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**Union Bank of Nigeria Plc**  
**UNAUDITED**  
**FINANCIAL STATEMENTS**  
**31 March 2020**

## Consolidated and Separate Statements of Profit or Loss and Other Comprehensive Income

For the period ended 31st March 2020

	Notes	Group		Bank	
		March 2020	March 2019	March 2020	March 2019
		N million	N million	N million	N million
<b>Gross earnings</b>		<b>43,909</b>	<b>37,674</b>	<b>42,644</b>	<b>36,111</b>
Interest income	1	29,780	25,298	29,712	25,191
Interest expense	1	(14,827)	(14,370)	(14,890)	(14,427)
<b>Net interest income (NRFF)</b>		<b>14,953</b>	<b>10,928</b>	<b>14,822</b>	<b>10,764</b>
Net impairment charge for credit losses	6	(3,558)	776	(3,558)	775
<b>Net interest income after impairment charge for credit losses</b>		<b>11,395</b>	<b>11,704</b>	<b>11,264</b>	<b>11,539</b>
Net fee and commission income	2	3,110	3,578	3,110	3,577
Net trading income	3	5,001	2,228	5,001	2,228
Cash recoveries		501	2,794	501	2,794
Net income from other financial instruments at fair value through profit or loss	4	1,451	802	1,451	802
Other operating income	5	2,895	1,188	2,868	1,518
<b>Non interest income (NII)</b>		<b>12,959</b>	<b>10,590</b>	<b>12,932</b>	<b>10,920</b>
<b>Operating income</b>		<b>24,354</b>	<b>22,295</b>	<b>24,196</b>	<b>22,459</b>
Net impairment write-back/(loss) on other financial assets	6	-	262	-	262
<b>Net operating income after net impairment write-back/(loss) on other financial assets</b>		<b>24,354</b>	<b>22,557</b>	<b>24,196</b>	<b>22,721</b>
Personnel expenses	7	(8,184)	(8,220)	(8,151)	(8,183)
Depreciation and amortisation		(1,619)	(1,816)	(1,615)	(1,813)
Other operating expenses	8	(8,216)	(7,514)	(8,200)	(7,486)
<b>Total expenses</b>		<b>(18,019)</b>	<b>(17,550)</b>	<b>(17,966)</b>	<b>(17,482)</b>
<b>Profit before income tax from continued operations</b>		<b>6,335</b>	<b>5,007</b>	<b>6,230</b>	<b>5,239</b>
Income tax expense	9	(281)	(77)	(275)	(52)
<b>Profit for the year from continued operations</b>		<b>6,054</b>	<b>4,930</b>	<b>5,955</b>	<b>5,187</b>
<b>Discontinued operations</b>					
Gross income from discontinued operations	34	1,170	1,786	-	-
Gross expense from discontinued operations	34	(1,208)	(1,355)	-	-
Profit/Loss before tax from discontinued operations	34	(38)	431	-	-
Income tax expense from discontinued operations	34	-	(87)	-	-
Profit/Loss for the year from discontinued operations	34	(38)	344	-	-
<b>Continuing and discontinued operations:</b>					
<b>Profit before tax</b>		<b>6,298</b>	<b>5,438</b>	<b>6,230</b>	<b>5,239</b>
Income tax		(281)	(164)	(275)	(52)
<b>Profit after tax</b>		<b>6,017</b>	<b>5,274</b>	<b>5,955</b>	<b>5,187</b>
<b>Other comprehensive income, net of income tax</b>					
<i>Items that are or may be reclassified to profit or loss</i>					
Foreign currency translation differences for foreign operations		1,321		-	
Fair value (losses)/gains on financial assets at FVTOCI		(5,292)	2,295	(5,293)	2,318
Other comprehensive income for the year		(3,971)	2,295	(5,293)	2,318
<b>Total comprehensive income for the year</b>		<b>2,046</b>	<b>7,569</b>	<b>662</b>	<b>7,505</b>

Profit attributable to:					
Equity holders of the Bank		5,988	5,213	5,955	5,187
Non-controlling interest		29	61	-	-
Profit for the year		6,017	5,274	5,955	5,187
Total comprehensive income attributable to:					
Equity holders of the Bank		2,017	5,257	662	5,025
Non-controlling interest		29	38	-	-
Total comprehensive income for the year		2,046	7,569	662	7,505
Earnings per share for profit from continued operations attributable to equity holders of Bank					
Basic and diluted (Kobo)		21	17	20	18
Earnings per share for profit from discontinued operations attributable to equity holders of Bank					
Basic and diluted (Kobo)	10	-	0	1	-

## Consolidated and Separate Statements of Financial Position

as at 31st March 2020

	Notes	Group	Group	Bank	Bank
		31 March 2020 N million	31 December 2019 N million	31 March 2020 N million	31 December 2019 N million
<b>ASSETS</b>					
Cash and cash equivalents	11	312,772	320,303	316,792	320,707
Financial assets at fair value through profit or loss	12	4,587	23,322	4,587	23,322
Pledged assets	13	46,757	20,150	46,757	20,150
Derivative assets held for risk management	14	7,272	7,081	7,272	7,081
Loans and advances to customers at amortised cost	15	563,143	550,613	563,143	550,613
Investment securities	17	307,321	257,085	306,876	253,633
Trading properties	18	187	187	187	187
Investment properties	19	5,749	5,701	-	-
Investment in subsidiaries	20	-	-	2,195	2,195
Property and equipment	21	60,041	57,968	60,010	57,934
Intangible assets	22	6,278	5,382	6,277	5,381
Right of Use Assets	23	3,039	2,921	3,038	2,921
Deferred tax assets	24	95,875	95,875	95,875	95,875
Cash reserve requirement	25	365,853	296,043	365,853	296,043
Other assets	25	74,823	65,668	75,107	65,930
Defined benefit assets	29	1,671	1,395	1,671	1,395
		<b>1,855,368</b>	<b>1,709,695</b>	<b>1,855,640</b>	<b>1,703,368</b>
Assets classified as held for sale	34	150,188	162,537	8,372	8,372
<b>TOTAL ASSETS</b>		<b>2,005,556</b>	<b>1,872,232</b>	<b>1,864,012</b>	<b>1,711,740</b>
<b>LIABILITIES</b>					
Derivative liabilities held for risk management	14	2,111	2,111	2,111	2,111
Deposits from customers	26	897,356	886,263	897,546	886,328
Current tax liabilities	27	765	486	654	380
Deferred tax liabilities	24	226	226	-	-
Lease Liabilities	28	1,711	1,651	1,711	1,651
Other liabilities	28	555,691	433,115	559,743	436,263
Retirement benefit obligations	29	1,161	842	1,160	840
Debt securities issued	30	13,443	13,947	13,443	13,947
Commercial Papers	31	25,552	-	25,552	-
Long term subordinated bond	32	30,680	29,104	30,680	29,104
Other borrowed funds	33	99,559	109,924	99,559	109,924
		<b>1,628,255</b>	<b>1,477,669</b>	<b>1,632,159</b>	<b>1,480,548</b>
Liabilities classified as held for sale	34(c)	122,913	142,221	-	-
<b>TOTAL LIABILITIES</b>		<b>1,751,168</b>	<b>1,619,890</b>	<b>1,632,159</b>	<b>1,480,548</b>
<b>EQUITY</b>					
Share capital and share premium	35	147,842	147,842	147,842	147,842
Retained Earnings		29,863	21,437	31,716	23,323
Other reserves		70,111	76,520	52,296	60,027
<b>EQUITY ATTRIBUTABLE TO EQUITY - HOLDERS OF THE BANK</b>		<b>247,816</b>	<b>245,799</b>	<b>231,854</b>	<b>231,192</b>
Non-controlling interest	36	6,572	6,543	-	-
<b>TOTAL EQUITY</b>		<b>254,388</b>	<b>252,342</b>	<b>231,854</b>	<b>231,192</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,005,556</b>	<b>1,872,232</b>	<b>1,864,013</b>	<b>1,711,740</b>

Signed on behalf of the Board of Directors on 28 April 2020 by:



