



Union Bank of Nigeria Plc
UNAUDITED
FINANCIAL STATEMENTS
30 September 2022

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


For the period ended September 2022


	Notes	Group				Bank			
		Sept 2022	Sept 2021	Q3 2022	Q3 2021	Sept 2022	Sept 2021	Q3 2022	Q3 2021
		₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million
Gross earnings	1	141,534	125,369	54,023	47,570	140,639	125,165	53,463	47,484
Interest income	1	109,635	79,911	45,101	32,160	109,310	79,791	44,976	32,102
Interest expense	1	(59,013)	(48,129)	(23,377)	(20,916)	(59,013)	(48,308)	(23,377)	(20,974)
Net interest income (NRFF)		50,622	31,782	21,724	11,244	50,297	31,483	21,599	11,128
Net impairment charge/(write back) for credit losses	6	(2,249)	(2,701)	(2,050)	(2,548)	(2,249)	(2,701)	(2,050)	(2,548)
Net interest income after impairment charge for credit losses		48,373	29,081	19,674	8,696	48,048	28,782	19,549	8,580
Fee and commission income	2	12,645	13,677	4,484	4,848	12,645	13,677	4,483	4,849
Fees and commission expenses	2	(3,057)	(3,342)	(1,067)	(1,104)	(3,057)	(3,342)	(1,067)	(1,104)
Net trading income	3	4,402	6,606	(2,001)	1,976	4,402	6,605	(2,001)	1,976
Recoveries		4,610	12,994	1,503	4,349	4,610	12,994	1,503	4,349
Net income from other financial instruments at fair value through profit or loss	4	7,127	6,782	2,168	2,214	7,127	6,782	2,168	2,214
Other operating (loss)/income	5	3,114	5,399	2,768	2,023	2,544	5,316	2,334	1,994
Non interest income (NII)		28,842	42,117	7,854	14,306	28,271	42,031	7,420	14,278
Operating income		77,215	71,198	27,529	23,002	76,319	70,813	26,968	22,858
Net impairment write-back/(loss) on other financial assets	6	-	340	-	-	-	340	-	-
Net operating income after net impairment write-back/(loss) on other financial assets		77,215	71,538	27,529	23,002	76,319	71,153	26,968	22,858
Personnel expenses	8	(18,777)	(20,409)	(6,832)	(5,669)	(18,676)	(20,307)	(6,804)	(5,637)
Depreciation and amortisation	22	(5,307)	(5,685)	(1,734)	(1,931)	(5,301)	(5,677)	(1,732)	(1,928)
Other operating expenses	9	(34,170)	(29,250)	(12,295)	(10,851)	(34,110)	(29,209)	(12,271)	(10,840)
Total expenses		(58,254)	(55,344)	(20,861)	(18,451)	(58,087)	(55,193)	(20,807)	(18,405)
Profit before income tax from continued operations		18,962	16,194	6,668	4,551	18,232	15,960	6,161	4,453
Income tax expense	10	(959)	(772)	(377)	(280)	(884)	(767)	(325)	(276)
Profit for the year from continued operations		18,002	15,421	6,291	4,271	17,348	15,192	5,836	4,177
Discontinued operations									
Gross income from discontinued operations	36	-	1,072	-	375	-	-	-	-
Gross expense from discontinued operations	36	-	(3,051)	-	(1,040)	-	-	-	-
Profit/Loss before tax from discontinued operations	36	-	(1,979)	-	(665)	-	-	-	-
Profit/Loss for the year from discontinued operations	36	-	(1,979)	-	(665)	-	-	-	-
Loss on disposal of subsidiary	7	(8,796)	-	(8,796)	-	-	-	-	-
Continuing and discontinued operations:									
Profit before tax		10,166	14,215	(2,129)	3,886	18,232	15,960	6,161	4,453
Income tax		(959)	(772)	(377)	(280)	(884)	(767)	(325)	(276)
Profit after tax		9,207	13,443	(2,506)	3,607	17,348	15,192	5,836	4,177
Other comprehensive income, net of income tax									
Foreign currency translation differences for foreign operations		-	408	-	103	-	-	-	-
Fair value gains/(losses) on financial assets at FVTOCI		(5,701)	(6,561)	(8,539)	2,786	(5,701)	(6,916)	(8,523)	2,445
Other comprehensive income for the year		(5,701)	(6,153)	(8,539)	2,889	(5,701)	(6,916)	(8,523)	2,445
Total comprehensive income for the year		3,506	7,290	(11,045)	6,496	11,647	8,276	(2,687)	6,622
Profit attributable to:									
Equity holders of the Bank		8,809	13,469	(2,568)	3,587	17,348	15,192	5,836	4,177
Non-controlling interest		398	(26)	62	20	-	-	-	-
Transfer to statutory reserve		-	-	-	-	-	-	-	-
Profit for the year		9,207	13,443	(2,506)	3,607	17,348	15,192	5,836	4,177
Total comprehensive income attributable to:									
Equity holders of the Bank		3,108	7,316	(11,107)	6,476	11,647	8,276	(2,687)	6,622
Non-controlling interest		398	(26)	62	20	-	-	-	-
Total comprehensive income for the year		3,506	7,290	(11,045)	6,496	11,647	8,276	(2,687)	6,622
Earnings per share for profit from continued operations attributable to equity holders of Bank									
Basic and diluted (Kobo) (See note "10(b))		60	53	19	15	59	52	19	14

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

Consolidated and Separate Statements of Financial Position					
<i>As at September 2022</i>					
		Group	Group	Bank	Bank
	Notes	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
		N million	N million	N million	N million
ASSETS					
Cash and cash equivalents	12	390,475	407,143	390,258	445,804
Financial assets at fair value through profit or loss	13	3,820	1,485	3,820	1,485
Pledged assets	14	175,306	110,226	175,306	110,226
Derivative assets held for risk management	15	6,474	9,640	6,474	9,640
Loans and advances to customers at amortised cost	16	959,006	868,840	959,006	868,840
Investment securities	18	405,307	387,508	405,307	387,508
Trading properties	19	187	187	187	187
Investment properties	20	4,798	5,226	-	-
Investment in subsidiaries	21	-	-	2,195	2,195
Property and equipment	22	53,517	57,673	53,466	57,653
Intangible assets	23	4,154	3,783	4,153	3,782
Right of Use Assets	24	2,789	2,777	2,789	2,777
Deferred tax assets	25	95,688	95,688	95,875	95,875
Cash reserve requirement	26	348,962	454,802	348,962	454,802
Other assets	26	210,763	116,751	210,711	116,734
Defined benefit assets	31	1,561	1,561	1,561	1,561
		2,662,806	2,523,290	2,660,070	2,559,069
Assets classified as held for sale	36		72,479	-	8,372
TOTAL ASSETS		2,662,806	2,595,769	2,660,070	2,567,441
LIABILITIES					
Derivative liabilities held for risk management	15	5,765	8,684	5,765	8,684
Deposits from banks	27	27,325	-	27,326	-
Deposits from customers	28	1,527,444	1,355,910	1,533,856	1,361,323
Current tax liabilities	29	1,262	1,420	1,172	1,356
Lease Liabilities	30	1,791	1,895	1,791	1,895
Other liabilities	30	658,293	699,819	656,288	697,996
Employee benefit obligations	31	1,085	1,069	1,084	1,068
Debt securities issued	32	6,312	6,536	6,312	6,536
Commercial Papers	33	-	32,262	-	32,262
Long term subordinated bond	34	30,923	29,716	30,923	29,716
Other borrowed funds	35	132,417	175,118	132,417	175,118
		2,392,619	2,312,429	2,396,936	2,315,954
Liabilities classified as held for sale	36(c)		16,473	-	-
TOTAL LIABILITIES		2,392,619	2,328,902	2,396,936	2,315,954
EQUITY					
Share capital and share premium	37(b)	148,090	148,090	148,090	148,090
Retained Earnings	37(e)	36,281	13,723	36,429	24,112
Other reserves	37(d)	78,615	98,250	78,615	79,285
EQUITY ATTRIBUTABLE TO EQUITY - HOLDERS OF THE BANK		262,986	260,063	263,134	251,487
Non-controlling interest	38	7,202	6,804	-	-
TOTAL EQUITY		270,188	266,867	263,134	251,487
TOTAL LIABILITIES AND EQUITY		2,662,806	2,595,769	2,660,070	2,567,441

