

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF THE  
UNAUDITED RESULTS OF UNITY BANK PLC FOR THE NINE MONTHS ENDED 30 SEPTEMBER, 2014.

The Board of Directors of Unity Bank Plc is pleased to present the Bank's unaudited results for the nine months ended 30 September, 2014.

**Statement of Financial Position**

|                                                                 |              | <b>30 September<br/>2014<br/>N'000<br/>Unaudited</b> | <b>31 December<br/>2013<br/>N'000<br/>Audited</b> |
|-----------------------------------------------------------------|--------------|------------------------------------------------------|---------------------------------------------------|
|                                                                 | <b>Notes</b> |                                                      |                                                   |
| <b>Assets</b>                                                   |              |                                                      |                                                   |
| Cash and balances with central banks                            | <b>9</b>     | 4,239,551                                            | 9,710,926                                         |
| Due from banks                                                  | <b>10</b>    | 8,026,636                                            | 7,385,127                                         |
| Net Loans and advances to customers                             | <b>11</b>    | 215,111,504                                          | 195,229,573                                       |
| Financial investments – available-for-sale                      | <b>12a</b>   | 60,356,903                                           | 49,456,338                                        |
| Financial investments – available-for-sale- Pledged as security | <b>12b</b>   | 18,495,200                                           | 38,330,267                                        |
| Financial investments – held-to-maturity                        | <b>12c</b>   | 26,792,830                                           | 28,259,864                                        |
| Other assets                                                    | <b>13</b>    | 16,656,539                                           | 15,526,590                                        |
| Property and equipment                                          | <b>14a</b>   | 18,775,115                                           | 20,091,653                                        |
| Goodwill and other intangible assets                            | <b>15</b>    | 17,208,365                                           | 17,389,808                                        |
| Deferred tax assets                                             | <b>16</b>    | 19,036,676                                           | 19,036,676                                        |
| Non Current assets Held for sale                                | <b>17</b>    | 3,094,116                                            | 3,212,468                                         |
| <b>TOTAL ASSETS</b>                                             |              | <b>407,793,436</b>                                   | <b>403,629,290</b>                                |
| <b>Liabilities and Equity</b>                                   |              |                                                      |                                                   |
| <b>Liabilities</b>                                              |              |                                                      |                                                   |
| Due to customers                                                | <b>18</b>    | 281,519,481                                          | 303,270,560                                       |
| Debt issued and other borrowed funds                            | <b>19</b>    | 51,863,733                                           | 54,319,092                                        |
| Current tax liabilities                                         | <b>20</b>    | 1,279,988                                            | 425,554                                           |
| Other liabilities                                               | <b>21</b>    | 15,726,684                                           | 16,931,889                                        |
| Employee benefit liabilities                                    | <b>22</b>    | -                                                    | 469,555                                           |
| <b>Total liabilities</b>                                        |              | <b>350,389,886</b>                                   | <b>375,416,650</b>                                |
| <b>Equity</b>                                                   |              |                                                      |                                                   |
| Issued share capital                                            | <b>23</b>    | 38,446,689                                           | 19,223,345                                        |
| Share premium                                                   | <b>24</b>    | 10,875,325                                           | 11,929,516                                        |
| Statutory reserve                                               | <b>25</b>    | 7,691,052                                            | 7,691,052                                         |
| Retained earnings                                               | <b>26</b>    | (47,643,399)                                         | (58,700,474)                                      |
| Non Distributable Regulatory and Other reserves                 | <b>27</b>    | 48,033,883                                           | 48,069,203                                        |
| <b>Total equity</b>                                             |              | <b>57,403,550</b>                                    | <b>28,212,640</b>                                 |
| <b>Total liabilities and equity</b>                             |              | <b>407,793,436</b>                                   | <b>403,629,290</b>                                |

  
**Patricia Chinwe Ahunanya**  
Chief Financial Officer  
FRC/2014/ICAN/00000006866

  
**Henry James Semenitari**  
Managing Director/CEO  
FRC/2014/IODN/00000006865

**UNITY BANK PLC**
**Statement of Profit & Loss & Other Comprehensive Income**
**For the 9 Months Ended 30th September, 2014**