Emeka Emuwa  
Group Managing Director  
FRC/2013/CIBN/00000001774



Joe Mbulu  
Chief Financial Officer  
FRC/2014/ICAN/00000006110



Beatrice Hamza Bassey  
Ag. Board Chair  
FRC/2020/003/00000020477

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

## Consolidated and Separate Statements of Cash Flows

For the period ended 31 March 2020

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 March 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 March 2019
	N million	N million	N million	N million
<b>Cash flows from operating activities</b>				
Profit for the year	6,017	5,274	5,955	5,187
Income tax expense	281	164	275	52
Profit before tax	<b>6,298</b>	<b>5,438</b>	<b>6,230</b>	5,239
<b>Adjustments for:</b>				
Impairment losses on loans and advances	3,558	(806)	3,558	(775)
Recoveries on loans and advances	(501)	(2,794)	(501)	(2,794)
Gain on sale of property and equipment	(10)	(9)	(6)	(9)
Depreciation of property and equipment	1,082	1,335	1,078	1,328
Amortisation of intangible assets	522	544	522	485
Interest paid on borrowings	6,779	(3,570)	6,779	(3,570)
Contributions to defined contribution plans	151	164	151	164
Increase in liability for defined benefit plans	30	10	30	10
	<b>21,466</b>	(921)	<b>(66,804)</b>	(1,515)
Change in financial assets at fair value through profit or loss	18,735	(34,019)	18,735	(34,019)
Change in pledged assets	(26,607)	(10,007)	(26,607)	(10,007)
Change in loans and advances to customers	(15,587)	(17,837)	(15,587)	(16,639)
Change in loans and advances to banks	-	-	-	-
Change in other assets	(186,825)	1,182	(92,427)	832
Change in defined benefit assets	(9,155)	79	(9,177)	79
Change in derivative financial instruments-assets	(191)	43	(191)	43
Change in derivative financial instruments-liabilities	-	2,719	-	2,706
Change in deposits from banks	-	(3,499)	-	-
Change in deposits from customers	11,093	9,561	11,218	3,505
Change in other liabilities	122,576	7,104	123,480	7,066
	<b>(64,495)</b>	<b>(45,596)</b>	<b>(57,360)</b>	<b>(47,949)</b>
Income tax paid	(1)	-	(1)	-
Payment from defined contribution plan	(150)	(174)	(150)	(174)
Payment from defined benefit plan	287	(4)	289	(4)
<b>Net cash provided by/(used in) operating activities</b>	<b>(64,359)</b>	<b>(45,774)</b>	<b>(57,222)</b>	<b>(48,127)</b>

**Cash flows from investing activities**

Additions to investment properties	(48)	(73)	-	-
Proceeds from sale of property and equipment	12	16	6	16
Acquisition of investment securities	(55,528)	40,060	(58,534)	43,160
Acquisition of property and equipment	(3,300)	(1,272)	(3,300)	(1,272)
Acquisition of intangible assets	(1,383)	(301)	(1,383)	(293)
Dividend income received	-	971	-	1,331
<b>Net cash generated from/(used in) investing activities</b>	<b>(60,246)</b>	<b>39,400</b>	<b>(63,210)</b>	<b>42,943</b>

**Cash flows from financing activities**

Repayment of borrowings	122,072	8,366	122,976	8,366
Interest paid on borrowings	(6,779)	3,570	(6,779)	3,570
Inflow from commercial papers issued	320	23,130	320	23,130
<b>Net cash generated from/(used in) financing activities</b>	<b>115,613</b>	<b>37,230</b>	<b>116,517</b>	<b>37,230</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(8,992)</b>	<b>30,857</b>	<b>(3,915)</b>	<b>32,046</b>
Cash and cash equivalents at beginning of year	320,303	233,566	320,707	159,028
Effect of exchange rate fluctuations on cash held	1,461	151	-	-
<b>Cash and cash equivalents at end of period</b>	<b>312,772</b>	<b>264,574</b>	<b>316,792</b>	<b>191,074</b>

**Consolidated and Separate Statements of Changes in Equity**  
*For the period ended 31 March 2020*

**Group**

	Share capital	Share premium	Statutory reserve	Treasury shares	Fair value reserve	Regulatory risk reserve	Share based payment reserve	AGSMEIS Reserve	Other reserves	Retained earnings	Total	Non-controlling interest	Total equity
	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million
Balance at 1 January 2020	14,607	133,235	32,453	-	21,074	3,331	-	2,358	17,304	21,437	245,799	6,543	252,342
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	893	-	-	-	-	-	-	5,095	5,988	29	6,017
<b>Other comprehensive income, net of tax</b>													
Foreign currency translation difference	-	-	-	-	-	-	-	-	1,321	-	1,321	-	1,321
Fair value gains/(loss) on investment at FVTOCI	-	-	-	-	(5,292)	-	-	-	-	-	(5,292)	-	(5,292)
Transfer from regulatory reserves	-	-	-	-	-	(3,331)	-	-	-	3,331	-	-	-
<b>Total comprehensive income for the year</b>	-	-	893	-	(5,292)	(3,331)	-	-	1,321	8,426	2,017	29	2,046
<b>Balance at 31 March 2020</b>	<b>14,607</b>	<b>133,235</b>	<b>33,346</b>	<b>-</b>	<b>15,782</b>	<b>-</b>	<b>-</b>	<b>2,358</b>	<b>18,625</b>	<b>29,863</b>	<b>247,816</b>	<b>6,572</b>	<b>254,388</b>

*For the period ended 31 March 2019*

**Group**

	Share capital	Share premium	Statutory reserve	Treasury shares	Fair value reserve	Regulatory risk reserve	Share based payment reserve	AGSMEIS Reserve	Other reserves	Retained earnings	Total	Non-controlling interest	Total equity
	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million
Restated balance at 1 January 2019	14,561	187,091	28,797	-	14,482	-	282	1,436	17,087	(44,537)	219,199	6,276	225,475
Profit for the year	-	-	778	-	-	-	-	-	-	4,435	5,213	61	5,274
<b>Other comprehensive income, net of tax</b>													
Foreign currency translation difference	-	-	-	-	-	-	-	-	153	-	153	-	153
Fair value gains/(loss) on investment at FVTOCI	-	-	-	-	2,295	-	-	-	-	-	2,295	-	2,295
Equity settled share based payment	-	-	-	-	-	-	105	-	-	-	105	-	105
<b>Total comprehensive income for the year</b>	-	-	778	-	2,295	-	105	-	153	4,435	7,766	61	7,827
<b>Balance at 31 March 2019</b>	<b>14,561</b>	<b>187,091</b>	<b>29,575</b>	<b>-</b>	<b>16,777</b>	<b>-</b>	<b>387</b>	<b>1,436</b>	<b>17,240</b>	<b>(40,102)</b>	<b>226,965</b>	<b>6,337</b>	<b>233,302</b>

**Consolidated and Separate Statements of Changes in Equity**  
*For the period ended 31 March 2020*

**Bank**

	Share capital	Share premium	Statutory reserve	Fair value reserves	Regulatory risk reserves	Share based payment reserve	AGSMEIS Reserve	Other reserves	Retained earnings	Total
	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million
Balance at 1 January 2020	14,607	133,235	32,453	19,960	3,331	-	2,358	1,925	23,323	231,192
Profit or loss	-	-	893	-	-	-	-	-	5,062	5,955
<b>Other comprehensive income</b>										
Fair value gains/(loss) on investment at FVTOCI	-	-	-	(5,293)	-	-	-	-	-	(5,293)
Transfer between reserves	-	-	-	-	(3,331)	-	-	-	3,331	-
Total comprehensive income for the year	-	-	893	(5,293)	(3,331)	-	-	-	8,393	662
<b>Balance at 31 March 2020</b>	<b>14,607</b>	<b>133,235</b>	<b>33,346</b>	<b>14,667</b>	<b>-</b>	<b>-</b>	<b>2,358</b>	<b>1,925</b>	<b>31,716</b>	<b>231,854</b>

*For the period ended 31 March 2019*

**Bank**

	Share capital	Share premium	Statutory reserve	Fair value reserves	Regulatory risk reserves	Share based payment reserve	AGSMEIS Reserve	Other reserves	Retained earnings	Total
	N million	N million	N million	N million	N million	N million	N million	N million	N million	N million
Balance at 1 January 2019	14,561	187,091	28,797	13,335	-	282	1,436	2,322	(47,736)	200,087
<b>Total comprehensive income for the year</b>										
Profit or loss	-	-	778	-	-	-	-	-	4,409	5,187
<b>Other comprehensive income</b>										
Fair value gains/(loss) on investment at FVTOCI	-	-	-	2,318	-	-	-	-	-	2,318
Equity settled share based payment	-	-	-	-	-	105	-	-	-	105
Total comprehensive income for the year	-	-	778	2,318	-	105	-	-	4,409	7,610
<b>Balance at 31 March 2019</b>	<b>14,561</b>	<b>187,091</b>	<b>29,575</b>	<b>15,653</b>	<b>-</b>	<b>387</b>	<b>1,436</b>	<b>2,322</b>	<b>(43,484)</b>	<b>207,540</b>

**1 Net interest income**

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
<b>Interest income</b>				
Cash and cash equivalents	6,490	2,706	6,489	2,705
Loans and advances to customers	18,120	17,554	18,133	17,611
Investment securities	5,170	5,038	5,090	4,875
<b>Total interest income</b>	<b>29,780</b>	<b>25,298</b>	<b>29,712</b>	<b>25,191</b>
<b>Interest expense</b>				
Deposits from customers	7,987	10,743	8,050	10,800
Lease liability	61	57	61	57
Other borrowed funds	6,779	3,570	6,779	3,570
<b>Total interest expense</b>	<b>14,827</b>	<b>14,370</b>	<b>14,890</b>	<b>14,427</b>
<b>Net interest income</b>	<b>14,953</b>	<b>10,928</b>	<b>14,822</b>	<b>10,764</b>

