

Unaudited results for the Period ended September 30, 2024

UBA grows Net Interest Income by 149% and PBT by 20% YoY to N603 billion

Statement of Comprehensive Income	Q3 2024 ₦' Million	Q3 2023 ₦' Million	Change
Gross earnings	2,398,002	1,308,861	83.2%
Interest income	1,798,894	666,291	170.0%
Net-interest income	1,103,323	443,082	149.0%
Non-interest income	435,840	574,539	-24.1%
Operating income	1,539,163	1,017,621	51.3%
Operating expenses	812,202	370,914	119.0%
Profit before tax	603,483	502,091	20.2%
Profit after tax	525,313	449,296	16.9%
Basic EPS	14.78	12.93	14.3%
Statement of Financial Position	Q3 2024 ₦' Million	Dec-23 ₦' Million	Change
Total assets	31,801,359	20,653,197	54.0%
Customer deposits	27,103,098	17,355,721	56.2%
Net loans	7,782,836	5,549,581	40.2%
Shareholders' funds	3,585,447	2,030,195	76.6%
Profitability Metrics	Q3 2024	Dec-23	
1) Cost-to-income ratio (CIR)	52.62%	37.23%	41.4%
2) Cost-of-risk (CoR)	2.40%	3.09%	-22.2%
3) Cost-of-fund (CoF)	3.99%	2.65%	50.7%
4) Net interest margin (NIM)	8.03%	6.83%	17.6%
5) Return on average equity (RoAE)*	24.95%	41.17%	-39.4%
6) Return on average asset (RoA)**	2.67%	3.86%	-30.8%
Other Metrics			
NPL Ratio	7.32%	5.85%	25.2%
NPL Coverage Ratio	99.80%	77.55%	28.7%

* Post-tax return on average equity computed as annualized profit after tax attributable to shareholders divided by the average opening and closing balances attributable to equity holders.

** Post-tax return on average assets computed as annualized profit after tax divided by the average opening and closing balances of its total assets.

Commenting on the results, Oliver Alawuba, the Group Managing Director said “I am pleased to present UBA Group’s results for the quarter ended September 2024. The Group continues to record strong and sustainable growth in its various revenue streams, building on its strong performance earlier in the year.

The Group achieved a profit before tax of **N603.5bn** and our intermediation business continues to show strong growth with net interest income expanding by 149% YoY to **N1.10trillion** and NIM closing at 8.03%, which is 17.60% above the 2023 position. Customer deposits grew by 56% from N17.4trillion at FYE2023 to **N27.1trillion**; and 54% growth in total assets to **N31.8trillion** from N20.7trillion at FYE2023, despite persisting macroeconomic headwinds, geopolitical tensions, insecurity, inflationary pressure and exchange rate volatilities across our markets. The Bank’s performance has been underpinned by consistent strong growth on all core and sustainable banking income lines.

Our substantial investments in technology are yielding tangible business value. This commitment is instrumental in delivering enhanced customer experiences and optimizing operational efficiency.

Also commenting on the results, the Executive Director, Finance & Risk Management, Ugo Nwaghodoh, said “

I am delighted at the milestone reached in driving operational efficiency, reflected in cost-to-income ratio normalizing around the 50% range. We remain on track with various strategies to optimize our cost of funds and operating expenses.

Shareholders’ funds recorded a 77% growth from N2trillion at FYE2023 to **N3.59trillion** demonstrating the Group’s significant capacity for future growth. Furthermore, the Group has finalized plans to shore up its share capital to support its medium to long term aspirations, whilst aligning with the recent regulatory requirement in Nigeria and other jurisdictions.

United Bank for Africa remains committed to sustainable growth in our core banking revenue lines and maintaining its strong compliance and risk management culture, even as the Group identifies further opportunities to expand. The non-performing loan ratio stood at 7.32% with a cost of risk of 2.40%.

STATEMENT TO THE NIGERIAN EXCHANGE LIMITED AND SHAREHOLDERS ON THE EXTRACT OF THE UNAUDITED RESULTS FOR PERIOD ENDED 30 SEPTEMBER 2024.

