



UNION BANK OF NIGERIA PLC											
SUMMARY FINANCIAL INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2020											
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 2020. These summary financial information are derived from the full financial statements for the year ended 31 December 2020 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 2020 from which these summary financial information were derived.											
CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2020					CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020						
		GROUP		BANK				GROUP		BANK	
		31 DEC 2020	31 DEC 2019	31 DEC 2020	31 DEC 2019	31 DEC 2020	31 DEC 2019	31 DEC 2020	31 DEC 2019	31 DEC 2020	31 DEC 2019
		N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
ASSETS											
Cash and cash equivalents		270,707	320,303	262,730	320,707						
Non-pledged trading assets		52,212	23,322	52,212	23,322	Gross earnings		160,292	166,545	156,885	159,861
Pledged assets		100,007	20,150	100,007	20,150	Interest revenue calculated using the effective interest rate method		113,157	117,071	112,920	116,524
Derivative assets held for risk management		520	7,081	520	7,081	Interest expense calculated using the effective interest rate method		(55,755)	(64,551)	(56,024)	(64,839)
Loans and advances to customers		692,803	550,613	692,803	550,613	Net interest income		57,402	52,520	56,896	51,685
Investment securities		351,862	257,085	351,862	253,633	Net impairment reversal/(charge) for credit losses		2,253	(184)	2,253	(184)
Trading properties		187	187	187	187	Net interest income after impairment charge for credit losses		59,655	52,336	59,149	51,501
Investment properties		4,817	5,701	-	-	Net fee and commission income		10,501	11,313	10,501	11,313
Investment in subsidiaries		-	-	2,195	2,195	Net trading income		11,156	8,198	11,156	8,198
Right of Use Assets		2,740	2,921	2,740	2,921	Recoveries		7,240	8,760	7,240	8,760
Property and equipment		57,364	57,968	57,342	57,934	Net income from other financial instruments at FVTPL		7,597	7,123	7,597	7,123
Intangible assets		5,212	5,382	5,211	5,381	Other operating income		7,985	7,443	7,471	7,943
Deferred tax assets		95,875	95,875	95,875	95,875			44,479	42,837	43,965	43,337
Other assets		439,952	361,711	440,227	361,973	Operating Income		104,134	95,173	103,114	94,838
Defined benefit assets		1,475	1,395	1,475	1,395	Net impairment write-back on other financial assets		307	688	306	688
		2,075,733	1,709,694	2,065,386	1,703,367	Net operating income after net impairment write-back on other financial assets		104,441	95,861	103,420	95,526
Assets classified as held for sale		115,293	162,537	8,372	8,372	Personnel expenses		(32,587)	(33,398)	(32,454)	(33,255)
		2,191,026	1,872,231	2,073,758	1,711,739	Depreciation of property and equipment		(5,816)	(5,791)	(5,805)	(5,792)
LIABILITIES											
Derivative liabilities held for risk management		2	2,111	2	2,111	Amortisation of intangible assets		(1,893)	(1,927)	(1,893)	(1,927)
Deposits from banks		4,018	-	4,018	-	Other operating expenses		(38,171)	(29,901)	(37,843)	(29,806)
Deposits from customers		1,126,287	886,263	1,131,116	886,328	Total expenses		(78,467)	(71,017)	(77,995)	(70,780)