The financial statements were approved by the Board of Directors on 24 October 2022 and signed on its behalf by:


Mudassir Amray
Group Managing Director
FRC/2020/002/00000020256


Joe Mbulu
Chief Financial Officer
FRC/2014/ICAN/0000006110

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

Consolidated and Separate Statements of Changes in Equity
For the period ended 30 September 2022

Group

	Share capital	Share premium	Statutory reserve	Fair value reserve	Regulatory risk 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
Balance at 1 January 2022	14,632	133,458	39,028	7,963	25,834	4,536	20,889	13,723	260,063	6,804	266,867
Total comprehensive income for the period											
Profit for the period	-	-	2,602	-	-	-	-	15,002	17,604	398	18,002
Other comprehensive income, net of tax											
Foreign currency translation difference	-	-	-	-	-	-	(202)	-	(202)	-	(202)
Fair value gains/(loss) on investment at FVTOCI	-	-	-	(5,665)	-	-	-	-	(5,665)	-	(5,665)
Transfer from regulatory reserves	-	-	-	-	2,429	-	-	(2,429)	-	-	-
Total comprehensive income for the year	-	-	-	(5,665)	2,429	-	(202)	(2,429)	(5,867)	-	(5,867)
Transactions with owners, recorded directly in equity											
Contributions by and distributions to owners											
Disposal of subsidiaries	-	-	-	(684)	-	-	(18,115)	9,985	(8,814)	-	(8,814)
Total contribution and (distributions) to owners	-	-	-	(684)	-	-	(18,115)	9,985	(8,814)	-	(8,814)
Balance at 30 September 2022	14,632	133,458	41,630	1,614	28,263	4,536	2,572	36,281	262,986	7,202	270,188

For the period ended 30 September 2021

Group

	Share capital	Share premium	Statutory reserve	Fair value reserve	Regulatory risk 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
Balance at 1 January 2021	14,632	133,458	36,151	19,079	7,674	3,577	19,668	23,399	257,638	6,680	264,318
Profit for the year											
Profit for the year	-	-	2,279	-	-	-	-	11,189	13,468	(26)	13,442
Other comprehensive income, net of tax											
Fair value gains/(loss) on investment at FVTOCI	-	-	-	(6,244)	-	-	-	-	(6,244)	-	(6,244)
Foreign currency translation difference	-	-	-	-	-	-	408	-	408	-	408
Transfer from regulatory reserves	-	-	-	(2,699)	6,523	-	-	(3,824)	-	-	-
Total comprehensive income	-	-	2,279	(8,943)	6,523	-	408	7,365	7,632	(26)	7,606
Transactions with owners, recorded directly in equity											
Contributions by and distributions to owners											
Dividend paid to Non controlling interest	-	-	-	-	-	-	-	(7,316)	(7,316)	-	(7,316)
Total contribution and distributions to owners	-	-	-	-	-	-	-	(7,316)	(7,316)	-	(7,316)
Balance at 30 September 2021	14,632	133,458	38,430	10,136	14,197	3,577	20,076	23,448	257,954	6,654	264,608

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

Consolidated and Separate Statements of Changes in Equity
For the period ended 30 September 2022

Bank

	Share capital	Share premium	Statutory reserve	Fair value reserves	Regulatory risk reserves	Share based payment reserve	AGSMEIS Reserve	Other reserves	Retained earnings	Total
	₦ million	₦ million	₦ million	₦ million	₦ million	N million	N million	₦ million	₦ million	₦ million
Balance at 1 January 2022	14,632	133,458	39,028	7,315	25,834	-	4,536	2,572	24,112	251,487
Total comprehensive income for the year										
Profit or loss	-	-	2,602	-	-	-	-	-	14,746	17,348
Other comprehensive income										
Fair value gains/(loss) on investment at FVTOCI	-	-	-	(5,701)	-	-	-	-	-	(5,701)
Transfer between reserves	-	-	-	-	2,429	-	-	-	(2,429)	-
Total comprehensive income for the year	-	-	2,602	(5,701)	2,429	-	-	-	12,317	11,647
Balance at 30 September 2022	14,632	133,458	41,630	1,614	28,263	-	4,536	2,572	36,429	263,134

For the period ended 30 September 2021

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 2021	14,632	133,458	36,151	18,414	7,674	-	3,577	2,212	31,403	247,521
Profit or loss	-	-	2,279	-	-	-	-	-	12,913	15,192
Fair value gains/(loss) on investment at FVTOCI	-	-	-	(6,267)	-	-	-	-	-	(6,267)
Transfer between reserves	-	-	-	(2,699)	6,523	-	-	-	(3,824)	-
Total contribution and distributions to owners	-	-	2,279	(8,966)	6,523	-	-	-	9,089	8,925
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
Shares issued during the year	-	-	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	(7,316)	(7,316)
Total contribution and (distributions) to owners	-	-	-	-	-	-	-	-	(7,316)	(7,316)
Balance at 30 September 2021	14,632	133,458	38,430	9,448	14,197	-	3,577	2,212	33,176	249,130