Consolidated and Separate Statements of Comprehensive Income for the nine months ended 30 September 2024

Consolidated and Separate Statements of Financial Position As of 30 September 2024

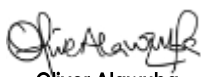
	GROUP	
	2024	2023
<i>In millions of Nigerian Naira,</i>		
Gross earnings	2,398,002	1,308,861
Interest income	1,798,894	666,291
Interest income on amortized cost and FVOCI securities	1,759,567	665,478
Interest income on FVTPL securities	39,327	813
Interest expense	(695,571)	(223,209)
Net interest income	1,103,323	443,082
Impairment charge for credit losses on Loans	(125,622)	(134,119)
Net impairment charge / (write back) on other financial assets	2,144	(10,497)
Net interest income after impairment charge on financial instruments assets	(123,478)	(144,616)
Fees and commission income	392,839	182,317
Fees and commission expense	(158,986)	(68,031)
Net fee and commission income	233,853	114,286
Net trading and foreign exchange	182,484	450,253
Other operating income	23,785	10,000
Employee benefit expenses	(225,418)	(111,107)
Depreciation and amortization	(33,823)	(22,611)
Other operating expenses	(557,243)	(237,196)
Profit before income tax	603,483	502,091
Income tax expense	(78,170)	(52,795)
Profit for the year	525,313	449,296
Other comprehensive income		
Items that will be reclassified to Profit or loss:		
Exchange differences on translation of foreign operations	789,483	276,129
Fair value changes on investments in debt securities at FVOCI:		
Net change in fair value for the year	(36,318)	19,610
Net amount transferred to profit or loss	(2,033)	(2,771)
Items that will not be reclassified to Profit or loss:		
Fair value changes on equity investments designated at FVOCI	284,204	144,544
Impact of adopting IAS 29 - Hyperinflationary Accounting	73,263	-
Other comprehensive loss for the year, net of tax	1,108,599	437,512
Total comprehensive income for the year	1,633,912	886,808
Profit for the year attributable to:		
Owners of Parent	505,376	442,029
Non-controlling interests	19,937	7,267
Profit for the year	525,313	449,296
Total comprehensive income attributable to:		
Owners of Parent	1,581,689	863,830
Non-controlling interests	52,223	22,978
Total comprehensive income for the year	1,633,912	886,808
Basic and diluted earnings per share (Naira)	14.78	12.93

	GROUP	
	2024	2023
<i>In millions of Nigerian Naira</i>		
ASSETS		
Cash and bank balances	9,108,233	6,069,496
Financial assets at fair value through profit or loss	84,437	33,849
Assets under management	14,655	14,026
Derivative assets	265,911	498,824
Loans and advances to banks	107,658	320,732
Loans and advances to customers	7,675,178	5,228,849
Investment securities:		
- At fair value through other comprehensive income	6,431,420	3,093,037
- At amortized cost	6,793,827	4,314,957
Other assets	907,206	758,685
Property and equipment	309,365	267,146
Intangible assets	82,242	43,855
Deferred tax assets	21,227	9,741
TOTAL ASSETS	31,801,359	20,653,197
LIABILITIES		
Deposits from banks	3,530,816	2,464,443
Deposits from customers	22,968,672	14,891,277
Derivative liabilities	12,348	1,885
Other liabilities	513,440	313,181
Current income tax payable	18,553	42,671
Borrowings	1,120,131	858,739
Deferred tax liability	51,951	50,805
TOTAL LIABILITIES	28,215,912	18,623,002
EQUITY		
Share capital	17,100	17,100
Share premium	98,715	98,715
Retained earnings	1,305,200	919,872
Other reserves	2,044,176	926,475
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT	3,465,191	1,962,162
Non-controlling interests	120,256	68,033
TOTAL EQUITY	3,585,447	2,030,195
TOTAL LIABILITIES AND EQUITY	31,801,359	20,653,197

'The interim consolidated and separate financial statements were approved by the Board of Directors and authorized for issue on 17 October 2024 and signed on its behalf by:



Ugo A. Nwaghodoh
ED, Finance and Risk
FRC/2012/ICAN/0000000272



Oliver Alawuba
Group Managing Director/CEO
FRC/2022/PRO/DIR/003/589226



Tony O. Elumelu, CFR
Chairman, Board of Directors
FRC/2013/PRO/DIR/003/000000

The statement of financial position, statement of comprehensive income, statement of changes in equity, report of the independent auditor and specific disclosures are published in compliance with the requirements of S.27 of the Banks and Other Financial Institutions Act. The information disclosed have been extracted from the full financial statements of the Bank and the Group and cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the Bank and the Group as the full financial statements. Copy of the full financial statements can be obtained from the Group's website: www.ubagroup.com/ir.