|                                                              |       | 30 September<br>2014 | 30 September 2013   | 31 December<br>2013 |
|--------------------------------------------------------------|-------|----------------------|---------------------|---------------------|
|                                                              | Notes | Unaudited<br>N'000   | Unaudited<br>N'000  | Audited<br>N'000    |
| <b>Gross Income</b>                                          |       | <b>48,140,555</b>    | <b>45,395,438</b>   | <b>62,827,927</b>   |
| Interest and similar income                                  | 1     | 38,771,329           | 37,682,878          | 52,195,852          |
| Interest and similar expense                                 | 2     | (13,075,940)         | (16,854,126)        | (22,052,800)        |
| <b>Net interest income</b>                                   |       | <b>25,695,389</b>    | <b>20,828,752</b>   | <b>30,143,052</b>   |
| Fee and commission income                                    | 3     | 6,511,854            | 5,765,279           | 7,334,874           |
| <b>Net fee and commission income</b>                         | 3     | <b>6,511,854</b>     | <b>5,765,279</b>    | <b>7,334,874</b>    |
| Net trading income                                           | 4     | 43,637               | 108,531             | 48,823              |
| Other operating income                                       | 5     | 2,813,735            | 1,838,750           | 3,248,378           |
|                                                              |       | <b>2,857,372</b>     | <b>1,947,281</b>    | <b>3,297,202</b>    |
| <b>Total operating income</b>                                |       | <b>35,064,615</b>    | <b>28,541,312</b>   | <b>40,775,127</b>   |
| Credit loss expense                                          | 6a    | (2,180,269)          | (540,000)           | (21,592,692)        |
| Other Impairments                                            | 6b    | -                    | -                   | (935,851)           |
| <b>Net operating income</b>                                  |       | <b>32,884,347</b>    | <b>28,001,312</b>   | <b>18,246,584</b>   |
| Personnel expenses                                           | 7     | (10,528,378)         | (11,201,518)        | (15,093,664)        |
| Depreciation of property and equipment                       | 14b   | (1,802,018)          | (1,887,469)         | (2,508,151)         |
| Amortisation of intangible assets                            | 15b   | (212,038)            | (318,374)           | (390,668)           |
| Other operating expenses                                     | 8     | (8,323,351)          | (13,389,150)        | (33,893,468)        |
| <b>Total operating expenses</b>                              |       | <b>(20,865,785)</b>  | <b>(26,796,511)</b> | <b>(51,885,952)</b> |
| <b>Profit before tax</b>                                     |       | <b>12,018,561</b>    | <b>1,204,801</b>    | <b>(33,639,368)</b> |
| Taxation                                                     |       | (961,485)            | (51,625)            | 11,057,029          |
| <b>Profit for the period</b>                                 |       | <b>11,057,076</b>    | <b>1,153,176</b>    | <b>(22,582,339)</b> |
| <b>Other Comprehensive Income</b>                            |       |                      |                     |                     |
| Profit/(Loss) for the period                                 |       | 11,057,076           | 1,153,176           | (22,582,339)        |
| Net gain/(loss) on available for sale financial assets       |       | (35,319)             | -                   | (54,585)            |
| <b>Total comprehensive income for the period, net of tax</b> |       | <b>11,021,757</b>    | <b>1,153,176</b>    | <b>(22,636,924)</b> |
| Earnings Per Share(Basic)                                    |       | <b>28.76 Kobo</b>    | <b>4.40 Kobo</b>    | (58.74)Kobo         |

**UNITY BANK PLC**  
**Statement of Changes in Equity**  
**for The 9 Months Ended 30 September 2014**

|                                 | Issued<br>Capital<br>N'000 | Share<br>Premium<br>N'000 | Statutory<br>Reserves<br>N'000 | Retained<br>Earnings<br>N'000 | Non-distributable<br>Regulatory Reserve<br>N'000 | Other<br>Reserves<br>N'000 | Totals<br>N'000   |
|---------------------------------|----------------------------|---------------------------|--------------------------------|-------------------------------|--------------------------------------------------|----------------------------|-------------------|
| <b>At 1 January, 2013</b>       | <b>19,223,345</b>          | <b>11,929,515</b>         | <b>7,691,052</b>               | <b>(7,478,136)</b>            | <b>4,541,768</b>                                 | <b>15,550,140</b>          | <b>51,457,684</b> |
| Write off from reserves         | -                          | -                         | -                              | -                             | -                                                | (608,120)                  | (608,120)         |
| Profit/(Loss) for the period    | -                          | -                         | -                              | (22,582,338)                  | -                                                | -                          | (22,582,338)      |
| Transfer from retained earnings | -                          | -                         | -                              | (28,640,000)                  | 28,640,000                                       | -                          | -                 |
| Dividend paid                   | -                          | -                         | -                              | -                             | -                                                | -                          | -                 |
| Other comprehensive income      | -                          | -                         | -                              | -                             | -                                                | (54,585)                   | (54,585)          |
| <b>At 31 December, 2013</b>     | <b>19,223,345</b>          | <b>11,929,516</b>         | <b>7,691,052</b>               | <b>(58,700,476)</b>           | <b>33,181,767</b>                                | <b>14,887,435</b>          | <b>28,212,638</b> |
| Rights Issue                    | 19,223,344.86              | (1,054,190.32)            | -                              | -                             | -                                                | -                          | 18,169,155        |
| Profit/(Loss) for the period    | -                          | -                         | -                              | 11,057,076                    | -                                                | -                          | 11,057,076        |
| Other comprehensive income      | -                          | -                         | -                              | -                             | -                                                | (35,319)                   | (35,319)          |
| <b>At 30 September 2014</b>     | <b>38,446,689</b>          | <b>10,875,325</b>         | <b>7,691,052</b>               | <b>(47,643,400)</b>           | <b>33,181,767</b>                                | <b>14,852,116</b>          | <b>57,403,550</b> |

