,162</b>	<b>49,823</b>	<b>40,632</b>
Fees and commission income	10	30,357	27,087	19,912	18,694
Fees and commission expense	11	(4,174)	(2,809)	(3,612)	(2,396)
Net trading and foreign exchange income	12	16,949	10,000	13,393	7,137
Other operating income	13	3,454	2,609	2,253	2,010
Personnel expenses	14	(29,509)	(28,573)	(22,301)	(22,075)
Depreciation and amortisation	15	(4,036)	(2,837)	(3,217)	(1,998)
Other operating expenses	16	(36,101)	(29,728)	(27,839)	(23,061)
Share of loss of equity-accounted investee	25(c)	(52)	(18)	-	-
<b>Profit before income tax</b>		<b>39,046</b>	<b>28,893</b>	<b>28,412</b>	<b>18,943</b>
Taxation charge	17	(7,047)	(6,037)	(4,108)	(4,771)
<b>Profit for the period</b>		<b>31,999</b>	<b>22,856</b>	<b>24,304</b>	<b>14,172</b>
<b>Other comprehensive income</b>					
<b>Items that will be reclassified to profit or loss:</b>					
Foreign currency translation differences		(2,492)	(3,286)	-	-
Fair value reserve (available-for-sale financial assets):					
Net change in fair value		3,883	637	3,890	637
Net amount transferred to profit or loss		795	(45)	795	(45)
Other comprehensive income <sup>1</sup>		<b>2,186</b>	<b>(2,694)</b>	<b>4,685</b>	<b>592</b>
<b>Total comprehensive income for the period</b>		<b>34,185</b>	<b>20,162</b>	<b>28,989</b>	<b>14,764</b>
<b>Profit attributable to:</b>					
Owners of Parent		31,377	22,281	24,304	14,172
Non-controlling interest		622	575	-	-
<b>Profit for the period</b>		<b>31,999</b>	<b>22,856</b>	<b>24,304</b>	<b>14,172</b>
<b>Total comprehensive income attributable to:</b>					
Owners of Parent		33,985	22,100	28,989	14,764
Non-controlling interest		200	(1,938)	-	-
<b>Total comprehensive income for the period</b>		<b>34,185</b>	<b>20,162</b>	<b>28,989</b>	<b>14,764</b>
<b>Earnings per share attributable to owners of the parent during the period</b>					
<b>Basic and diluted earnings per share (Naira)</b>	18	<b>0.94</b>	<b>0.71</b>	<b>0.68</b>	<b>0.42</b>

<sup>1</sup>Items disclosed in other comprehensive income do not have tax effects based on relevant tax regulations.

The accompanying notes are an integral part of these consolidated and separate financial statements.

## Consolidated and Separate Statements of Financial Position

As at	Notes	Group		Bank	
		Jun 2015	Dec 2014	Jun 2015	Dec 2014
<i>In millions of Nigerian Naira</i>					
<b>ASSETS</b>					
Cash and bank balances	19	828,151	812,359	681,274	749,716
Financial assets held for trading	20	23,334	1,099	23,334	1,099
Derivative assets	30(a)	10,550	6,534	10,550	6,534
Loans and advances to banks	21	19,226	48,093	19,201	48,991
Loans and advances to customers	22	1,162,749	1,071,859	968,096	884,587
Investment securities	23	674,630	657,523	481,241	442,909
Other assets	24	78,045	30,057	43,993	21,136
Investment in equity-accounted investee	25	2,934	2,986	1,770	1,770
Investments in subsidiaries	26	-	-	65,767	65,767
Property and equipment	27	89,254	89,517	80,450	81,050
Intangible assets	28	10,105	9,430	4,011	3,446
Deferred tax assets	29	30,300	33,116	29,037	31,853
<b>TOTAL ASSETS</b>		<b>2,929,278</b>	<b>2,762,573</b>	<b>2,408,724</b>	<b>2,338,858</b>
<b>LIABILITIES</b>					
Derivative liabilities	30(b)	7	943	7	943
Deposits from banks	31	99,918	59,228	9,987	1,526
Deposits from customers	32	2,227,623	2,169,663	1,821,466	1,812,277
Other liabilities	33	85,852	63,566	52,413	41,209
Current tax liabilities	17	3,387	4,615	1,315	1,858
Borrowings	34	119,319	113,797	119,319	113,797
Subordinated liabilities	35	85,501	85,315	85,501	85,315
Deferred tax liabilities	29	40	40	-	-
<b>TOTAL LIABILITIES</b>		<b>2,621,647</b>	<b>2,497,167</b>	<b>2,090,008</b>	<b>2,056,925</b>
<b>EQUITY</b>					
Share capital	36	18,140	16,491	18,140	16,491
Share premium	36	117,374	107,932	117,374	107,932
Retained earnings	36	107,524	87,047	98,942	84,230
Other reserves	36	58,917	48,460	84,260	73,280
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>		<b>301,955</b>	<b>259,930</b>	<b>318,716</b>	<b>281,933</b>
Non-controlling interests		5,676	5,476	-	-
<b>TOTAL EQUITY</b>		<b>307,631</b>	<b>265,406</b>	<b>318,716</b>	<b>281,933</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,929,278</b>	<b>2,762,573</b>	<b>2,408,724</b>	<b>2,338,858</b>

The accompanying notes are an integral part of these consolidated and separate financial statements.

