



UNION BANK OF NIGERIA PLC

SUMMARY FINANCIAL INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2021

The directors present the summary financial information of Union Bank of Nigeria PLC ("the Bank") and its subsidiary companies (together the "Group") for the year ended 31 December 2021. These summary financial information are derived from the full financial statements for the year ended 31 December 2021 and are not the full financial statements of the Group and the Bank. The full financial statements, from which these summary financial information were derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Bank's Auditor issued an unmodified audit opinion on the full financial statements for the year ended 31 December 2021 from which these summary financial information were derived.

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021

	GROUP		BANK			GROUP		BANK	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020		31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	N'million	N'million	N'million	N'million		N'million	N'million	N'million	N'million
ASSETS									
Cash and cash equivalents	407,143	270,707	445,804	262,730					
Financial assets held for trading	1,485	52,212	1,485	52,212	Gross earnings	177,269	164,063	175,006	160,656
Pledged assets	110,226	100,007	110,226	100,007	Interest revenue calculated using the effective interest rate method	114,049	113,157	114,049	112,920
Derivative assets held for risk management	9,640	520	9,640	520	Interest expense calculated using the effective interest rate method	(38,210)	(26,770)	(38,429)	(27,039)
Loans and advances to customers	868,840	692,803	868,840	692,803	Other interest and similar expense	(31,370)	(28,985)	(31,370)	(28,985)
Investment securities	387,508	351,862	387,508	351,862	Net interest income	44,469	57,402	44,250	56,896
Trading properties	187	187	187	187	Net impairment write-back for credit losses	34	2,253	34	2,253
Investment properties	5,226	4,817	-	-	Net interest income after impairment charge for credit losses	44,503	59,655	44,284	59,149
Investment in subsidiaries	-	-	2,195	2,195	Net fee and commission income	13,698	10,501	13,698	10,501
Right of Use Assets	2,777	2,740	2,777	2,740	Net trading income	8,627	11,156	8,627	11,156
Property and equipment	57,673	57,364	57,653	57,342	Recoveries	15,866	7,240	15,866	7,240
Intangible assets	3,783	5,212	3,782	5,211	Net income from other financial instruments at FVTPL	8,183	7,597	8,183	7,597
Deferred tax assets	95,688	95,595	95,875	95,875	Other operating income	9,589	7,985	9,345	7,471
Other assets	571,553	439,952	571,536	440,227	Operating Income	55,963	44,479	55,719	43,965
Defined benefit assets	1,561	1,475	1,561	1,475	Net impairment (charge)/write-back on other financial assets	100,466	104,134	100,003	103,114
	2,523,290	2,075,453	2,559,069	2,065,386	Net operating income after net impairment write-back on other financial assets	(325)	307	(320)	306
Assets classified as held for sale	72,479	115,293	8,372	8,372	Personnel expenses	100,141	104,441	99,683	103,420
TOTAL ASSETS	2,595,769	2,190,746	2,567,441	2,073,758	Depreciation of property and equipment	(30,893)	(32,587)	(30,759)	(32,454)
					Amortisation of intangible assets	(6,321)	(5,816)	(6,311)	(5,805)
LIABILITIES					Other operating expenses	(1,912)	(1,893)	(1,912)	(1,893)
Derivative liabilities held for risk management	8,684	2	8,684	2	Total expenses	(40,325)	(38,171)	(40,169)	(37,843)
Deposits from banks	-	4,018	-	4,018	Profit before tax	(79,451)	(78,467)	(79,151)	(77,995)
Deposits from customers	1,355,910	1,126,287	1,361,323	1,131,116	Income tax expense	20,690	25,974	20,532	25,425
Current tax liabilities	1,420	797	1,356	778	Profit for the year from continuing operations	(1,319)	(845)	(1,352)	(772)
Other liabilities	699,819	425,718	697,996	425,117	Loss for the year from discontinued operations	19,371	25,129	19,180	24,653
Lease liabilities	1,895	1,812	1,895	1,812	Profit before tax	(2,452)	(6,457)	-	-
Employee benefit obligations	1,069	996	1,068	996	Income tax expense	18,238	19,517	20,532	25,425
Debt securities issued	38,798	48,629	38,798	48,629	Profit after tax	(1,319)	(845)	(1,352)	(772)
Long term subordinated bond	29,716	29,546	29,716	29,546	Other comprehensive income, net of income tax:	16,919	18,672	19,180	24,653
Other borrowed funds	175,118	184,223	175,118	184,223	Fair value (loss)/gain on equity instrument at fair value through other comprehensive income	(334)	107	(334)	107
	2,312,429	1,822,028	2,315,954	1,826,237	Remeasurement of defined benefit liability	480	(112)	480	(112)
Liabilities classified as held for sale	16,473	104,400	-	-	Foreign currency translation differences for foreign operations	862	2,077	-	-
TOTAL LIABILITIES	2,328,902	1,926,428	2,315,954	1,826,237	Fair value loss on debt instruments at FVTOCI	(7,941)	(2,102)	(7,924)	(1,653)
					Changes in allowance for expected credit losses of debt instrument at FVTOCI	(92)	363	(92)	363
EQUITY					Changes in allowance for expected credit losses on pledged asset at FVTOCI	(29)	36	(28)	36
Share capital	14,632	14,632	14,632	14,632	Other comprehensive income for the year	(7,054)	369	(7,898)	(1,259)
Share premium	133,458	133,458	133,458	133,458	Total comprehensive income for the year	9,865	19,041	11,282	23,394
Retained earnings	13,723	23,399	24,112	31,403	Profit attributable to:				
Other reserves	98,250	86,149	79,285	68,028	Equity holders of the Bank	16,795	18,535	19,180	24,653
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK	260,063	257,638	251,487	247,521	Non-controlling interests	124	137	-	-
Non-controlling interest	6,804	6,680	-	-	Profit for the year	16,919	18,672	19,180	24,653
TOTAL EQUITY	266,867	264,318	251,487	247,521	Total comprehensive income attributable to:				
TOTAL LIABILITIES AND EQUITY	2,595,769	2,190,746	2,567,441	2,073,758	Equity holders of the Bank	9,741	18,904	11,282	23,394
					Non-controlling interests	124	137	-	-
					Total comprehensive income for the year	9,865	19,041	11,282	23,394