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

Consolidated and Separate Statements of Cash Flows

For the period ended 30 September 2022

	Group 30 Sept 2022 N million	Group September 2021 N million	Bank 30 Sept 2022 N million	Bank September 2021 N million
Cash flows from operating activities				
Profit after tax for the period	9,207	13,442	17,348	15,192
Income tax expense	959	772	884	767
Profit before tax for the period	10,166	14,214	18,232	15,960
<i>Adjustments for:</i>				
Impairment losses on loans and advances	6	2,249	2,701	2,701
Recoveries on loans and advances	(4,610)	(12,994)	(4,610)	(12,994)
Reversal of impairment on other assets	6	-	(340)	(340)
Gain on sale of property and equipment	5	(710)	(1,431)	(238)
Fair Value Gain on investment properties	20	428	(401)	-
Depreciation of property and equipment	22	4,049	4,168	4,040
Depreciation of right-of-use assets	-	419	100	419
Amortisation of intangible assets	23	1,244	1,430	1,244
Dividend income from equity investment	5	(1,161)	(1,036)	(1,036)
Interest on lease liability	1	63	150	63
Interest paid on borrowings	1	21,448	25,286	21,448
Contributions to defined contribution plans	8	411	293	410
	33,996	32,140	42,096	34,264
Change in financial assets at fair value through profit or loss	(2,335)	41,241	(2,335)	41,241
Change in pledged assets	(65,080)	(27,016)	(65,080)	(27,016)
Change in loans and advances to customers	(87,806)	(106,032)	(87,805)	(106,025)
Change in right of use asset	(11)	182	(11)	182
Change in other assets	11,828	(181,952)	11,863	(181,888)
Change in defined benefit assets	-	(141)	-	(141)
Change in derivative financial instruments-assets	3,166	(2,289)	3,166	(2,289)
Change in derivative financial instruments-liabilities	(2,919)	271	(2,919)	271
Change in deposits from banks	27,325	(4,018)	27,326	(4,018)
Change in deposits from customers	171,534	153,527	172,533	153,330
Change in lease liability	(104)	150	(104)	36
Change in other liabilities	(41,878)	271,569	(42,044)	275,368
	47,717	177,633	56,685	183,315
Income tax paid	(1,118)	(790)	(1,068)	(775)
Payment from defined contribution plan	31	(545)	(164)	(543)
Payment from defined benefit plan	-	88	-	86
Cashflows from discontinued operations	56,006	(2,697)	8,372	-
Net cash flow generated from/(used in) operating activities	102,060	174,070	63,446	182,463
Cash flows from investing activities				
Proceeds from sale of property and equipment	906	1,845	427	1,845
Acquisition of investment securities	(23,464)	(9,909)	(23,500)	(9,932)
Acquisition of property and equipment	(86)	(4,802)	(39)	(4,785)
Acquisition of intangible assets	(1,616)	(317)	(1,616)	(317)
Dividend income received	1,161	1,036	1,161	1,036
Net cash flow used in investing activities	(23,099)	(12,146)	(23,566)	(12,153)
Cash flows from financing activities				
Net proceeds from shares issued during the year				
Repayment of borrowings	(32,486)	(8,372)	(32,486)	(8,372)
Interest paid on borrowings	(17,798)	(21,528)	(17,798)	(21,528)
Inflow from bonds/commercial paper issued	(2,443)	(2,443)	(2,443)	(2,443)
Dividend paid to non-controlling interest	-	(7,316)	-	(7,316)
Other borrowed funds	(42,700)	2,262	(42,700)	2,262
Net cash flow (used in)/generated from financing activities	(95,427)	(37,397)	(95,427)	(37,397)
Net increase/(decrease) in cash and cash equivalents	(16,467)	124,526	(55,547)	132,913
Cash and cash equivalents at beginning of year	407,179	270,707	445,841	262,730
Effect of exchange rate fluctuations on cash held	(201)	410	-	-
Cash and cash equivalents at end of the period	390,511	395,643	390,294	395,643

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

1 Net interest income

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	Sept 2022	Sept 2021	Q3 2022	Q3 2021	Sept 2022	Sept 2021	Q3 2022	Q3 2021
	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million
(a) The analysis of gross earnings for the period is as shown below								
Interest income	109,635	79,911	45,101	32,160	109,310	79,791	44,976	32,102
Non-interest income	31,899	45,458	8,922	15,410	31,329	45,374	8,487	15,382
	141,534	125,369	54,023	47,570	140,639	125,165	53,463	47,484
(b) Interest income								
Cash and cash equivalents	17,115	7,538	11,670	5,527	16,793	7,439	11,545	5,484
Loans and advances to customers	78,134	64,114	27,670	23,448	78,134	64,114	27,670	23,448
Investment securities	14,386	8,259	5,761	3,185	14,382	8,239	5,760	3,170
Total interest income	109,635	79,911	45,101	32,160	109,310	79,791	44,976	32,102
(c) Interest expense								
Deposits from customers	37,502	22,693	15,374	10,282	37,502	22,872	15,374	10,341
Lease liability	63	150	(4)	57	63	150	(4)	57
Other borrowed funds	21,448	25,286	8,006	10,577	21,448	25,286	8,006	10,577
Total interest expense	59,013	48,129	23,377	20,916	59,013	48,308	23,377	20,974
Net interest income	50,622	31,782	21,724	11,244	50,297	31,483	21,599	11,128

2 Net fees and commission income

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	Sept 2022	Sept 2021	Q3 2022	Q3 2021	Sept 2022	Sept 2021	Q3 2022	Q3 2021
	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million
Credit Related fees and commissions income	2,827	3,453	1,201	506	2,827	3,453	1,200	506
Account Maintenance Fee	2,154	1,667	752	633	2,154	1,667	752	633
E-business fee income	5,682	6,744	1,810	3,197	5,682	6,744	1,809	3,197
Commission on LCs, Invisible Trades and Guarantees	2,081	1,890	759	617	2,081	1,890	759	618
Other fees and commission	(98)	(77)	(38)	(105)	(98)	(77)	(38)	(105)
	12,645	13,677	4,484	4,848	12,645	13,677	4,483	4,849
Fees and commission expenses	(3,057)	(3,342)	(1,067)	(1,104)	(3,057)	(3,342)	(1,067)	(1,104)
Net fees and commission income	9,588	10,335	3,418	3,743	9,588	10,334	3,416	3,745

3 Net trading income/(loss)

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021
	N million	N million	N million	N million	N million	N million	N million	N million
Gain on disposal of fixed income securities	242	1,398	(619)	269	242	1,398	(619)	269
Mark to market gains/losses on fixed income securities	(648)	1,770	(2,921)	1,643	(648)	1,770	(2,921)	1,643
Foreign exchange gain on trading	4,808	3,438	1,539	64	4,808	3,437	1,539	64
	4,402	6,606	(2,001)	1,976	4,402	6,605	(2,001)	1,976

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

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021
	N million	N million	N million	N million	N million	N million	N million	N million
<i>Equity instruments at FVTPL:</i>								
Equity	7,127	7,092	2,168	2,136	7,127	7,092	2,168	2,136
Derivatives held for risk management purposes:								
Foreign exchange swap contracts	-	(310)	-	78	-	(310)	-	78
	7,127	6,782	2,168	2,214	7,127	6,782	2,168	2,214

5 Other operating income

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021
	N million	N million	N million	N million	N million	N million	N million	N million
Dividends	1,161	1,036	18	-	1,161	1,036	18	-
Gains on disposal of property and equipment	710	1,431	397	1,163	238	1,431	7	1,164
Gain on disposal of equity investment	-	20	-	-	-	20	-	-
Foreign exchange revaluation gain	307	1,347	1,837	504	307	1,347	1,838	504
Rental income	183	115	145	17	111	115	73	16
Sundry income (See (a) below)	753	1,450	371	339	727	1,367	399	310
	3,114	5,399	2,768	2,023	2,544	5,316	2,334	1,994