**2 Net fees and commission income**

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Credit Related fees and commissions income	1,068	2,236	1,068	2,236
Account Maintenance Fee	406	487	406	487
E-business fee income	2,092	1,225	2,092	1,225
Commission on LCs, Invisible Trades and Guarantees	309	319	309	319
Other fees and commission	25	67	25	67
	<b>3,900</b>	4,334	<b>3,900</b>	4,334
Fees and commission expenses	(789)	(757)	(789)	(757)
	<b>3,110</b>	<b>3,577</b>	<b>3,110</b>	<b>3,577</b>

**3 Net trading income/(loss)**

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Gain on disposal of fixed income securities	<b>4,968</b>	1,737	<b>4,968</b>	1,737
Mark to market gains/losses on fixed income securities	<b>(437)</b>	186	<b>(437)</b>	186
Foreign exchange gain on trading	<b>467</b>	305	<b>467</b>	305
	<b>5,001</b>	<b>2,228</b>	<b>5,001</b>	<b>2,228</b>

**4 Net income from other financial instruments at fair value through profit or loss**

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
<i>Equity instruments at FVTPL:</i>				
Equity	<b>2,365</b>	173	<b>2,365</b>	173
Derivatives held for risk management purposes:				
Foreign exchange swap contracts	<b>(914)</b>	629	<b>(914)</b>	629
	<b>1,451</b>	<b>802</b>	<b>1,451</b>	<b>802</b>

**5 Other operating income**

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Dividends	-	971	-	1,331
Gains on disposal of property and equipment	<b>10</b>	9	<b>6</b>	9
Foreign exchange revaluation gain	<b>2,663</b>	56	<b>2,663</b>	56
Rental income	<b>71</b>	21	<b>71</b>	21
Sundry income	<b>151</b>	131	<b>128</b>	101
	<b>2,895</b>	1,188	<b>2,868</b>	1,518

(a) Sundry income

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Cash handling fees	<b>25</b>	24	<b>25</b>	24
Fraud recoveries	-	2	-	2
Other income	<b>126</b>	105	<b>103</b>	75
	<b>151</b>	<b>131</b>	<b>128</b>	<b>101</b>

## 6 Net Impairment charge on financial assets

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	N million	N million
<b>Net impairment charge/(write-back) for credit losses</b>	<b>3,558</b>	(776)	<b>3,558</b>	(775)
Net impairment write-back on other financial assets	-	(262)	-	(262)
<b>Total net impairment loss on financial assets</b>	<b>3,558</b>	<b>(1,038)</b>	<b>3,558</b>	<b>(1,037)</b>

## 7 Personnel expenses

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	N million	N million
Wages and salaries	<b>8,003</b>	8,046	<b>7,970</b>	8,009
Contributions to defined contribution plans	<b>151</b>	164	<b>151</b>	164
Interest and current service cost on defined benefit plans	<b>30</b>	10	<b>30</b>	10
	<b>8,184</b>	<b>8,220</b>	<b>8,151</b>	8,183

## 8 Other operating expenses

	<b>Group March 2020</b>	Group March 2019	<b>Bank March 2020</b>	Bank March 2019
	<b>N million</b>	N million	N million	N million
NDIC Premium	<b>1,159</b>	1,074	<b>1,159</b>	<b>1,074</b>
AMCON surcharge	<b>2,259</b>	1,866	<b>2,259</b>	<b>1,866</b>
Non-discretionary regulatory costs	<b>3,418</b>	2,940	<b>3,418</b>	2,940
Auditors' remuneration	<b>47</b>	47	<b>45</b>	45
Rents and Rates	<b>165</b>	210	<b>165</b>	208
Accommodation and travels	<b>134</b>	101	<b>131</b>	102
Fleet management and vehicle related expenses	<b>148</b>	141	<b>148</b>	141
Repair and Maintenance	<b>362</b>	354	<b>361</b>	351
Professional fees	<b>394</b>	122	<b>394</b>	113
Advertising and Promotion expenses	<b>267</b>	460	<b>267</b>	460
Security expense	<b>384</b>	303	<b>384</b>	303
Expenses on software	<b>1,196</b>	1,326	<b>1,196</b>	1,326
Donations and Subscriptions	<b>125</b>	26	<b>125</b>	26
Cash movement expense	<b>281</b>	368	<b>281</b>	368
Diesel and power	<b>569</b>	617	<b>569</b>	617
General administrative expenses	<b>639</b>	406	<b>630</b>	395
Insurance	<b>87</b>	93	<b>86</b>	92
	<b>8,216</b>	7,514	<b>8,200</b>	7,487

**9 Income tax expense**

**(a) Recognised in the profit or loss**

	Group March 2020 N million	Group March 2019 N million	Bank March 2020 N million	Bank March 2019 N million
<b>Current tax expense</b>				
Company Income Tax	219	25	213	-
NITDA Levy	62	52	62	52
Total income tax expense	281	77	275	52

**10 Earnings per share**

**(a) Basic earnings per share**

Earnings/(loss) per share has been computed based on profit after taxation attributable to the Group ordinary shareholders and the weighted average number of shares in issue during the year is as follows.

*Weighted average number of ordinary shares*

	Group March 2020	Group March 2019	Bank March 2020	Bank March 2019
Issued ordinary shares at beginning of the year	29,213	29,121	29,213	29,121
Weighted effect of shares issued during the year	29,213	29,121	29,213	29,121

**(b) Profit attributable to ordinary shareholders**

	Group March 2020	Group March 2019	Bank March 2020	Bank March 2019
<i>In millions of Nigerian Naira</i>				
Profit from continuing operations attributable to equity holders of bank	6,025	4,869	5,955	5,187
Basic earnings per share (in kobo)	21	17	20	18
Profit from discontinued operations attributable to equity holders of bank	-	344		
Basic earnings/(loss) per share (in kobo)	(0.22)	2		

**(c) Diluted earnings per share**

Basic EPS and Diluted EPS are the same for the Group and the Bank as there were no additional issue of shares during the period

11 Cash and cash equivalents	Group	Group	Bank	Bank
	31 March	31 December	31 March	31 December
	2020	2019	2020	2019
	N million	N million	N million	N million
Cash and balances with banks	86,646	73,346	86,646	73,403
Unrestricted balances with central bank	43,334	63,485	43,334	63,485
Money market placements	182,874	183,554	186,894	183,901
	312,854	320,385	316,874	320,789
ECL Impairment on cash and cash equivalents	(82)	(82)	(82)	(82)
	312,772	320,303	316,792	320,707

12 Financial assets at fair value through profit or loss	Group	Group	Bank	Bank
	31 March	31 December	31 March	31 December
	2020	2019	2020	2019
	N million	N million	N million	N million
Government bonds	-	6,303	-	6,303
Treasury bills	4,587	17,019	4,587	17,019
	4,587	23,322	4,587	23,322

13 Pledged assets	Financial assets that may be repledged or resold by counterparties			
	Group	Group	Bank	Bank
	31 March	31 December	31 March	31 December
	2020	2019	2020	2019
	N million	N million	N million	N million
Treasury bills	37,719	8,157	37,719	8,157
Bonds	8,744	11,716	8,744	11,716
Placement	294	277	294	277
	46,757	20,150	46,757	20,150

Financial assets are pledged as collateral as part of securitized borrowing under terms that are usual and customary for such activities.

14 Derivative financial instruments	Group			
	31 March 2020		31 December 2019	
	Assets	Liabilities	Assets	Liabilities
	N million	N million	N million	N million
Instrument Type:				
FX swaps	7,272	-	7,081	-
Non-deliverable futures	-	2,111	-	2,111
	7,272	2,111	7,081	2,111
Instrument Type:				
FX swaps	7,272	-	7,081	-
Non-deliverable futures	-	2,111	-	2,111
	7,272	2,111	7,081	2,111

The Group uses derivatives not designated in a qualifying hedge relationship, to manage its exposure to foreign currency risks. The instruments used include forward contracts and cross currency linked forward contracts.