**UNITY BANK PLC**  
**Statement of Cash Flows**  
**For the 9 Months Ended 30 September 2014**

|                                                            | 30 September 2014<br>N'000 | 31 December 2013<br>N'000 |
|------------------------------------------------------------|----------------------------|---------------------------|
| <b>Operating activities</b>                                |                            |                           |
| <b>Profit before tax</b>                                   | 12,018,561                 | (33,639,369)              |
| <b>Adjustment for non cash items:</b>                      |                            |                           |
| Impairment losses on Bank balances                         |                            | 10,125                    |
| Impairment losses on Other assets                          |                            | 17,049,243                |
| Impairment losses on Risk assets                           | 2,180,269                  | 21,592,692                |
| Impairment losses on financial Investment                  |                            | 11,000                    |
| Impairment losses on goodwill                              |                            | 509,256                   |
| Depreciation of property and equipment                     | 1,802,018                  | 2,508,152                 |
| Amortisation of intangible assets                          | 212,038                    | 390,668                   |
| Profit on disposal of Property and equipment               |                            | (68,791)                  |
| Gains from sale of investments                             | (16,759)                   | (572,489)                 |
|                                                            | 16,196,126                 | 7,790,488                 |
| <b>Changes in operating assets</b>                         |                            |                           |
| Deposits with the Central Bank of Nigeria                  | -                          | 27,696,943                |
| Loans and advances to customers                            | (22,062,200)               | (30,853,791)              |
| Other assets                                               | (1,011,597)                | (13,304,305)              |
|                                                            | (23,073,796)               | (16,461,152)              |
| <b>Changes in operating liabilities</b>                    |                            |                           |
| Due to customers                                           | (21,751,080)               | 34,394,799                |
| Current tax liabilities                                    | (107,051)                  | (165,957)                 |
| Other liabilities                                          | (365,213)                  | (1,924,782)               |
| Defined contribution                                       | (469,555)                  | 149,784                   |
|                                                            | (22,692,898)               | 32,453,844                |
| Cash generated from operations                             | (29,570,568)               | 23,783,179                |
| Income tax paid                                            | (875,312)                  | (400,935)                 |
| <b>Net cash flows from/(used in) operating activities</b>  | (30,445,880)               | 23,382,244                |
| <b>Investing activities</b>                                |                            |                           |
| Purchase of property and equipment                         | (485,479)                  | (1,779,046)               |
| Purchase of intangible assets                              | (30,595)                   | (792,138)                 |
| Proceeds from sale of property and equipment               | -                          | 133,969                   |
| Proceeds from sale of investment                           | -                          | 572,489                   |
| Available for sale investments                             | 8,951,261                  | (58,253,933)              |
| Held to maturity investments                               | 1,467,034                  | 26,812,500                |
| <b>Net cash flows from/(used in) investing activities</b>  | 9,902,220                  | (33,306,159)              |
| <b>Financing activities:</b>                               |                            |                           |
| Share Capital                                              | 18,169,153                 | 0                         |
| Debt issued and other borrowed funds                       | (2,455,359)                | (115,406)                 |
| <b>Net cash flows from /(used in) financing activities</b> | 15,713,794                 | (115,406)                 |
| Net increase/(decrease) in cash and cash equivalents       | (4,829,866)                | (10,039,322)              |
| Cash and cash equivalents at 1 January                     | 17,096,053                 | 27,135,374                |
| Cash and cash equivalents at 30 September                  | 12,266,187                 | 17,096,053                |