(a) Sundry income

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021	Sept 2022	Sept 2021	3 Months Q3 2022	3 Months Q3 2021
	N million	N million	N million	N million	N million	N million	N million	N million
Cash handling fees	45	44	17	16	45	44	17	16
Other income	708	1,406	354	323	682	1,324	382	294
	753	1,450	371	339	727	1,367	399	310

6 Net Impairment charge on financial assets

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	N million	N million	N million	N million	N million	N million	N million	N million
Stage 1 and 2 impairment	3,645	2,967	1,432	2,053	3,645	2,967	1,432	2,052
Stage 3 impairment	(1,396)	(266)	618	495	(1,396)	(266)	618	496
Total impairment write-back/charge on loans and advances	2,249	2,701	2,050	2,548	2,249	2,701	2,050	2,548
Net impairment charge for credit losses	2,249	2,701	2,050	2,548	2,249	2,701	2,050	2,548
Net impairment write-back on other financial assets	-	(340)	-	-	-	(340)	-	-

7 (Loss)/gain on liquidation/disposal of discontinued operation

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	N million	N million	N million	N million	N million	N million	N million	N million
Union Bank UK Plc	(8,796)	-	(8,796)	-	-	-	-	-
	(8,796)	-	(8,796)	-	-	-	-	-

The loss on liquidation/disposal of Union Bank UK Plc is arrived at as shown below:

	Group	Group	Bank	Bank
	Sept 2022	Sept 2021	Sept 2022	Sept 2021
	N million	N million	N million	N million
Sales proceeds	8,372	-	8,372	-
Net Assets	(16,146)	-	-	-
Cost of investment	-	-	(8,372)	-
Other net asset adjustment	(1,022)	-	-	-
(Loss)/gain on disposal of discontinued operations	(8,796)	-	-	-

8 Personnel expenses

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	N million	N million	N million	N million	N million	N million	N million	N million
Wages and salaries	18,364	20,116	6,698	5,664	18,264	20,015	6,670	5,632
Contributions to defined contribution plans	411	291	133	4	410	290	133	4
Interest and current service cost on defined benefit plans	2	2	1	1	2	2	1	1
	18,777	20,409	6,832	5,669	18,676	20,307	6,804	5,637

9 Other operating expenses

	Group	Group	Group	Group	Bank	Bank	Bank	Bank
	Sept 2022	Sept 2021	3 Months	3 Months	Sept 2022	Sept 2021	3 Months	3 Months
	N million	N million	N million	N million	N million	N million	N million	N million
NDIC Premium	4,491	4,005	1,497	1,335	4,491	4,005	1,497	1,335
AMCON surcharge	10,755	8,664	3,575	2,888	10,755	8,664	3,575	2,888
Non-discretionary regulatory costs	15,246	12,669	5,072	4,223	15,246	12,669	5,072	4,223
Auditors' remuneration	135	140	51	46	130	135	50	45
Rents and Rates	1,023	758	623	275	1,021	754	623	273
Accommodation and travels	323	196	100	90	323	196	100	91
Fleet management and vehicle related expenses	487	401	152	112	487	401	152	112
Repair and Maintenance	983	946	377	349	976	938	375	347
Professional fees	786	974	146	138	772	961	141	134
Advertising and Promotion expenses	890	1,118	250	431	890	1,118	250	431
Security expense	1,104	1,082	411	389	1,104	1,082	411	389
Expenses on software	5,699	4,287	2,137	1,295	5,699	4,287	2,137	1,295
Donations and Subscriptions	94	793	33	464	94	793	33	464
Cash movement expense	974	858	392	235	974	858	392	235
Diesel and power	3,564	1,787	1,420	453	3,564	1,787	1,420	453
General administrative expenses	2,567	2,992	1,018	2,266	2,537	2,983	1,003	2,264
Insurance	295	250	113	85	293	248	112	84
	34,170	29,250	12,295	10,851	34,110	29,209	12,271	10,840

10 Income tax expense

(a) Recognised in the profit or loss

	Group	Group	Bank	Bank
	Sept 2022	Sept 2021	Sept 2022	Sept 2021
	₦ million	₦ million	₦ million	₦ million
Current tax expense				
Company Income Tax	778	614	703	609
NITDA Levy	181	158	181	158
Origination and reversal of temporary differences	-	-	-	-
Total tax expense	959	772	884	767
Total income tax expense	959	772	884	767

11 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	Group	Bank	Bank
	Sept 2022	Sept 2021	Sept 2022	Sept 2021
Issued ordinary shares at beginning of the year	29,264	29,264	29,264	29,264
Weighted effect of shares issued during the year	29,264	29,264	29,264	29,264

(b) Profit attributable to ordinary shareholders

	Group	Group	Bank	Bank
<i>In millions of Nigerian Naira</i>	Sept 2022	Sept 2021	Sept 2022	Sept 2021
Profit from continuing operations attributable to equity holders of bank	17,604	15,447	17,348	15,192
Basic earnings per share (in kobo)	60	53	59	52

12 Cash and cash equivalents	Group		Bank	
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Cash and balances with banks	137,711	113,303	137,630	151,964
Unrestricted balances with central bank	23,424	19,875	23,424	19,875
Money market placements	229,376	274,001	229,239	274,001
	390,511	407,179	390,294	445,841
ECL Impairment on cash and cash equivalents	(36)	(36)	(36)	(36)
	390,475	407,143	390,258	445,804

13 Financial assets at fair value through profit or loss	Group		Bank	
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Government bonds	3,129	1,281	3,129	1,281
Commercial Paper	50	-	50	-
Treasury bills	640	203	640	203
	3,820	1,485	3,820	1,485

14 Pledged assets	Group		Bank	
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Treasury bills	145,231	79,454	145,231	79,454
FGN Bonds	29,750	30,457	29,750	30,457
Placement	332	322	332	322
ECL Impairment on Pledged asset	(7)	(7)	(7)	(7)
	175,306	110,226	175,306	110,226

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

15 Derivative financial instruments	Group		Bank	
	30 Sept 2022		31 Dec 2021	
	Assets	Liabilities	Assets	Liabilities
	₦ million	₦ million	N million	N million
Instrument Type:				
FX swaps	6,474	-	9,640	-
Non-deliverable futures	-	5,765	-	8,684
	6,474	5,765	9,640	8,684
Bank	30 Sept 2022		31 Dec 2021	
	Assets	Liabilities	Assets	Liabilities
	₦ million	₦ million	N million	N million
Instrument Type:				
FX swaps	6,474	-	9,640	-
Non-deliverable futures	-	5,765	-	8,684
	6,474	5,765	9,640	8,684

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.