15 Loans and advances to customers at amortised cost

(a)	<b>Group</b>	Group	<b>Bank</b>	Bank
	<b>31 March 2020</b>	31 December 2019	<b>31 March 2020</b>	31 December 2019
	<b>N million</b>	N million	<b>N million</b>	N million
FCY Loans	305,619	304,898	305,619	304,898
LCY Loans	305,496	290,400	305,496	290,400
Gross amount	611,115	595,298	611,115	595,298
<b>IFRS 9</b>				
Stage 1 impairment	<b>(4,711)</b>	(8,529)	<b>(4,711)</b>	(8,529)
Stage 2 impairment	<b>(26,938)</b>	(19,321)	<b>(26,938)</b>	(19,321)
Stage 3 impairment	<b>(16,323)</b>	(16,835)	<b>(16,323)</b>	(16,835)
Total impairment	<b>(47,972)</b>	(44,685)	<b>(47,972)</b>	(44,685)
Carrying amount	<b>563,143</b>	550,613	<b>563,143</b>	550,613
Impaired Loan	36,379	34,760	36,379	34,760
Unimpaired Loan	20,945	23,959	20,945	23,959
Stage 3 Loans	57,324	66,405	57,324	66,405
NPL Ratio	<b>5.95%</b>	<b>5.84%</b>	<b>5.95%</b>	<b>5.84%</b>
Impaired Loan Ratio (ILR)	<b>5.95%</b>	<b>5.84%</b>	<b>5.95%</b>	5.84%
Loan Coverage Ratio	131.87%	129.46%	131.87%	129.46%
Loan-Deposit ratio	68.10%	67.17%	68.09%	67.16%

**16 Investment in equity accounted investee**

	<b>Group</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Group 31 December 2019 N million	<b>Bank</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Bank 31 December 2019 N million
Cost				
Balance, beginning of the year	115	115	91	91
Impairments	(115)	(115)	(91)	(91)
Balance, end of the year	-	-	-	-

**17 Investment securities**

	<b>Group</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Group 31 December 2019 N million	<b>Bank</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Bank 31 December 2019 N million
Investment securities at fair value through other comprehensive income (FVOCI) (see note (a) below)	<b>231,927</b>	180,329	231,927	180,329
Investment at fair value through profit or loss (FVTPL) (see note (b) below)	<b>40,503</b>	38,138	40,503	38,138
Investment securities at amortised cost (see note (c) below)	<b>34,924</b>	38,651	34,479	35,199
Impairment on securities (see note (c) below)	<b>(33)</b>	(33)	(33)	(33)
	<b>307,321</b>	257,085	<b>306,876</b>	253,633

	<b>Group</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Group 31 December 2019 N million	<b>Bank</b> <b>31 March</b> <b>2020</b> <b>N million</b>	Bank 31 December 2019 N million
(a) <i>Investment securities at fair value through other comprehensive income comprise:</i>				
- <i>Investments in debt securities:</i>				
Treasury bills	<b>206,385</b>	134,631	<b>206,385</b>	134,631
FGN Bonds	<b>9,941</b>	33,286	<b>9,941</b>	33,286
State Bonds	<b>4,417</b>	3,488	<b>4,417</b>	3,488
Corporate Bonds	<b>5,269</b>	44	<b>5,269</b>	44
Commercial Paper	<b>963</b>	3,922	<b>963</b>	3,922
FGN Promissory note	<b>1,836</b>	1,842	<b>1,836</b>	1,842
Total investment in debt securities	<b>228,811</b>	177,213	<b>228,811</b>	177,213
- <i>Equity instruments at fair value through other comprehensive income comprise:</i>				
Equity: Quoted see (i) below	<b>1,976</b>	1,976	<b>1,976</b>	1,976
Unquoted see (ii) below	<b>1,140</b>	1,140	<b>1,140</b>	1,140
Net Total -Equity instruments	<b>3,116</b>	3,116	<b>3,116</b>	3,116
Total investment securities at FVTOCI	<b>231,927</b>	180,329	<b>231,927</b>	180,329
(i) Investment in REIT	<b>1,976</b>	1,976	<b>1,976</b>	1,976
(ii) <b>Investment in unquoted equities</b>				
Nigeria Auto Clearing System	<b>427</b>	427	<b>427</b>	427
Credit Reference Company	<b>82</b>	82	<b>82</b>	82
Central Securities Clearing System	<b>100</b>	100	<b>100</b>	100
Sanef Ltd	<b>50</b>	50	<b>50</b>	50
Unique Venture Funds Ltd	<b>481</b>	481	<b>481</b>	481
	<b>1,140</b>	<b>1,140</b>	<b>1,140</b>	<b>1,140</b>
<b>Total</b>	<b>3,116</b>	<b>3,116</b>	<b>3,116</b>	<b>3,116</b>

(b) *Investment at fair value through profit or loss comprise:*

Investment in equity				
Afrexim Bank	4,139	3,929	4,139	3,929
Africa Finance Corporation (AFC)	36,364	34,209	36,364	34,209
	<b>40,503</b>	<b>38,138</b>	<b>40,503</b>	<b>38,138</b>

(c) *Fixed income securities at amortised cost comprise:*

Treasury bills	445	3,452	-	-
Federal Government of Nigeria -Bonds	29,145	29,264	29,145	29,264
State Government of Nigeria -Bonds	5,334	5,935	5,334	5,935
Total - Fixed income	<b>34,924</b>	<b>38,651</b>	<b>34,479</b>	<b>35,199</b>

Stage 1 impairment	(33)	(33)	(33)	(33)
<b>Total impairment</b>	<b>(33)</b>	<b>(33)</b>	<b>(33)</b>	<b>(33)</b>
<b>Net Total -Fixed income securities</b>	<b>263,702</b>	<b>215,831</b>	<b>263,257</b>	<b>212,379</b>

<b>Total investment securities</b>	<b>307,321</b>	<b>257,085</b>	<b>306,876</b>	<b>253,633</b>
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**18 Trading properties**

This represents the cost of real estate properties held by the Group which are designated for resale. The movement on the trading properties account during the year was as follows:

	<b>Group 31 March 2020 N million</b>	Group 31 December 2019 N million	<b>Bank 31 March 2020 N million</b>	Bank 31 December 2019 N million
Balance, beginning of year	187	187	187	187
Balance, end of year	187	187	187	187

**19 Investment Properties**

These investment properties were last revalued during the year ended 31 December 2017 by Messrs. Bode Adediji Partnership, a firm of estate surveyors and valuers, using the open market basis of valuation, and their reports were dated 31 December 2017 for UBN Property Company Plc respectively. As at 31 December 2019, the Directors are of the opinion that there were no material fluctuations in the value of the Bank's investment properties since the last valuation.

	<b>Group 31 March 2020 N million</b>	Group 31 December 2019 N million	<b>Bank 31 March 2020 N million</b>	Bank 31 December 2019 N million
Balance, beginning of the year	5,701	5,030	-	-
Additions to investment property	48	671	-	-
Balance, end of the year	5,749	5,701	-	-

**20 Investment in subsidiaries  
Cost**

	<b>Bank 31 March 2020 N million</b>	Bank 31 December 2019 N million
UBN Property Company Plc	2,195	2,195
	2,195	2,195

- (a) The subsidiary companies, country of incorporation, nature of business and percentage equity holding are detailed below:

Company Name	Country Incorporation	Nature of business	Direct ownership interest	
			31 March 2020 Status/%	31 December 2019 Status/%
UBN Property Company Plc (i)	Nigeria	Property Development	39	39
Union Bank UK Plc (ii) (Classified s held for sale)	United Kingdom	Licensed UK Bank	100	100

(i) **UBN Property Company Limited (Registered office at 36, Marina, Lagos)**

The Company has 5,626,416,051 ordinary shares of N1.00 each of which 39.01% (December 2019 - 39.01%) is held by the Bank. In line with IFRS 10- Consolidated Financial Statement, Union Bank of Nigeria Plc has control over this entity as it has the power, exposure to variability of returns and a strong link between power and variability of returns. The Bank also governs the financial and operating policies of UBN Property Company Limited.

(ii) **Union Bank UK Plc (Registered office at 1 King's Arms Yard, London, EC2R 7AF)**

The Bank directly holds 100% holding of Union Bank UK's 60,000,000 ordinary shares and 99% of its 50,000 deferred shares of GBP1 each and 1% indirect holding through Williams Street Trustees Limited, the nominee company for Union Bank of Nigeria Plc . Union Bank UK Plc was incorporated in December, 2004 as an authorised United Kingdom subsidiary to carry out the business formerly conducted by the London Branch of Union Bank of Nigeria Plc. Union Bank UK Plc has been classified as assets held for sale in line with the requirements of IFRS 5

**21 Property and equipment**

(a) **Group:**

The movement in these accounts during the period was as follows:

	<b>Land</b>	<b>Buildings</b>	<b>Leasehold improvement</b>	<b>Fixtures and fittings</b>	<b>Furniture &amp; equipment</b>	<b>Motor vehicles</b>	<b>Capital work in progress</b>	<b>Total</b>
	N million	N million	N million	N million	N million	N million	N million	N million
<b>Cost</b>								
Balance at 1st January, 2020	12,859	21,633	17,982	4,852	29,075	2,149	2,716	91,266
Exchange difference	-	-	-	-	-	-	-	-
Additions	27	3	44	92	497	-	2,635	3,300
Disposals	(0)	(0)	(353)	373	(23)	-	-	(3)
Balance as at 31 March 2020	<u>12,886</u>	<u>21,636</u>	<u>17,674</u>	<u>5,318</u>	<u>29,550</u>	<u>2,149</u>	<u>5,351</u>	<u>94,563</u>
Balance at 1st January, 2019	13,275	21,865	17,473	4,549	26,693	2,096	2,716	88,668
Exchange difference	-	-	1	-	31	-	-	32
Additions	25	207	1,140	323	1,847	33	-	3,575
Disposals	(441)	(439)	(57)	(46)	(136)	(10)	-	(1,129)
Reclassification to other assets	-	-	(575)	25	640	29	-	120
Balance as at 31 December 2019	<u>12,859</u>	<u>21,633</u>	<u>17,982</u>	<u>4,852</u>	<u>29,075</u>	<u>2,149</u>	<u>2,716</u>	<u>91,266</u>
	-	-	-	-	-	-	-	-
<b>Depreciation and impairment losses</b>								
Balance at 1st January 2020	-	6,756	2,498	4,329	18,120	1,633	-	33,336
Charge for the period	-	100	99	113	704	67	-	1,082
Reclassifications	-	(1)	(2)	3	141	(1)	-	139
Balance as at 31 March 2020	<u>-</u>	<u>6,855</u>	<u>2,594</u>	<u>4,481</u>	<u>18,893</u>	<u>1,698</u>	<u>-</u>	<u>1,186</u>
Balance at 1st January, 2019	-	6,412	2,215	1,913	16,754	1,420	-	28,714
Exchange difference	-	-	-	-	40	-	-	40
Charge for the year	-	408	358	460	3,766	270	-	5,262
Disposals	-	(93)	(13)	(30)	(121)	(10)	-	(267)
Write-off/Adj	-	-	-	-	(1)	(2)	-	(3)
Reclassifications	-	-	-	-	(413)	(35)	-	(448)
Reclassification from discontinued operations	-	-	-	-	-	-	-	-
Balance as at 31 December 2019	<u>-</u>	<u>6,728</u>	<u>2,560</u>	<u>2,343</u>	<u>20,025</u>	<u>1,643</u>	<u>-</u>	<u>33,298</u>
(iii) <b>Net Book Value</b>								
<b>Balance as at 31 March 2020</b>	<u><b>12,886</b></u>	<u><b>14,781</b></u>	<u><b>15,080</b></u>	<u><b>837</b></u>	<u><b>10,656</b></u>	<u><b>450</b></u>	<u><b>5,351</b></u>	<u><b>60,041</b></u>
Balance as at 31 December 2019	<u>12,859</u>	<u>14,905</u>	<u>15,423</u>	<u>2,509</u>	<u>9,050</u>	<u>506</u>	<u>2,716</u>	<u>57,968</u>

(iv) In the opinion of the directors, the market value of the Group's properties is not less than the value shown in the financial statements.

(v) Exchange difference relates to the conversion of property and equipments acquired in the overseas office at the rate of exchange ruling at the end of the period.

(v) Capital work in progress represents construction costs in respect of new offices. On completion of construction, the related amounts are transferred to appropriate categories of property and equipment.

(vi) There were no capitalised borrowing costs related to the acquisition of property and equipment during the period (December 2019: nil)

(b) **Bank:**

The movement in these accounts during the period was as follows:

	<b>Land</b>	<b>Buildings</b>	<b>Leasehold improvement</b>	<b>Fixtures and fittings</b>	<b>Furniture &amp; equipment</b>	<b>Motor vehicles</b>	<b>Capital work in progress</b>	<b>Total</b>
	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million
<b>(i) Cost</b>								
Balance at 1st January 2020	12,833	21,634	18,318	4,901	28,719	2,147	2,714	91,266
Additions	27	3	44	92	497	-	2,635	3,300
Reclassifications	(0)	(0)	(353)	373	(23)			(3)
Balance as at 31 March 2020	<b>12,860</b>	<b>21,637</b>	<b>18,009</b>	<b>5,367</b>	<b>29,194</b>	<b>2,147</b>	<b>5,349</b>	<b>94,563</b>
Balance at 1st January 2019	13,249	21,865	17,361	4,550	26,422	2,042	2,714	88,203
Additions	25	207	1,141	323	1,793	86	-	3,576
Disposals	(441)	(439)	(57)	(46)	(136)	(10)	-	(1,129)
Reclassifications to other assets	-	-	(127)	74	640	29	-	617
Balance as at 31 December 2019	12,833	21,634	18,318	4,901	28,719	2,147	2,714	91,266
<b>(ii) Accumulated depreciation</b>								
Balance at 1st January 2020	-	6,756	2,498	2,343	20,106	1,633	-	33,336
Charge for the period	-	100	99	113	702	65	-	1,078
Reclassifications	-	(1)	(2)	3	141	(1)	-	139
Balance as at 31 March 2020	-	<b>6,855</b>	<b>2,594</b>	<b>2,459</b>	<b>20,949</b>	<b>1,696</b>	-	<b>34,553</b>
Restated balance at 1st January 2019	-	6,440	2,138	1,913	16,508	1,374	-	28,374
Charge for the year	-	408	371	460	3,756	267	-	5,262
Disposals	-	(93)	(13)	(30)	(121)	(10)	-	(267)
Reclassifications	-	-	-	-	(37)	-	-	(37)
Balance as at 31 December 2019	-	<b>6,756</b>	<b>2,497</b>	<b>2,343</b>	<b>20,106</b>	<b>1,631</b>	-	<b>33,333</b>
<b>(iii) Net Book Value</b>								
<b>Balance as at 31 March 2020</b>	<b>12,860</b>	<b>14,782</b>	<b>15,415</b>	<b>2,907</b>	<b>8,245</b>	<b>451</b>	<b>5,349</b>	<b>60,010</b>
Balance as at 31 December 2019	12,833	14,878	15,822	2,558	8,614	516	2,714	57,934

(iv) In the opinion of the directors, the market value of the Bank's properties is not less than the value shown in the financial statements.

(v) Capital work in progress represents construction costs in respect of new offices. On completion of construction, the related amounts are transferred to appropriate categories of property and equipment.

(vi) There were no capitalised borrowing costs related to the acquisition of property and equipment during the period (December 2019: nil)

**22 Intangible assets**

	<b>Group</b> 31 March 2020 N million	Group 31 December 2019 N million	<b>Bank</b> 31 March 2020 N million	Bank 31 December 2019 N million
<b>Cost</b>				
Balance, beginning of the year	13,046	12,743	13,045	11,365
Additions	1,383	1,515	1,383	1,515
Reclassification	35	165	35	165
Disposal	-	166	-	-
Reclassified to discontinued operations	-	(1,543)	-	-
Balance, end of period	<b>14,463</b>	13,046	<b>14,463</b>	13,045
<b>Amortization and impairment losses</b>				
Balance, beginning of the year	7,664	6,698	7,664	5,737
Amortisation for the year	522	1,927	522	1,927
Reclassified to discontinued operations	-	(961)	-	-
Balance, end of period	<b>8,186</b>	7,664	<b>8,186</b>	7,664
<b>Carrying amounts as at period end</b>	<b>6,277</b>	<b>5,382</b>	<b>6,277</b>	<b>5,381</b>
Balance as at 31 March 2020	5,382	6,045	5,381	5,628

- (i) In the opinion of the directors, the market value of the Group's software is not less than the value shown in the financial statements.
- (ii) There were no capitalised borrowing costs related to the acquisition of software during the year (December 2019: nil)

**23 Right of Use Assets**

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
Gross Amount	3,166	3,452	3,166	3,452
Depreciation Expense	(127)	(529)	(127)	(529)
<b>Carrying Amount as at period end</b>	<b>3,038</b>	2,921	<b>3,038</b>	2,921

**24 Deferred tax assets and liabilities**

**Recognised deferred tax assets and liabilities**

Deferred tax assets and liabilities are attributable to the following:

**Group**

31 January 2020

	<b>Assets</b> N million	<b>Liabilities</b> N million	<b>Net</b> N million
Property, equipment, and software	-	6,847	(6,847)
Allowances for loan losses	-	192	(192)
Foreign exchange gains	573	-	573
Tax loss carry forward	100,630	-	100,630
Others	1,711	-	1,711
Net tax assets (liabilities)	102,914	7,039	95,875

**Deferred tax liabilities**

	<b>Liabilities</b> N million	<b>Net</b> N million
Property, equipment, and software	226	226
Net tax assets (liabilities)	226	226
Net deferred tax		95,649

**31 December 2019**

	<b>Assets</b>	<b>Liabilities</b>	<b>Net</b>
	N million	N million	N million
Property, equipment, and software	-	6,847	(6,847)
Allowances for loan losses	-	192	(192)
Foreign exchange gains	573	-	573
Tax loss carry forward	100,630	-	100,630
Others	1,711	-	1,711
<b>Net tax assets (liabilities)</b>	<b>102,914</b>	<b>7,039</b>	<b>95,875</b>

**Deferred tax liabilities**

	<b>Liabilities</b>	<b>Net</b>
	N million	N million
Property, equipment, and software	226	226
Net tax assets (liabilities)	226	226
<b>Net deferred tax</b>		<b>95,612</b>

**Bank**

31 January 2020

	<b>Assets</b>	<b>Liabilities</b>	<b>Net</b>
	N million	N million	N million
Property, equipment, and software	-	6,847	(6,847)
Allowances for loan losses	-	192	(192)
Foreign exchange gains	573	-	573
Tax loss carry forward	100,630	-	100,630
Others	1,711	-	1,711
<b>Net tax assets (liabilities)</b>	<b>102,914</b>	<b>7,039</b>	<b>95,875</b>