Current tax liabilities		797	486	778	380	Profit before tax		25,974	24,844	25,425	24,746
Deferred tax liabilities		280	226	-	-	Income tax expense		(845)	(478)	(772)	(371)
Lease liabilities		1,812	1,651	1,812	1,651	Profit for the year from continuing operations		25,129	24,366	24,653	24,375
Other liabilities		425,718	433,114	425,117	436,262	Loss for the year from discontinued operations		(6,457)	(4,491)	-	-
Employee benefit obligations		996	842	996	840	Profit before tax		19,517	20,353	25,425	24,746
Debt securities issued		48,629	13,947	48,629	13,947	Income tax expense		(845)	(478)	(772)	(371)
Long term subordinated bond		29,546	29,104	29,546	29,104	Profit after tax		18,672	19,875	24,653	24,375
Other borrowed funds		184,223	109,924	184,223	109,924	Other comprehensive income, net of income tax:					
		1,822,308	1,477,668	1,826,237	1,480,547	Fair value gain on equity instrument at fair value through other comprehensive income		106	-	106	-
Liabilities classified as held for sale		104,400	142,221	-	-	Remeasurement of defined benefit liability		(112)	(411)	(112)	(411)
		1,926,708	1,619,889	1,826,237	1,480,547	Foreign currency translation differences for foreign operations		2,077	613	-	-
EQUITY											
Share capital		14,633	14,607	14,633	14,607	Fair value (losses)/gain on debt instruments at FVTOCI		(2,102)	7,494	(1,653)	7,527
Share premium		133,457	133,235	133,457	133,235	Changes in allowance for expected credit losses of debt instrument at FVTOCI		363	-	363	-
Retained earnings		23,399	21,437	31,403	23,323	Changes in allowance for expected credit losses on pledged asset at FVTOCI		36	-	36	-
Other reserves		86,149	76,520	68,028	60,027	Other comprehensive income for the year		368	7,696	(1,260)	7,116
EQUITY ATTRIBUTABLE TO EQUITY- HOLDERS OF THE BANK		257,638	245,799	247,521	231,192	Total comprehensive income for the year		19,040	27,571	23,393	31,491
Non-controlling interest		6,680	6,543	-	-	Profit attributable to:					
		264,318	252,342	247,521	231,192	Equity holders of the Bank		18,535	19,608	24,653	24,375
TOTAL LIABILITIES AND EQUITY											
		2,191,026	1,872,231	2,073,758	1,711,739	Non-controlling interests		137	267	-	-
The full financial statements were approved by the Board of Directors on 23 February 2021 and signed on its behalf by:											
Beatrice Hamza Bassey (Director) FRC/2020/003/00000020477						Total comprehensive income attributable to:		18,903	27,304	23,393	31,491
Emeka Emuwa (Group Managing Director) FRC/2013/CIBN/0000001774						Equity holders of the Bank		137	267	-	-
Joe Mbulu (Chief Financial Officer) FRC/2014/ICAN/00000006110						Non-controlling interests		-	-	-	-
						Total comprehensive income for the year		19,040	27,571	23,393	31,491
KEY FINANCIAL INFORMATION											
		29,445	34,760	29,445	34,760	Total non-performing loans & advances		4.00%	5.84%	4.00%	5.84%
		4.00%	5.84%	4.00%	5.84%	Total non-performing loans to total gross loans and advances		85k	83k	84k	84k
		85k	83k	84k	84k	Earnings per share for profit / (loss) from continuing operations attributable to equity holders of parent (Basic)		-22k	-15k	-	-
		-22k	-15k	-	-	Earnings per share for profit / (loss) from discontinued operations attributable to equity holders of parent (Basic)					