The full financial statements were approved by the Board of Directors on 14 February 2022 and signed on its behalf by:

Beatrice Hamza Bassey
(Board Chair)
FRC/2020/003/00000020477

Emeka Okwongwo
(Group Managing Director)
FRC/2021/003/00000023088

Joseph Mbulu
(Chief Financial Officer)
FRC/2014/ICAN/00000006110





KEY FINANCIAL INFORMATION

Total non-performing loans & advances	38,660	29,445	38,660	29,445
Total non-performing loans to total gross loans and advances	4.30%	4.00%	4.30%	4.00%
Earnings per share for profit / (loss) from continuing operations attributable to equity holders of parent (Basic)	66k	85k	66k	84k
Earnings per share for profit / (loss) from discontinued operations attributable to equity holders of parent (Basic)	-8k	-22k	-	-

The above summarised financial statements and report of the independent auditor are published in accordance with the requirements of the Banks and Other Financial Institutions Act.



CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021				
	GROUP		BANK	
	31 DEC 2021	31 DEC 2020	31 DEC 2021	31 DEC 2020
	N'million	N'million	N'million	N'million
Cash flows from operating activities				
Profit before tax from continuing operations	20,690	25,974	20,532	25,425
Loss before tax from discontinued operations	(2,452)	(6,457)		
Adjustments for:				
Impairment charge/(write back) on loans and advances to customers	157	(2,401)	157	(2,401)
Impairment charge/(reversal) on cash and cash equivalents	28	(74)	28	(74)
Impairment (write-back)/charge on debt securities at amortised cost	(91)	62	(91)	62
Impairment (write-back)/charge on debt securities at FVOCI	(93)	363	(93)	363
Impairment (reversal)/charge on pledged assets at FVOCI	(28)	36	(28)	36
Impairment (reversal)/charge on pledged assets at amortised cost	(7)	14	(7)	14
Impairment (reversal) on financial guarantee	-	(253)	-	(253)
Fair value gain on investment properties	(30)	(364)	-	-
Fair value loss on derivatives	91	2,617	91	2,617
Foreign exchange revaluation gain	(3,826)	(3,820)	(3,826)	(3,820)
Impairment charge/(write back) on other assets	325	(307)	320	(306)
Gain on sale of property and equipment	(2,236)	(1,308)	(2,166)	(1,274)
Gain on disposal of investment property	-	(38)	-	-
Depreciation of property and equipment	5,609	5,304	5,599	5,293
Depreciation of right-of-use assets	712	512	712	512
Amortisation of intangible assets	1,912	1,893	1,912	1,893
Share based payment expenses	-	248	-	248
Dividend income from equity investment	(1,037)	(1,033)	(1,037)	(1,033)
Interest expenses on other borrowings	38,429	26,770	38,429	27,039
Interest on lease liabilities	168	232	168	232
Current and past service costs on long service awards	(109)	195	(109)	197
Current and past service costs defined benefits pension scheme	(110)	(189)	(110)	(189)
Contribution paid to defined benefits pension plan	(1)	(3)	(1)	(3)
	58,101	47,973	60,480	54,578
Changes in				
Net lease liabilities/(right-of-use asset)	27	(295)	27	(295)
Financial assets held for trading	50,727	(28,890)	50,727	(28,890)
Pledged assets	(10,212)	(79,871)	(10,212)	(79,871)
Loans and advances to customers	(176,194)	(139,789)	(176,194)	(139,789)
Other assets	(131,926)	(77,934)	(131,629)	(77,948)
Derivative financial instruments-assets	(9,211)	3,944	(9,211)	3,944
Derivative financial instruments-liabilities	8,682	(2,109)	8,682	(2,109)
Deposits from banks	(4,018)	4,018	(4,018)	4,018
Deposits from customers	229,623	240,024	230,207	244,788
Other liabilities	274,101	(7,143)	272,879	(10,892)
	289,700	(40,072)	291,738	(32,466)
Income tax paid	(789)	(480)	(774)	(374)
Payment of long service award	(76)	(41)	(76)	(41)
Net cash flow generated from/(used in) operating activities	288,835	(40,593)	290,888	(32,881)
Cash flows from investing activities				
Proceeds from disposal of investment properties	125	1,286	-	-
Acquisition of investment properties	(504)	-	-	-
Proceeds from sale of property and equipment	2,716	4,915	2,630	4,878
Acquisition of investment securities	(43,829)	(96,835)	(43,812)	(99,837)
Acquisition of property and equipment	(6,582)	(8,396)	(6,558)	(8,394)
Acquisition of intangible assets	(299)	(1,634)	(299)	(1,634)
Dividend received	1,037	1,033	1,037	1,033
Net cash flows used in investing activities	(47,336)	(99,631)	(47,002)	(103,954)
Cash flows from financing activities				
Proceeds from other borrowings	158,649	81,321	158,649	81,321
Repayment of borrowings	(177,096)	(7,048)	(177,096)	(7,048)
Payment for lease liabilities	(99)	(107)	(99)	(107)
Interest paid on borrowings	(38,748)	(27,061)	(38,748)	(27,331)
Proceed from debt securities issued	-	35,000	-	35,000
Proceed from bond issued	-	442	-	442
Dividend paid during the year	(7,316)	(7,313)	(7,316)	(7,313)
Net cash flows (used in)/generated from financial activities	(64,610)	75,234	(64,610)	74,964
Effect of exchange rate fluctuations on cash held	3,826	3,820	3,826	3,820
Net increase/(decrease) in cash and cash equivalents	180,715	(61,170)	183,102	(58,051)
Cash and cash equivalents at beginning of year	270,715	320,385	262,738	320,789
Net change in cash and cash equivalents from discontinued operation	(44,251)	11,500	-	-
Cash and cash equivalents at end of year	407,179	270,715	445,840	262,738