16 Loans and advances to customers at amortised cost

	Group		Bank	
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
FCY Loans	452,061	401,366	452,061	401,366
LCY Loans	538,250	497,740	538,250	497,740
Gross amount	990,311	899,106	990,311	899,106
<i>IFRS 9</i>				
Stage 1 impairment	(4,357)	(4,615)	(4,357)	(4,615)
Stage 2 impairment	(12,585)	(12,378)	(12,585)	(12,378)
Stage 3 impairment	(14,363)	(13,274)	(14,363)	(13,274)
Total impairment	(31,305)	(30,266)	(31,305)	(30,266)
Carrying amount	959,006	868,840	959,006	868,840

17 Investment in equity accounted investee

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Cost				
Balance, beginning of the year	115	115	91	91
	115	115	91	91
Impairments	(115)	(115)	(91)	(91)
Balance, end of the year	-	-	-	-

18 Investment securities

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Investment securities at fair value through other comprehensive income (FVOCI) (see note (a) below)	314,404	300,502	314,404	300,502
Investment at fair value through profit or loss (FVTPL) (see note (b) below)	63,900	56,774	63,900	56,774
Investment securities at amortised cost (see note (c) below)	27,007	30,236	27,007	30,236
Impairment on securities (see note (c) below)	(4)	(4)	(4)	(4)
	405,307	387,508	405,307	387,508

(a) Investment securities at fair value through other comprehensive income comprise:

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
- <i>Investments in debt securities:</i>				
Treasury bills	265,499	256,917	265,499	256,917
FGN Bonds	25,378	16,572	25,378	16,572
State Bonds	4,066	4,037	4,066	4,037
Corporate Bonds	9,720	13,665	9,720	13,665
Commercial Paper	-	53	-	53
FGN Promissory note	6,794	6,311	6,794	6,311
Total investment in debt securities	311,457	297,555	311,457	297,555
- <i>Investments in equity securities:</i>				
Equity: Quoted see (i) below	1,777	1,777	1,777	1,777
Unquoted see (ii) below	1,170	1,170	1,170	1,170
Total investment in equity instruments	2,947	2,947	2,947	2,947
Total investment securities at FVTOCI	314,404	300,502	314,404	300,502

	Group 30 Sept 2022 ₦ million	Group 31 Dec 2021 ₦ million	Bank 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million
(i) Investment in REIT	1,777	1,777	1,777	1,777
(ii) Investment in unquoted equities				
Nigeria Auto Clearing System	682	682	682	682
Credit Reference Company	119	119	119	119
Central Securities Clearing System	201	201	201	201
Sanef Ltd	50	50	50	50
Unique Venture Funds Ltd	118	118	118	118
	1,170	1,170	1,170	1,170
Total	2,947	2,947	2,947	2,947
(b) <i>Investment at fair value through profit or loss comprise:</i>				
	Group 30 Sept 2022 ₦ million	Group 31 Dec 2021 ₦ million	Bank 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million
Investment in equity				
Afrexim Bank	9,071	7,183	9,071	7,183
Africa Finance Corporation (AFC)	54,829	49,591	54,829	49,591
Total investment securities at FVTPL	63,900	56,774	63,900	56,774
(c) <i>Investment securities at amortised cost comprise:</i>				
	Group 30 Sept 2022 ₦ million	Group 31 Dec 2021 ₦ million	Bank 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million
Treasury bills	-	-	-	-
Federal Government of Nigeria -Bonds	26,221	28,455	26,221	28,455
State Government of Nigeria -Bonds	786	1,780	786	1,780
Total investment securities at amortised cost	27,007	30,236	27,007	30,236
Stage 1 impairment	(4)	(4)	(4)	(4)
Total impairment	(4)	(4)	(4)	(4)
Net Total -Fixed income securities	338,460	327,787	338,460	327,787
Total investment securities	405,307	387,508	405,307	387,508

19 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:

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Balance, beginning of year	187	187	187	187
Addition	-	-	-	-
Balance, end of year	187	187	187	187

20 Investment Properties

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Balance, beginning of the year	5,226	4,817	-	-
	5,226	4,817	-	-
Fair value gain	(428)	409	-	-
Balance, end of the year	4,798	5,226	-	-

21 Investment in subsidiaries

Cost

	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ 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	
			30 Sept 2022 Status/%	31 Dec 2021 Status/%
UBN Property Company Plc (i)	Nigeria	Property Development	39.01	39.01

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

The Company has 5,626,416,051 ordinary shares of N1.00 each of which 39.01% (December 2021- 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 Plc.

22 Property and equipment

(a) Group:

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

	Land	Buildings	Leasehold improvement	Fixtures and fittings	Furniture & equipment	Motor vehicles	Capital work in progress	Total
	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million	₦ million
(i) Cost								
Balance at 1st January, 2022	10,419	20,183	22,006	5,744	38,577	2,291	1,695	100,915
Additions	-	2	332	205	712	103	(1,267)	86
Reclassification to other assets	-	34	(33)	-	-	-	-	2
Disposal	(89)	(101)	-	(15)	(62)	(158)	-	(426)
Balance at 30 September 2022	10,330	20,118	22,306	5,934	39,226	2,235	428	100,577
Balance at 1st January, 2021	10,648	20,115	20,577	5,733	34,562	2,285	1,509	95,429
Additions	-	191	1,161	127	3,386	22	1,695	6,582
Disposals	(229)	(256)	(48)	(254)	(109)	(16)	-	(912)
Reclassification to other assets	-	133	316	138	738	-	(1,509)	(184)
Balance as at 31 Dec 2021	10,419	20,183	22,006	5,744	38,577	2,291	1,695	100,915
(ii) Accumulated depreciation								
Balance at 1st January 2022	-	7,013	3,275	3,120	27,742	2,092	-	43,242
Charge for the period	-	279	323	370	2,992	84	-	4,049
Disposals	-	(91)	-	(12)	(62)	(64)	-	(230)
Reclassifications	-	-	-	-	-	-	-	-
Balance at 30 September 2022	-	7,201	3,598	3,478	30,672	2,112	-	47,061
Balance at 1st January, 2021	-	6,748	2,871	2,801	23,747	1,898	-	38,065
Charge for the year	-	372	410	491	4,133	203	-	5,609
Disposals	-	(107)	(6)	(172)	(138)	(9)	-	(432)
Balance as at 31 Dec 2021	-	7,013	3,275	3,120	27,742	2,092	-	43,242
(iii) Net Book Value								
Balance at 30 September 2022	10,330	12,918	18,708	2,456	8,554	123	428	53,517
Balance as at 31 December 2021	10,419	13,170	18,731	2,624	10,835	199	1,695	57,673

(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) 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 2021: nil)