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 2020				
	GROUP		BANK	
	31 DEC 2020 N'million	31 DEC 2019 N'million	31 DEC 2020 N'million	31 DEC 2019 N'million
Cash flows from operating activities				
Profit before tax	19,517	20,353	25,425	24,746
Adjustments for:				
Impairment writeback on loans and advances to customers	(2,401)	(9,342)	(2,401)	(9,342)
Modification of financial assets	-	9,480	-	9,480
Impairment (writeback)/charge on cash and cash equivalents	(74)	12	(74)	12
Impairment charge/(write-back) on debt securities	425	(16)	425	(16)
Impairment charge on pledged assets	50	-	50	0
Impairment (write-back)/charge on financial guarantee	(253)	50	(253)	50
Fair value gain on investment properties	(364)	-	-	-
Fair value loss on derivatives	2,617	-	2,617	-
Expected credit loss on financial assets at FVTOCI	-	-	-	-
Allowances on other assets	-	-	-	-
Reversal of impairment on other assets	(307)	(688)	(306)	(688)
Write-off of property and equipment	-	(3)	-	-
Gain on sale of property and equipment	(1,308)	(965)	(1,274)	(965)
Gain on disposal of investment property	(38)	-	-	-
Gain on disposal of equity investment	-	(228)	-	(300)
Depreciation of property and equipment	5,304	5,262	5,293	5,262
Depreciation of right-of-use assets	512	-	512	-
Amortisation of intangible assets	1,893	1,927	1,893	1,927
Share based payment expenses	248	-	248	-
Dividend income from equity investment	(1,033)	(1,172)	(1,033)	(1,790)
Interest expenses on other borrowings	19,624	17,234	19,893	17,234
Interest on lease liabilities	232	-	232	-
Increase in plan assets	(3)	(18)	(3)	(18)
Contributions to defined contribution plans	429	628	420	628
Increase in liability for defined benefit plans	6	(17)	8	(17)
	45,076	42,497	51,672	46,203
Changes in				
Non-pledged trading assets	(28,890)	(9,051)	(28,890)	(9,051)
Pledged assets	(79,871)	28,689	(79,871)	28,689
Loans and advances to customers	(139,789)	(85,486)	(139,789)	(122,714)
Right-of-use asset	-	(2,921)	-	(2,921)
Other assets	(77,934)	(36,177)	(77,948)	(38,106)
Derivative financial instruments-assets	3,944	(6,052)	3,944	(6,052)
Derivative financial instruments-liabilities	(2,109)	991	(2,109)	994
Deposits from banks	4,018	(99,477)	4,018	-
Deposits from customers	240,024	28,670	244,788	41,915
Lease liabilities	-	1,475	-	1,475
Other liabilities	(7,143)	263,791	(10,892)	267,801
	(42,674)	126,949	(35,077)	208,233
Income tax paid	(480)	(375)	(374)	(223)
Payment of defined contribution plan	(429)	(636)	(420)	(636)
Payment of long service award	(41)	(56)	(41)	(56)
Cashflows from discontinued operations	11,500	5,775	-	-
Net cash provided by/(used in) operating activities	(32,124)	131,657	(35,912)	207,318
Cash flows from investing activities				
Proceeds from disposal of investment properties	1,286	(671)	-	-
Proceeds from sale of property and equipment	4,915	1,827	4,878	1,827
Acquisition of investment securities	(96,835)	(50,046)	(99,838)	(71,614)
Prepaid right-of-use assets	(295)	-	(295)	-
Acquisition of property and equipment	(8,396)	(3,575)	(8,394)	(3,575)
Acquisition of intangible assets	(1,634)	(1,516)	(1,634)	(1,517)
Proceeds from sales of assets held for sale	-	625	-	625
Dividend received	1,033	1,172	1,033	1,790
Cashflows from discontinued operations	-	(5,272)	-	-
Net cash used in investing activities	(99,926)	(57,456)	(104,250)	(72,463)
Cash flows from financing activities				
Proceeds from other borrowings	81,321	30,133	81,321	30,133
Repayment of borrowings	(7,048)	(15,100)	(7,048)	(15,184)
Payment for lease liabilities	(107)	-	(107)	-
Interest paid on borrowings	(19,915)	(17,550)	(20,184)	(17,550)
Proceed from debt securities issued	35,000	87	35,000	87
Proceed from bond issued	442	29,420	442	29,420
Dividend paid to non-controlling interest	-	(475)	-	-
Dividend paid during the year	(7,313)	-	(7,313)	-
Net cash generated from financing activities	82,380	26,515	82,111	26,906
Effect of exchange rate fluctuations on cash held	-	621	-	-
Net (decrease)/increase in cash and cash equivalents	(49,670)	100,716	(58,051)	161,761
Cash and cash equivalents at beginning of year	320,385	233,566	320,789	159,028
Net change in cash and cash equivalents from discontinued operation	-	(14,518)	-	-
Cash and cash equivalents at end of year	270,715	319,764	262,738	320,789

Description	Number	Amount claimed N'million	Amount refunded N'million
Customer complaints in financial statements for the year ended 31 December 2020			
Pending complaints brought forward	5,743	108	-
Complaints received	357,820	10,325	-
Complaints resolved	351,392	10,146	3,391
Unresolved complaints escalated to CBN	12,171	287.75	-

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 2020, 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 2020.

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 18 March 2021. 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

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 N10 million in respect of contraventions of the Banks and Other Financial Institutions Act during the year ended 31 December 2020. 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:



Anthony Oputa, FCA

FRC/2013/ICAN/0000000980

For: Ernst & Young

Lagos, Nigeria

18 March 2021



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.