31 December 2019

	<b>Assets</b>	<b>Liabilities</b>	<b>Net</b>
	N million	N million	N million
Property, equipment, and software	-	6,847	(6,847)
Allowances for loan losses	-	192	(192)
Foreign exchange gains	573	-	573
Tax loss carry forward	100,630	-	100,630
Others	1,711	-	1,711
<b>Net tax assets (liabilities)</b>	<b>102,914</b>	<b>7,039</b>	<b>95,875</b>

**Deferred tax assets and liabilities**

**Movement on the net deferred tax assets/(liabilities) account during the year:**

	<b>Group</b>	Group	<b>Bank</b>	Bank
	<b>31 March</b>	31 December	<b>31 March</b>	31 December
	<b>2020</b>	2019	<b>2020</b>	2019
	N million	N million	N million	N million
Balance, beginning of the year	<b>95,720</b>	95,809	<b>95,875</b>	95,875
Credit for the year	<b>(71)</b>	(132)	-	-
<b>Net deferred tax assets/(liabilities)</b>	<b>95,649</b>	95,720	<b>95,875</b>	95,875
<i>Made up of</i>				
Deferred tax assets	102,914	7,039	102,914	102,914
Deferred tax liabilities	(7,039)	(7,039)	(7,039)	(7,039)

### Recognised and unrecognised deferred tax assets

Recognition of deferred tax assets of N95,875 (December 2019: N95,875) is based on management's profit forecasts (which are based on the available evidence, including historical levels of profitability), which indicate that it is probable that the Group's entities will have taxable profits against which these assets can be utilized.

### 25 Other assets

	Group 31 March 2020	Group 31 December 2019	Bank 31 March 2020	Bank 31 December 2019
	N million	N million	N million	N million
Cash Reserve Requirement	340,330	270,520	340,330	270,520
Excess CRR balance to be refunded (see (i))	25,523	25,523	25,523	25,523
Total Cash Reserve Requirement (see (ii))	365,853	296,043	365,853	296,043
<b>Other assets:</b>				
Clearing	361	1,376	361	1,376
Accounts receivable	790	777	160	160
Prepayments	7,276	3,255	7,256	3,243
Receivable on FX forward (see (iii))	29,485	26,888	29,485	26,888
Sundry assets (see (iv))	44,659	40,797	44,399	40,494
	82,571	73,093	81,661	72,161
Impairment on other assets	(7,748)	(7,425)	(6,554)	(6,231)
Net other assets	74,823	65,668	75,107	65,930
	440,676	361,711	440,960	361,973

- (i) The MPC meeting held on Jan 23-24, 2020 increased CRR to 27.5% . The excess CRR funds are only released to banks to fund approved eligible real sector projects.
- (ii) The Bank had restricted balances of N365,853 billion (December 2019: N296.043billion) with the Central Bank of Nigeria (CBN) as at 31 December 2019, representing the cash reserve requirement (CRR). The CRR is a mandatory cash deposit which should be held with the Central Bank of Nigeria as a regulatory requirement. The CRR is non interest bearing and is not available for use in the Group's day-to-day operations. As at 31 March 2020, the CRRs in force was 27.5% (Dec 2019: 22.5%).

#### (iii) Receivable on FX forward

The balance represents the value of foreign currency receivable on forward transactions with Central Bank of Nigeria.

#### (iv) Other Sundry assets

	Group 31 March 2020	Group 31 December 2019	Bank 31 March 2020	Bank 31 December 2019
	N million	N million	N million	N million
Frauds and losses	1,536	1,540	1,536	1,540
Advance payments for PPE	749	630	749	630
Receivable from Union Homes	961	961	961	961
Property under dispute	1,352	1,352	1,352	1,352
Garnishee Order	1,334	1,306	1,334	1,306
ATM receivable	2,913	3,187	2,913	3,187
Dividend Receivable	396	432	396	432
Receivable on electronic transfers and collections	3,304	2,941	3,304	2,941
Master/Visa card electronic settlement	389	1,501	389	1,501
Investment in AgriBusiness/SMEEIS	2,358	2,358	2,358	2,358
Discounted Fx Forwards	8,354	5,120	8,354	5,120
Prepaid inventory items	330	324	330	324
Cash in Transit	1,851	3,465	1,851	3,465
Receivable for FX purchase	8,509	3,697	8,509	3,697
Other account balances	10,358	10,215	10,098	9,911
Balance, end of year	44,659	40,797	44,399	40,494

**26 Deposits from customers**

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 December 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 December 2019
	N million	N million	N million	N million
Term deposits	265,979	229,096	266,169	229,161
Current deposits	340,581	392,529	340,581	392,529
Savings	290,796	264,638	290,796	264,638
	<b>897,356</b>	886,263	<b>897,546</b>	886,328
Low-cost deposits	631,377	657,167	631,377	657,167
Low-cost deposits as % of total customer deposits	70.4%	74.2%	70.3%	74.1%
<b>Deposits by currency</b>				
Local currency deposits	685,669	707,068	685,669	707,068
Foreign currency deposits	211,687	179,195	211,877	179,260
	<b>897,356</b>	886,263	<b>897,546</b>	886,328

**27 Current tax liabilities**

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 December 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 December 2019
	N million	N million	N million	N million
Balance, beginning of year	486	581	380	232
Classification as Discontinued operations	-	(198)	-	-
Charge for the year	280	478	275	371
Payments during the year	(1)	(375)	(1)	(223)
Balance, end of year	<b>765</b>	486	<b>654</b>	380

**28 Other liabilities**

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 December 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 December 2019
	N million	N million	N million	N million
Deposits for foreign currency	228,177	222,919	228,177	222,919
Due to foreign correspondent banks	44,602	35,658	44,602	35,658
PAYE and other statutory deductions	1,097	772	1,097	772
Draft and Bills payable	2,417	2,434	2,417	2,434
AMCON contribution payable	1,816	1,816	1,816	1,816
Creditors and accruals (see (a) below)	2,456	5,464	2,437	5,436
Unearned income	481	443	481	443
Provision for claims and contingencies (see (b) below)	2,648	2,595	2,648	2,595
Accounts payable	6,246	5,540	6,246	5,540
OBB/REPO takings	9,709	9,164	9,709	9,164
Other provisions (see note (c) below)	285	257	285	257
Electronic collections and other e-payment liabilities	4,962	52,120	4,962	52,120
Liability for pledged assets	137,576	89,637	137,576	89,637
Liability for investment contract	107,477	-	107,477	-
Other credit balances	5,741	4,296	9,812	7,472
	<b>555,691</b>	<b>433,115</b>	<b>559,743</b>	<b>436,263</b>

Lease Liability	1,711	-	1,711	-
<b>Total other liabilities</b>	<b>557,402</b>	<b>433,115</b>	<b>561,454</b>	<b>436,263</b>

(a) **Creditors and accruals**

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 December 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 December 2019
	N million	N million	N million	N million
Accrued IT Consumables	455	294	455	294
Accruals for professional and consultancy fees	233	162	233	162
Accrued Training Expenses	71	250	71	250
Accrued Advert And Public Relations Fees	221	258	221	258
Accrual for staff related allowances	1,312	3,660	1,312	3,660
Accrued Rent	168	146	168	146
Accrued others	- 4	694	- 23	666
	<b>2,456</b>	5,464	<b>2,437</b>	<b>5,436</b>

(b) The movement on provision for claims and contingencies during the year was as follows

	<b>Group</b> <b>31 March</b> <b>2020</b>	Group 31 December 2019	<b>Bank</b> <b>31 March</b> <b>2020</b>	Bank 31 December 2019
	N million	N million	N million	N million
Balance, beginning of year	2,595	3,070	2,595	3,070
Charge/(reversal during the year)	53	(475)	53	(475)
Balance, end of the year	<b>2,648</b>	2,595	<b>2,648</b>	2,595

**29 Employee benefit obligations**

	<b>Group 31 March 2020</b>	Group 31 December 2019	<b>Bank 31 March 2020</b>	Bank 31 December 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Post employment benefit obligation (see (a) below)	<b>82</b>	81	<b>82</b>	81
Other long-term employee benefits	<b>1,079</b>	761	<b>1,078</b>	759
	<b>1,161</b>	842	<b>1,160</b>	840

**(a) Post employment benefit obligation**

	<b>Group 31 March 2020</b>	Group 31 December 2019	<b>Bank 31 March 2020</b>	Bank 31 December 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Defined contribution scheme (see (i) below)	<b>82</b>	81	<b>82</b>	81
	<b>82</b>	81	<b>82</b>	81
Defined benefit asset	1,671	1,395	1,671	1,395
Net defined benefit obligation	1,671	1,395	1,671	1,395

**(i) Defined Contribution Scheme**

	<b>Group 31 March 2020</b>	Group 31 December 2019	<b>Bank 31 March 2020</b>	Bank 31 December 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Balance, beginning of year	<b>81</b>	89	<b>81</b>	89
Charge during the year	<b>151</b>	628	<b>151</b>	628
Contribution remitted during the year	<b>(150)</b>	(636)	<b>(150)</b>	(636)
Balance, end of year	<b>82</b>	81	<b>82</b>	81

The Group and its employees make respective contributions of 10% and 8% of basic salary, housing and transport allowance to each retirement savings account maintained with employees' nominated Pension Fund Administrators.