(b) **Bank:**

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

	Land	Buildings	Leasehold improvement	Fixtures and fittings	Furniture & equipment	Motor vehicles	Capital work in progress	Total
	N million	N million	N million	N million	N million	N million	N million	N million
(i) Cost								
Balance at 1st January 2022	10,439	20,191	22,006	5,744	38,530	2,291	1,695	100,896
Additions	-	2	332	167	711	94	(1,267)	39
Reclassifications	-	34	(33)	-	-	-	-	2
Disposals	(89)	(101)	-	(15)	(62)	(142)	-	(410)
Balance at 30 September 2022	10,350	20,126	22,306	5,896	39,179	2,243	428	100,527
Balance at 1st January 2021	10,648	20,115	20,577	5,733	34,542	2,268	1,509	95,392
Additions	(18)	190	1,160	128	3,380	23	1,695	6,558
Disposals	(191)	(247)	(47)	(255)	(130)	-	-	(870)
Reclassifications to other assets	-	133	316	138	738	-	(1,509)	(184)
Balance as at 31 December 2021	10,439	20,191	22,006	5,744	38,530	2,291	1,695	100,896
(ii) Accumulated depreciation								
Balance at 1st January 2022	-	7,012	3,275	3,122	27,742	2,092	-	43,243
Charge for the period	-	279	323	368	2,988	81	-	4,040
Disposals	-	(91)	-	(12)	(62)	(55)	-	(220)
Reclassifications	-	-	-	-	-	-	-	-
Balance at 30 September 2022	-	7,200	3,598	3,478	30,668	2,118	-	47,062
Balance at 1st January 2021	-	6,747	2,871	2,802	23,736	1,894	-	38,050
Charge for the year	-	373	410	492	4,126	198	-	5,599
Disposals	-	(108)	(6)	(172)	(120)	-	-	(406)
Reclassifications	-	-	-	-	-	-	-	-
Balance as at 31 December 2021	-	7,012	3,275	3,122	27,742	2,092	-	43,243
(iii) Net Book Value								
Balance at 30 September 2022	10,350	12,926	18,707	2,418	8,511	124	428	53,466
Balance as at 31 December 2021	10,439	13,179	18,731	2,622	10,788	199	1,695	57,653

(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 2021: nil)

23 Intangible assets

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	N million	N million	N million	N million
Cost				
Balance, beginning of the year	15,252	14,769	15,251	14,768
Additions	1,616	299	1,616	299
Transfer from property and equipment	-	184	-	184
Exchange translation difference	(1)	-	-	-
Balance, end of period	16,867	15,252	16,867	15,251
Amortization and impairment losses				
Balance, beginning of the year	11,469	9,557	11,469	9,557
Amortisation for the year	1,244	1,912	1,244	1,912
Balance, end of period	12,713	11,469	12,713	11,469
Carrying amounts as at period end	4,154	3,783	4,153	3,782
Balance as at 1 January	3,783	5,212	3,782	5,211

- (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 2021: nil)

24 Right of Use Assets

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	N million	N million	N million	N million
Gross Amount	4,530	3,450	4,530	3,781
Additions	787	431	787	889
Derecognition	(357)	(100)	(357)	(140)
Gross Amount	4,960	3,781	4,960	4,530
Accumulated depreciation	(1,753)	(1,041)	(1,753)	(1,041)
Charge in the year	(419)	(712)	(419)	(712)
Carrying Amount as at period end	2,789	2,777	2,789	2,777

25 Deferred tax assets and liabilities

Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

Group

30 September 2022

	Assets	Liabilities	Net
	N million	N million	N million
Property, equipment, and software	-	7,034	(7,034)
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	7,226	95,688

Deferred tax assets and liabilities

31 December 2021	Assets	Liabilities	Net
	N million	N million	N million
Property, equipment, and software	-	7,034	(7,034)
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	7,226	95,688

Bank

30 September 2022	Assets	Liabilities	Net
	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
Net tax assets (liabilities)	102,914	7,039	95,875

31 December 2021	Assets	Liabilities	Net
	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
Net tax assets (liabilities)	102,914	7,039	95,875

Deferred tax assets and liabilities

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

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	N million	N million	N million	N million
Balance, beginning of the year	95,688	95,875	95,875	95,875
Prior year adjustment (see note 42(b))				
Balance, beginning of the year ()	95,688	95,875	95,875	95,875
Credit for the year	-	(187)	-	-
Net deferred tax assets/(liabilities)	95,688	95,688	95,875	95,875
<i>Made up of</i>				
Deferred tax assets	102,914	102,914	102,914	-
Deferred tax liabilities	(7,319)	(7,319)	(7,319)	-

Recognised and unrecognised deferred tax assets

Recognition of deferred tax assets of N95,688 (December 2021: N95,688) 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.

26 Other assets

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Cash Reserve Requirement	323,439	429,279	323,439	429,279
Excess CRR balance to be refunded (see (i))	25,523	25,523	25,523	25,523
Total Cash Reserve Requirement	348,962	454,802	348,962	454,802
Other assets:				
Clearing	2,346	486	2,346	486
Accounts receivable	1,210	1,199	167	162
Prepayments	10,595	5,728	10,583	5,727
Receivable on FX forward (see (ii))	140,825	68,184	140,825	68,184
Repossession assets	19,104	18,584	19,104	18,584
Sundry assets (see (iii))	44,801	30,399	44,762	30,377
	218,881	124,580	217,787	123,521
Impairment on other assets (see (iv))	(8,118)	(7,829)	(7,076)	(6,787)
Net other assets	210,763	116,751	210,711	116,734
Total other assets	559,725	571,553	559,673	571,536

- (i) The Bank had restricted balances of N348.962 billion (December 2021: N454.802billion) with the Central Bank of Nigeria (CBN) as at 30 September 2022, 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 30 September 2022, the CRR in force was 32.5% (Dec 2021: 27.5%).
- (ii) **Receivable on FX forward**
The balance represents the value of foreign currency receivable on forward transactions with Central Bank of Nigeria.

(iii) **Other Sundry assets**

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Frauds and losses	1,499	1,493	1,499	1,493
Advance payments for PPE	621	577	621	577
Receivable from Union Homes	2,608	2,608	2,608	2,608
Property under dispute	1,352	1,352	1,352	1,352
Garnishee Order	1,179	1,291	1,179	1,291
ATM receivable	19	1,361	19	1,361
Dividend Receivable	414	396	414	396
Receivable on electronic transfers and collections	4,993	5,422	4,993	5,421
Master/Visa card electronic settlement	6,052	538	6,052	538
Withholding tax receivable	3,357	3,568	3,357	3,568
Asset below capitalisation	6	13	6	13
Investment in AgriBusiness/SMEEIS	5,778	4,810	5,778	4,810
Prepaid inventory items	101	-	101	-
E-settlement receivable	57	2,091	57	2,091
Cash in Transit	293	123	293	123
Prepaid staff benefit	743	1,301	743	1,301
Prepaid Stock items	321	682	321	682
Other account balances	15,407	2,752	15,368	2,752
Balance, end of year	44,801	30,399	44,762	30,377

(iv) **Movement in impairment on other assets:**

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Balance, beginning of the year	7,829	7,219	6,787	6,231
Charge/(reversal) for the year	-	325	-	320
Effect of exchange rate	289	285	289	291
Balance, end of year	8,118	7,829	7,076	6,787

27 Deposits from banks

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Other deposits from banks	27,325	-	27,325	-
Total deposits from Banks	27,325	-	27,325	-