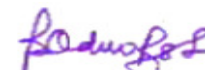
The consolidated and separate financial statements were approved by the directors on 24 August 2015



**Ugo A. Nwaghodoh**  
Group Chief Finance Officer  
FRC/2012/ICAN/00000000272



**Tony O. Elumelu, CON**  
Chairman, Board of Directors  
FRC/2013/CIBN/00000002590



**Phillips Oduzoa**  
Group Managing Director/CEO  
FRC/2013/CIBN/00000001955

## Consolidated and Separate Statements of Cash Flows

	Notes	Group		Bank	
		2015	Unaudited 2014	2015	Unaudited 2014
<b>For the half year ended 30 June</b>					
<i>In millions of Nigerian Naira</i>					
<b>Cash flows from operating activities</b>					
<b>Profit before income tax</b>		<b>39,046</b>	<b>28,893</b>	<b>28,412</b>	<b>18,943</b>
<i>Adjustments for:</i>					
Depreciation of property and equipment	15	3,558	2,506	2,787	1,700
Amortisation of intangible assets	15	478	331	430	298
Net impairment loss on loans and advances	9	3,031	1,579	1,928	1,158
Write-off of loans and advances	9	323	241	285	228
Net impairment charge on other assets	9	146	371	-	3
Net fair value changes on derivative financial instruments	30	(4,952)	668	(4,952)	668
Dividend income	13	(1,697)	(1,113)	(1,627)	(1,481)
Loss on disposal of property and equipment		32	-	32	-
Net interest income		(65,658)	(55,161)	(52,036)	(41,879)
Share of loss of equity-accounted investee	25	52	18	-	-
Unrealised translation (gains)/losses		742	(3,144)	3,916	(169)
		<b>(24,899)</b>	<b>(24,811)</b>	<b>(20,825)</b>	<b>(20,531)</b>
Change in financial assets held for trading		(20,222)	(6,186)	(20,222)	(6,183)
Change in cash reserve balance		(68,473)	(6,224)	(69,861)	(6,504)
Change in loans and advances to banks		28,867	13,057	29,790	(4,727)
Change in loans and advances to customers		(94,244)	31,556	(85,722)	50,671
Change in other assets		(48,134)	(13,082)	(22,857)	(12,309)
Change in deposits from banks		40,690	12,022	8,461	31,261
Change in deposits from customers		57,960	(178,671)	9,189	(155,278)
Change in placement with banks		(33,052)	154,760	41,602	154,760
Change in other liabilities and provisions		22,286	(16,462)	11,204	(17,863)
Interest received		116,235	98,497	95,422	80,304
Interest paid		(42,380)	(43,336)	(35,189)	(38,425)
Income tax paid	17(c)	(5,459)	(6,734)	(1,835)	(4,936)
<b>Net cash (used in)/provided from operating activities</b>		<b>(70,825)</b>	<b>14,385</b>	<b>(60,843)</b>	<b>50,240</b>
<b>Cash flows from investing activities</b>					
Net (purchase)/proceeds of investment securities		(11,829)	69,909	(33,047)	61,571
Purchase of property and equipment		(2,973)	(5,033)	(2,541)	(4,244)
Proceeds from disposal of property and equipment		1,464	-	327	-
Dividend received		1,697	1,113	1,627	1,481
Purchase of intangible assets	28	(1,023)	(3)	(995)	(3)
<b>Net cash provided from/(used in) investing activities</b>		<b>(12,664)</b>	<b>65,986</b>	<b>(34,629)</b>	<b>58,805</b>
<b>Cash flows from financing activities</b>					
Net proceeds from rights issue		11,091	-	11,091	-
Proceeds from borrowings		2,050	29,646	2,050	29,646
Repayments of borrowings		(3,256)	(1,668)	(3,256)	(1,668)
Repayments of subordinated liabilities		(6,221)	(3,750)	(6,221)	(3,750)
Decrease in treasury shares		43	-	-	-
Dividend paid to owners of the parent	37	(3,093)	(16,491)	(3,298)	(16,491)
<b>Net cash from financing activities</b>		<b>614</b>	<b>7,737</b>	<b>366</b>	<b>7,737</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(82,875)</b>	<b>88,108</b>	<b>(95,106)</b>	<b>116,782</b>
Effects of exchange rate changes on cash and cash equivalents		(845)	(141)	418	-
Cash and cash equivalents at beginning of period	19	420,571	317,720	337,200	223,538
<b>Cash and cash equivalents at end of period</b>	19	<b>336,851</b>	<b>405,686</b>	<b>242,512</b>	<b>340,320</b>

The accompanying notes to the financial statements are an integral part of these consolidated and separate financial statements.