**(ii) Defined benefit obligation**

The Group also has a Legacy defined benefits pension scheme for its staff, which was set up prior to passage of the Pension Reform Act. Under the scheme, terminal benefits were determined with reference to the employees' salaries upon disengagement. As at the period end, the Group has transferred the benefits to the Retirement Savings Accounts (RSA) of the affected employees and the obligations are funded by plan assets.

(b) **Other long-term employee benefits**

Other long-term employee benefit represents liability in respect of long service award.

The basis of determining the benefit due to an employee is as stated below:

Length of service	Transaction officer and below	Executive trainee-Manager	SM - GM
10 years	10% of Annual Basic Salary Cash Award of N75,000	10% of Annual Basic Salary Cash Award of N120,000	10% of Annual Basic Salary Cash Award of N150,000.00
15 years	15% of Annual Basic Salary Cash Award of N100,000	15% of Annual Basic Salary Cash Award of N175,000	15% of Annual Basic Salary Cash Award of N180,000.00
20 years	20% of Annual Basic Salary Cash Award of N125,000	20% of Annual Basic Salary Cash Award of N220,000	20% of Annual Basic Salary Cash Award of N250,000.00
25 years	25% of Annual Basic Salary Cash Award of N150,000	25% of Annual Basic Salary Cash Award of N250,000	25% of Annual Basic Salary Cash Award of N375,000.00
30 years	30% of Annual Basic Salary Cash Award of N175,000	30% of Annual Basic Salary Cash Award of N300,000	30% of Annual Basic Salary Cash Award of N625,000.00
35 years	35% of Annual Basic Salary Cash Award of N250,000	35% of Annual Basic Salary Cash Award of N375,000	35% of Annual Basic Salary Annual Basic Salary

The amounts recognised in the statement of financial position are as follows:

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
	<b>N million</b>	N million	<b>N million</b>	N million
Present value of unfunded obligation	<b>1,079</b>	761	<b>1,078</b>	759
Total present value of the obligation	<b>1,079</b>	761	<b>1,078</b>	759
Present value of net obligation	<b>1,079</b>	761	<b>1,078</b>	759
Recognized liability for defined benefit obligations	<b>1,079</b>	761	<b>1,078</b>	759

**30 Debt securities issued**

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
	N million	N million	N million	N million
Short term bonds	7,190	7,446	7,190	7,446
Long term bonds	6,253	6,501	6,253	6,501
	<b>13,443</b>	13,947	<b>13,443</b>	13,947

Amount represents debt Issuance Program. The Short term bonds are senior unsecured fixed rate bonds with a maturity tenor of three (3) years. The Long term bonds are senior unsecured fixed rate bonds with a maturity tenor of seven (7) years.

**31 Commercial Papers**

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
Commercial Papers Series 3	8,923	-	8,923	-
Commercial Papers Series 4	16,629	-	16,629	-
	<b>25,552</b>	-	<b>25,552</b>	-

**32 Long Term Subordinated bond**

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
Series 3 bonds	30,680	29,104	30,680	29,104
	<b>30,680</b>	29,104	<b>30,680</b>	<b>29,104</b>

Amount represents a N30 billion subordinated unsecured fixed rate bonds. It forms part of the N100 billion domestic bond programme of the bank.

**33 Other borrowed funds**

	<b>Group</b> 31 March 2020	Group 31 December 2019	<b>Bank</b> 31 March 2020	Bank 31 December 2019
	N million	N million	N million	N million
Due to CAC (see (a))	7,082	7,977	7,082	7,977
BOI on-lending facilities (see note (b) )	2,810	3,028	2,810	3,028
CBN RSS-on lending (see (c))	19,002	19,502	19,002	19,502
Trade finance lending (see (d))	46,790	53,705	46,790	53,705
Other borrowings (see (e))	23,290	25,106	23,290	25,106
SME on-lending scheme	585	606	585	606
	<b>99,559</b>	109,924	<b>99,559</b>	109,924

(a) This represents the outstanding balance on an unsecured facility of N18,167,000,000 disbursed by the Central Bank of Nigeria (CBN), as part of its developmental role, in collaboration with the Federal Government of Nigeria represented by the Federal Ministry of Agriculture and Water Resources which established the Commercial Agriculture Credit Scheme for promoting agricultural enterprises in Nigeria. The funds are made available to participating banks at zero cost, for on lending to commercial agricultural enterprises at a maximum rate of 9.00% p.a.

(b) This represents the outstanding balance of an intervention credit granted to the Bank by the Bank of Industry (BOI), a company incorporated in Nigeria for the purpose of refinancing / or restructuring existing loans to Small and Medium Scale Enterprises (SMEs) and manufacturing companies. The total facility is secured by Federal Government of Nigeria securities worth N2.8 billion (Dec. 2019: N3 billion) and has a 15-period tenor and repayable quarterly.

A management fee of 1% , deductible at source, is paid by the Bank to BOI under the on-lending agreement and the Bank is under obligation to on-lend to customers at an all-in interest rate of 7% per annum. Though the facility is meant for on-lending to borrowers in specified sectors, the Bank remains the primary obligor to the BOI and therefore assumes the risk of default of customers.

(c) The amount of N19bn (December 2019: N19.5bn) represents the outstanding balance on the Real Sector Support Facility (RSSF). The Facility is given by the Central Bank of Nigeria to support large enterprises for startups and expansion financing needs. The real sector activities targeted by the Facility are manufacturing, agricultural value chain and selected service sub-sectors. The Facility is administered at an all-in Interest rate/charge of 9% per annum payable on quarterly basis. The Central Bank of Nigeria is entitled to earn 3% as interest while the Bank makes a 6% Spread.

(d) Trade finance lending includes balances from the following financial institutions:

	<b>Bank</b>	Bank	<b>Bank</b>	Bank
	<b>31 March 2020</b>	31 December 2019	<b>31 March 2020</b>	31 December 2019
	<b>\$ million</b>	\$ million	<b>N million</b>	N million
Mashreq Bank	52	52	20,121	18,844
Access Bank UK	61	60	23,695	22,036
Zenith Bank UK	5	10	2,006	3,694
UBA New York	3	25	968	9,129
	<b>121</b>	<b>147</b>	<b>46,790</b>	<b>53,704</b>

(e) Other borrowings consists of the balances of foreign currency denominated liabilities obtained from the financial institution below:

	<b>Bank</b>	Bank	<b>Bank</b>	Bank
	<b>31 March 2020</b>	31 December 2019	<b>31 March 2020</b>	31 December 2019
	<b>\$ million</b>	\$ million	<b>N million</b>	N million
Afreximbank	60	69	23,290	25,106
	<b>60</b>	<b>69</b>	<b>23,290</b>	<b>25,106</b>

### 34 Discontinued operations

#### (a) Profit for the period from discontinued operations

Profit for the period from discontinued operations represents the operating results of subsidiaries held for sale in line with the Bank's Regulation 3 compliance plan to divest from non-banking subsidiaries. Included in discontinued operations is the results and balances of Union Bank UK Limited.

The profit for the period from discontinued operations comprises:

	Group March 2020	Group March 2019
	N million	N million
<b>Gross income</b>	<b>1,170</b>	<b>1,786</b>
<b>Gross expense</b>	<b>(1,208)</b>	<b>(1,355)</b>
Interest Income	987	1,561
Interest Expense	(327)	(440)
Net interest income	659	1,121
Recoveries on credit losses		
Net interest income after impairment charge for credit losses	659	1,121
Net trading income	19	39
Other operating income	165	187
Underwriting profit		
Total operating income	184	225
Total non-interest income	184	225

<b>Operating Income</b>	843	1,347
Net impairment loss on financial assets	67	30
Net operating income after net impairment loss on other financial assets	910	1,377
Personnel expenses	(565)	(565)
Depreciation and amortization	(77)	(63)
Other operating expenses	(306)	(318)
	(948)	(946)
<b>Loss before tax from discontinued operations</b>	(38)	431
Income tax expense	-	(87)
<b>Loss from discontinued operations (net of tax)</b>	(38)	344

**Assets classified as held for sale**

	<b>Group</b>	Group	<b>Bank</b>	Bank
	<b>31 March</b>	31 December	<b>31 March</b>	31 December
	<b>2020</b>	2019	<b>2020</b>	2019
	<b>₦ million</b>	₦ million	<b>₦ million</b>	₦ million
Cash and cash equivalents	<b>112,240</b>	101,425	-	-
Investments in subsidiaries	-	-	<b>8,372</b>	8,372
Loans and advances to customers	<b>23,384</b>	37,311	-	-
Investment securities	<b>12,538</b>	21,704	-	-
Property and equipment	<b>83</b>	86	-	-
Intangible assets	<b>192</b>	212	-	-
Other assets	<b>1,753</b>	1,799	-	-
	<b>150,189</b>	162,537	<b>8,372</b>	8,372