Description	Number	Amount claimed	Amount refunded
		N'million	N'million
Customer complaints in financial statements for the year ended 31 December 2021			
Pending complaints brought forward	12,171	288	-
Complaints received	499,774	28,774	-
Complaints resolved	498,379	28,694	9,834
Unresolved complaints carried forward	13,566	367	-

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL INFORMATION

To the Shareholders of Union Bank of Nigeria Plc

Report on the Summary Financial Information

The summary financial information, which comprise the consolidated and separate statements of financial position as at 31 December 2021, the consolidated and separate statements of profit or loss and other comprehensive income, and the consolidated and separate statements cash flows are derived from the audited financial statements of Union Bank of Nigeria Plc for the year ended 31 December 2021.

In our opinion, the accompanying Summary Financial Information are consistent, in all material respects, with the audited financial statements in accordance with the Companies and Allied Matters Act, 2020, the Financial Reporting Council of Nigeria Act, 2011, the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and Circulars.

Summary Financial Information

The summary of the financial Information do not contain all the disclosures required by the international Financial Reporting Standards, the Companies and Allied Matters Act, 2020, the Financial Reporting Council of Nigeria Act, 2011, the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and Circulars.

Reading the summary financial information and the auditors report, thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 30 March 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment were of significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act 2020, and the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and Circulars.

Auditor's Responsibility

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act 2020, and the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and Circulars.

Our responsibility is to express an opinion on whether the summary financial information are consistent, in all material respects, with the audited financial statements based on our procedures which were conducted in accordance with the International Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of the Companies and Allied Matters Act, 2020

In our opinion, proper books of account have been kept by the Group and the Bank, so far as appears from our examination of those books, and the Group and the Bank's statements of financial position and statements of profit or loss and other comprehensive income are in agreement with the books of account.

Compliance with section 27(2) of the Banks and Other Financial Institutions Act of Nigeria and Central Bank Circulars BSD/1/2004

The Bank paid penalties of N207 million in respect of contraventions of the Banks and Other Financial Institutions Act during the year ended 31 December 2021. Details of these contraventions and penalties paid are disclosed in note 50 to the audited financial statements.

Related party transactions and balances are disclosed in note 49 to the audited financial statements in compliance with the Central Bank of Nigeria Circular BSD/1/2004.

Signed:
Babayomi Ajjola
FRC/2013/ICAN/00000001196
For: Ernst & Young
Lagos, Nigeria
30 March 2022



The above summarised financial statements and report of the independent auditor are published in accordance with the requirements of the Banks and Other Financial Institutions Act.