28 Deposits from customers

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Term deposits	403,265	425,435	409,676	430,849
Structured term deposit	211,996	-	211,996	-
Current deposits	492,775	532,198	492,775	532,198
Savings	419,409	398,276	419,409	398,276
Total deposits from customers	1,527,444	1,355,910	1,533,856	1,361,323
Low-cost deposits	912,183	930,474	912,183	930,474
Low-cost deposits as % of total customer deposits	59.7%	68.6%	59.5%	68.4%
Deposits by currency				
Local currency deposits	1,226,815	1,037,538	1,226,815	1,037,538
Foreign currency deposits	300,630	318,372	307,042	323,785
	1,527,444	1,355,910	1,533,856	1,361,323

29 Current tax liabilities

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Balance, beginning of year	1,420	797	1,356	778
Charge for the year	959	1,423	884	1,352
Payments during the year	(1,118)	(800)	(1,068)	(774)
Balance, end of year	1,262	1,420	1,172	1,356

30 Other liabilities

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Deposits for foreign currency	359,784	482,374	359,784	482,374
Deposit for properties	-	-	-	-
Due to foreign correspondent banks	54,377	71,887	54,377	71,887
PAYE and other statutory deductions	1,466	1,207	1,466	1,197
Draft and Bills payable	1,918	2,173	1,918	2,173
AMCON contribution payable	454	908	454	908
Creditors and accruals (see (a) below)	4,111	4,552	3,857	4,552
Provision for fraud	395	59	395	59
Unearned income	973	1,114	973	1,114
Provision for claims and contingencies (see (b) below)	4,489	4,283	4,490	4,283
Accounts payable	10,541	6,258	10,488	4,445
OBB/REPO takings	97,190	23,585	97,190	23,585
Other provisions	6	4	6	4
Electronic collections and other e-payment liabilities	-	33,790	-	33,790
Liability for pledged assets	17,970	44,547	17,970	44,547
Other credit balances	104,618	23,078	102,919	23,078
	658,293	699,819	656,288	697,996
Lease Liability	1,791	1,895	1,791	1,895
Total other liabilities	660,084	701,714	658,079	699,891

(a) Creditors and accruals

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	N million	N million	N million	N million
Accrued IT Consumables	800	254	800	254
Accruals for professional and consultancy fees	316	102	316	102
Accrual for Industrial Training Fund Levy	166	230	166	230
Accrual for advertisement	76	60	76	60
Accrual for staff related allowances	969	3,284	969	3,284
Accrual for repairs and maintenance expenses	170	174	170	174
Other accruals	1,616	447	1,361	447
	4,111	4,552	3,857	4,552

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

	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	N million	N million	N million	N million
Balance, beginning of year	4,283	3,717	4,283	3,717
Charge/(reversal during the year)	207	566	207	566
Balance, end of the year	4,489	4,283	4,490	4,283

31 Employee benefit obligations

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Post employment benefit obligation (see (a) below)	205	339	205	338
Other long-term employee benefits	881	730	880	730
	1,085	1,069	1,084	1,068

(a) Post employment benefit obligation

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Defined contribution scheme (see (i) below)	205	339	205	338
	205	339	205	338
Defined benefit asset	1,561	1,222	1,561	1,223
Net defined benefit obligation	1,561	1,561	1,561	1,561

(i) Defined Contribution Scheme

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Balance, beginning of year	339	81	338	81
Charge during the year	411	969	410	969
Contribution remitted during the year	(545)	(711)	(543)	(712)
Balance, end of year	205	339	205	338

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

(ii) Defined benefit obligation

The Management of the Bank, in compliance with the Pension Reform Act 2014 and in line with the Trust Deed guiding the Bank's Pension Fund, bought an annuity programme with Leadway Assurance Company Plc for its Defined Benefit (DB) Scheme Pensioners.

Prior to this, the Bank engaged the Union Bank Pensioners' Association at both the National and Zonal Levels, conducted a roadshow across the country for its Pensioners under the Defined Benefit Scheme to get their buy-in for the Annuity Programme. Over 4,600 DB Pensioners have subscribed to the annuity program.

The benefits of the annuity program include;

- The transfer of risks associated with managing future income
- Longevity Risk: There is no fear of lack of income no matter how long the Annuitant lives
- Investment Risk: The Risk of Investment is borne by Leadway Assurance. This is not the case if the Bank continues to manage the fund.

(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	Senior Manager - General Manager
10 years	10% of Annual Basic Salary And	10% of Annual Basic And Salary Cash Award of N120,000	10% of Annual Basic And Salary Cash Award of N150,000.00
15 years	15% of Annual Basic Salary And	15% of Annual Basic And Salary Cash Award of N175,000	15% of Annual Basic And Salary Cash Award of N180,000.00
20 years	20% of Annual Basic Salary and	20% of Annual Basic Salary And Cash Award of N220,000	20% of Annual Basic And Salary Cash Award of N250,000.00
25 years	25% of Annual Basic Salary And	25% of Annual Basic And Salary Cash Award of N250,000	25% of Annual Basic And Salary Cash Award of N375,000.00
30 years	30% of Annual Basic And Salary	30% of Annual Basic And Salary Cash Award of N300,000	30% of Annual Basic And Salary Cash Award of N625,000.00
35 years	35% of Annual Basic And Salary	35% of Annual Basic And Salary Cash Award of N375,000	35% of Annual Basic Salary and Annual Basic Salary

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

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Present value of unfunded obligation	881	730	880	730
Total present value of the obligation	881	730	880	730
Present value of net obligation	881	730	880	730
Recognized liability for defined benefit obligations	881	730	880	730

32 Debt securities issued

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Long term bonds	6,312	6,536	6,312	6,536
	6,312	6,536	6,312	6,536

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

33 Commercial Papers

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Commercial Papers Series 9	-	32,262	-	32,262
	-	32,262	-	32,262

34 Long Term Subordinated bond

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Series 3 bonds	30,923	29,716	30,923	29,716
	30,923	29,716	30,923	29,716

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

35 Other borrowed funds

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Due to CACS (see (a))	1,310	622	1,310	622
BOI on-lending facilities (see note (b))	714	1,294	714	1,294
CBN RSSF-on lending (see (c))	14,300	15,617	14,300	15,617
Trade finance lending (see (d))	22,567	31,373	22,567	31,373
Short term borrowing	7,369	5,256	7,369	5,256
Other borrowings (see (e))	67,370	97,550	67,370	97,550
LCY mid-term borrowings	17,851	22,050	17,851	22,050
SME on-lending scheme	935	1,356	935	1,356
	132,417	175,118	132,417	175,118

- (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 new rate of 5.00% 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 has a 15-period tenor and repayable quarterly.