**(c) Liabilities for assets classified as held for sale**

	<b>Group</b>	Bank	<b>Bank</b>	Bank
	<b>31 March</b>	31 December	<b>31 March</b>	31 December
	<b>2020</b>	2019	<b>2020</b>	2019
	<b>₦ million</b>	₦ million	₦ million	₦ million
Deposit from banks	<b>108,834</b>	116,340	-	-
Deposits from customers	<b>11,889</b>	23,744	-	-
Other liabilities	<b>2,190</b>	2,323	-	-
Tax Payable	-	(186)	-	-
	<b>122,913</b>	142,221	-	-

### 35 Capital and reserves

Share capital	Group 31 March 2020 N million	Group 31 December 2019 N million	Bank 31 March 2020 N million	Bank 31 December 2019 N million
<b>(a) Authorised :</b>				
35,000,000,000 (Dec 2018: 35,000,000,000) Ordinary shares of 50 kobo each	17,500	17,500	17,500	17,500
<b>(b) Issued and fully paid -</b>				
29,120,752,788 (Dec. 2018: 29,120,752,788) Ordinary shares of 50kobo each	14,607	14,561	14,607	14,561
Balance, beginning of year	14,607	14,561	14,607	14,561
Additions during the year	-	46	-	46
Balance, end of year	14,607	14,607	14,607	14,607
<b>(c) Share premium</b>				
Share premium is the excess paid by shareholders over the nominal value for their shares.				
Balance, beginning of year	133,235	187,091	133,235	187,091
Transfer from share premium	-	(54,458)	-	(54,458)
Employee Share Incentive Scheme	-	602	-	602
Balance, end of year	133,235	133,235	133,235	133,235
Share capital and share premium	147,842	147,842	147,842	147,842
<b>(d) Other reserves</b>				
The other reserves includes Statutory reserves, Fair value reserve, Regulatory risk reserves, Small and Medium Scale Industries Reserve (SMEEIS) and Capital reserve.				
Statutory reserves	33,346	32,453	33,346	32,453
Fair value reserve	15,782	21,074	14,667	19,960
Regulatory risk reserve	-	3,331	-	3,331
Translation reserve	18,594	17,273	1,895	1,895
Excess clawback reserves	(14,918)	(14,918)	(14,918)	(14,918)
SMEEIES/AGSMEIS reserve	9,132	9,132	9,132	9,132
Capital reserve	5,489	5,489	5,489	5,489
Impairment on instruments at FVTOCI	52	52	52	52
Equity component of employee benefit remeasurement	2,633	2,633	2,633	2,633
	70,111	76,520	52,296	60,027

**(i) Statutory reserves**

Nigerian banking regulations require the Bank to make an annual appropriation to a statutory reserve. As stipulated by S.16(1) of the Banks and Other Financial Institution Act of Nigeria, an appropriation of 30% of profit after tax is made if the statutory reserve is less than paid-up share capital and 15% of profit after tax if the statutory reserve is greater than the paid up share capital. The Bank made a transfer of N803million to statutory reserves during the period ended 31 March 2020 (31 March 2019: N778 million).

**(ii) Fair value reserve**

The fair value reserve includes the net cumulative change in the fair value of financial instruments at fair value through other comprehensive income.

**(iii) Regulatory risk reserve**

The regulatory risk reserve warehouses the difference between the impairment on loans and advances computed under Nigeria GAAP based on the Central Bank of Nigeria prudential guidelines and provisions specified by the central banks of foreign subsidiaries, compared with the incurred loss model used in calculating the impairment under IFRSs.

**(iv) Other reserves**

The other reserves include Small and Medium Scale Industries Reserve (SMEEIS), Contingency reserve, Capital reserve, Translation reserve.

**(v) Agricultural/Small and Medium Enterprises Investment Scheme (AGSMEIS/SMEEIS):**

The SMEEIS reserve is maintained to comply with the Central Bank of Nigeria (CBN) requirement that all licensed banks set aside a portion of the profit after tax in a fund to be used to finance equity investment in qualifying small and medium scale enterprises. Under the terms of the guideline (amended by CBN letter dated 11 July 2006), the contribution was 10% of profit after tax for the first 5 periods, and thereafter reduced to 5% of profit after tax.

In April 2017, the Central Bank of Nigeria issued guidelines to govern the operations of the Agricultural/Small and Medium Enterprises Scheme (AGSMIES), which was established to support the Federal Government's efforts at promoting agricultural businesses and Small and Medium Enterprises (SMEs) as vehicles for achieving sustainable economic development and employment generation.

Though there's no longer mandatory transfers to this reserve under the earlier directives, all Nigerian banks are now required to set aside an amount equal to 5% of their annual Profits After Tax (PAT) towards the funding of equity investments, which qualify under the AGSMEIS Scheme.

**(vi) Translation reserve**

Translation reserve comprises all foreign exchange differences arising from translation of the financial statements of foreign operations.

**(vii) Excess Capital Clawback**

Under the recapitalisation plan of the Bank executed in 2011, the Asset Management Corporation of Nigeria (AMCON) provided Financial Accommodation to bring the Bank's Completion Net Assets Value (NAV) to zero.

The Financial Accommodation provided by AMCON exceeded the Bank's Completion NAV of zero, calculated as at 31 December 2011, by N14.918 billion. This excess amount was refunded to AMCON during the year ended 31st December, 2012.

**(viii) Share based payment reserve**

This represents the provision for liabilities under the equity settled portion of the Group's shares incentive scheme which enables key management personnel to benefit from the performance of the Group.

The movement is shown below

	<b>Group</b> 31 March 2020 N million	Group 31 December 2019 N million	<b>Bank</b> 31 March 2020 N million	Bank 31 December 2019 N million
Balance, beginning of year	-	282	-	282
Share transferred during the year	-	366	-	366
Vested shares during the year	-	(648)	-	(648)
Balance, end of year	-	-	-	-

(e) **Retained earnings**

Retained earnings represent the carried forward income net of expenses plus current year profit attributable to Group's shareholders.

**36 Non-controlling Interest**

	<b>Group</b>	<b>Group</b>
	<b>31 March</b>	31 December
<i>Movement in the non controlling interest</i>	<b>2020</b>	2019
	<b>N million</b>	<b>N million</b>
Balance, beginning of year	<b>6,543</b>	6,276
Profit/(loss) for the year	<b>29</b>	267
Balance, end of year	<b>6,572</b>	<b>6,543</b>

**37 Acceptances, bonds, guarantees and other obligations for the account of customers**

In common with other banks, the Group conducts business involving acceptances, performance bonds and indemnities. The majority of these facilities are offset by corresponding obligations of third parties. Contingent liabilities and commitments comprise performance bonds, acceptances, guarantees and letters of credit.

In the normal course of business, the Group is a party to financial instruments with off-balance sheet risks. These instruments are issued to meet the credit and other financial requirements of customers. The total off-balance sheet assets for the Group was N202,796 million (December 2019: N185,327 million).

The following tables summarise the nominal principal amount of contingent liabilities and commitments with off-financial position risk:

	<b>Group</b>	<b>Group</b>	<b>Bank</b>	<b>Bank</b>
	<b>31 March</b>	31 December	<b>31 March</b>	31 December
	<b>2020</b>	2019	<b>2020</b>	2019
	<b>N million</b>	<b>N million</b>	<b>N million</b>	<b>N million</b>
Performance bonds and guarantees	<b>117,943</b>	109,710	<b>117,943</b>	109,710
Letters of credit	<b>84,853</b>	75,617	<b>84,853</b>	75,617
Gross total off-balance sheet assets	<b>202,796</b>	185,327	<b>202,796</b>	185,327
IFRS 9 impairment on off balance sheet exposures	<b>(285)</b>	(257)	<b>(285)</b>	(257)
Total off-balance sheet assets after impairment	<b>202,511</b>	185,070	<b>202,511</b>	185,070

**OTHER DISCLOSURES**

**38 Evaluation of the impact of COVID-19**

The COVID-19 pandemic has caused disruptions to global economic and social activities during the quarter ended 31 March 2020. The direct impact in our markets of operation was experienced in the latter part of the quarter just ended. In Nigeria, the Federal Government as well as most State Governments initiated various actions to contain the spread of the virus. Similar actions were taken by the various governments in our markets of operation. These actions have led to reduction in social interactions and disruptions in economic activities. The Group responded appropriately by activating its Business Continuity Plans to ensure continuous service to our customers and safety of all our stakeholders. In response to COVID 19, our various regulators, including the Central Bank of Nigeria (CBN), Securities and Exchange Commission (SEC) and the Financial Reporting Council of Nigeria (FRC), have issued directives to guide entities on disclosures and valuation of financial assets for appropriate financial reporting. The Group will continue to monitor the developments and evaluate the effects on its financial position and performance. The full evaluation and the financial impact cannot be reasonably estimated at the date of publishing this report. However, the Directors are confident that the Group's going concern will not be threatened and it would be able to continue in operation post the pandemic.

**39 Securities Trading Policy**

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Union Bank of Nigeria Plc maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy undergoes periodic reviews by the Board and is updated accordingly. The Company has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period under review.