Under the on-lending agreement and the Bank is under obligation to on-lend to customers at an all-in interest rate of 5% 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 N14.30 bn (December 2021: N15.62 bn) 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 5% per annum payable on quarterly basis. The Central Bank of Nigeria is entitled to earn 1% as interest while the Bank is entitled to 4%.
- (d) Trade finance lending includes balances from the following financial institutions:

Group

	Group	Group	Group	Group
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	\$ million	\$ million	N million	N million
Mashreq Bank	-	26	-	11,183
Access Bank UK	52	47	22,567	20,190
	52	73	22,567	31,373

Bank

	Bank	Bank	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	\$ million	\$ million	N million	N million
Mashreq Bank	-	26	-	11,183
Access Bank UK	52	47	22,567	20,190
	52	73	22,567	31,373

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

	Group	Group	Group	Group
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	\$ million	\$ million	N million	N million
OPIC	147	150	64,243	62,168
Afreximbank	7	84	3,127	35,382
	154	234	67,370	97,550

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

	Bank	Bank	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	\$ million	\$ million	N million	N million
OPIC	147	150	64,243	62,168
Afreximbank	7	84	3,127	35,382
	154	234	67,370	97,550

36 Discontinued operations

(a) Profit for the period from discontinued operations

	Group Sept 2022 ₦ million	Group Sept 2021 ₦ million
Gross income		
Interest income	-	788
Net trading income	-	52
Other operating income	-	231
	-	1,072
Gross expense		
Interest expense	-	157
Net impairment loss on financial assets	-	(206)
Personnel expenses	-	1,937
Depreciation and amortization	-	199
Other operating expenses	-	962
	-	3,051
Loss before tax from discontinued operations	-	(1,979)
Income tax expense	-	-
Loss from discontinued operations (net of tax)	-	(1,979)

(b) Assets classified as held for sale

	Group 30 Sept 2022 ₦ million	Group 31 Dec 2021 ₦ million	Bank 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million
Cash and cash equivalents	-	38,185	-	-
Investments in subsidiaries	-	-	-	8,372
Non-pledged trading assets	-	-	-	-
Loans and advances to customers	-	19,408	-	-
Investments in equity accounted investee	-	-	-	-
Investment securities	-	12,844	-	-
Trading properties	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	-	39	-	-
Intangible assets	-	104	-	-
Deferred tax assets	-	-	-	-
Other assets	-	870	-	-
Right of use asset	-	1,030	-	-
	-	72,479	-	8,372
Impairment allowance	-	-	-	-
	-	72,479	-	8,372

(c) Liabilities for assets classified as held for sale

	Group 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million	Group 30 Sept 2022 ₦ million	Bank 31 Dec 2021 ₦ million
Deposit from banks	-	9,979	-	-
Deposits from customers	-	4,972	-	-
Other liabilities	-	-	-	-
Other liabilities	-	1,523	-	-
	-	16,473	-	-

37 Capital and reserves

Share capital	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million

(a) Minimum Share Capital 35,000,000,000 (Dec 2020: 35,000,000,000) Ordinary shares of 50 kobo each	17,500	17,500	17,500	17,500
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Share capital	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million

(b) Issued and fully paid - 29,264,484,854) Ordinary shares of 50kobo each	14,632	14,632	14,632	14,632
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Share capital	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million

Balance, beginning of year	14,632	14,632	14,632	14,632
Balance, end of year	14,632	14,632	14,632	14,632

(c) Share premium

Share premium is the excess paid by shareholders over the nominal value for their shares.

Share premium	Group 30 Sept 2022	Group 31 Dec 2021	Bank 30 Sept 2022	Bank 31 Dec 2021
	₦ million	₦ million	₦ million	₦ million

Balance, beginning of year	133,458	133,458	133,458	133,458
Balance, end of year	133,458	133,458	133,458	133,458

Share capital and share premium	148,090	148,090	148,090	148,090
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(d) Other reserves

The other reserves includes Statutory reserves, Fair value reserve, Regulatory risk reserves, Small and Medium Scale Industries Reserve (SMEEIS) and Capital reserve.

(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.

(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.

(e) Retained earnings

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

38 Non-controlling Interest

	Group	Group
<i>Movement in the non controlling interest</i>	30 Sept 2022	31 Dec 2021
	₦ million	₦ million
Balance, beginning of year	6,804	6,680
Profit/(loss) for the year	398	124
Balance, end of year	7,202	6,804

39 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 N296,688 million (December 2021: N298,581 million).

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

	Group	Group	Bank	Bank
	30 Sept 2022	31 Dec 2021	30 Sept 2022	31 Dec 2021
	₦ million	₦ million	₦ million	₦ million
Performance bonds and guarantees	186,046	145,731	186,046	145,731
Letters of credit	110,642	152,850	110,642	152,850
Gross total off-balance sheet assets	296,688	298,581	296,688	298,581
	(6)	(4)	(6)	(4)
Total off-balance sheet assets after impairn	296,682	298,577	296,682	298,577

40 Securities Trading Policy

In compliance with Rule 17.15; Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule), the Bank maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals defined as insiders regarding their dealings in the Company's shares. The Policy undergoes periodic reviews by the Board and is updated accordingly. The Bank has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period. Union Bank of Nigeria PLC as at 30th September, 2021 has adopted a code of conduct regarding securities transactions by its directors on terms no less exacting than the required standard set out in these Rules. Directors have complied with the required standard set out in the listings rules and in the Issuer's code of conduct regarding securities transactions by directors.

41 Shareholding Structure/Free Float Status

Description	Percentage (in relation to issued share capital)		Percentage (in relation to issued share capital)	
	Units	30 Sept 2022	Units	31 Dec 2021
Issued Share Capital	29,264,484,854	100%	29,264,484,854	100%
Details of Substantial Shareholdings (5% and above)				
Name(s) of Shareholders				
Titan Trust Bank Limited	27,336,952,296	93.41%	-	-
Union Global Partners Limited	-	-	17,969,515,984	61.40%
Atlas Mara	-	-	6,225,421,974	21.27%
Total Substantial Shareholdings	27,336,952,296	93.41%	24,194,937,958	82.68%

Details of Directors Shareholdings (direct and indirect), excluding directors' holding substantial interests

Name(s) of Directors

Mr. Farouk Mohammed Gumel	-	-	-	-
Mr. Mudassir Amray	-	-	-	-
Mr. Joseph Chinedu Mbulu	1,904,857	0.01%	1,904,857	0.01%
Mrs. Omolola Cardoso	-	-	-	-
Mr. Andrew Ojei	-	-	-	-
Alhaji Abubakar Mohammed	-	-	-	-
Mr. Mackombo Omoile	-	-	-	-
Ms. Aisha Abubakar	-	-	-	-
Total Directors' Shareholdings	1,904,857	0.01%	1,904,857	0.01%

Details of Other Influential Shareholdings, if any (e.g. Government, Promoters)

Total of Other Influential Shareholdings - - - -

Free Float in Unit and Percentage	1,925,627,701	6.58%	5,057,880,301	17.28%
Free Float in Value	N11,938,891,746.20		N29,841,493,775.90	

Declaration:

- UBN Plc has a free float value of N11,938,891,746.20 as at 30 September 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.
- UBN Plc has a free float value of N29,841,493,775.90 as at 31 December 2021, is compliant with The Exchange's free float requirements for companies listed on the Main Board.

Note:

* Share Price as at September 30, 2022 N6.20

* Share Price as at December 31, 2021 N5.90