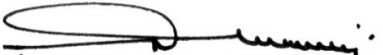



UNITY BANK PLC RC: 94524

2011 AUDITED FINANCIAL STATEMENTS

UNITY BANK PLC BALANCE SHEET AS AT 31 DECEMBER 2011

	The Group 2011 N'000	The Group 2010 N'000	The Bank 2011 N'000	The Bank 2010 N'000
ASSETS				
Cash and short-term funds	27,703,526	17,388,078	27,702,284	17,334,974
Nigerian treasury bills	31,547,059	20,721,952	31,547,059	20,721,952
Due from other banks	62,015,336	31,722,834	61,034,231	31,721,965
Loans and advances	113,661,630	113,974,907	113,635,226	113,934,122
Advances under finance leases	8,340,026	4,627,139	8,340,026	4,627,139
Investment securities	56,951,897	42,013,291	56,594,602	41,336,446
Investment in subsidiaries	287,301	287,300	1,414,736	1,921,177
Goodwill	17,085,024	17,085,024	17,085,024	17,085,024
Deferred tax assets	9,584,824	9,722,548	9,584,824	9,584,824
Other assets	25,522,332	24,147,406	24,123,322	23,699,190
Fixed assets	23,231,282	23,787,256	22,797,969	23,255,120
Total assets	375,930,237	305,477,735	373,859,303	305,221,933
LIABILITIES				
Customer deposits	266,916,621	221,700,606	266,877,426	222,145,561
Long term borrowing	43,007,826	17,738,789	43,007,826	17,738,789
Current income tax	784,005	1,033,621	642,480	899,277
Other liabilities	18,742,300	18,692,121	16,868,446	18,266,779
Retirement benefit obligations	164,924	238,989	164,924	230,182
Deferred income tax liabilities	1,834,518	1,788,898	1,788,112	1,788,112
	331,450,194	261,193,024	329,349,214	261,068,700
EQUITY				
Share capital	17,473,868	16,641,688	17,475,768	16,643,588
Share reconstruction reserve	14,501,904	14,501,904	14,501,904	14,501,904
Share premium	13,677,092	14,509,272	13,677,092	14,509,272
Statutory reserve	5,817,600	5,108,288	5,837,033	5,106,539
Reserve for small and medium scale industries	440,116	440,116	440,116	440,116
Asset revaluation reserve	7,219,000	7,219,000	7,219,000	7,219,000
Retained earnings - General reserve	(14,889,568)	(14,519,140)	(14,640,824)	(14,267,186)
Attributable to equity holders of the parent	44,240,012	43,901,128	44,510,088	44,153,233
Non-controlling interest	240,031	383,583	-	-
Total Equity	44,480,043	44,284,711	44,510,088	44,153,233
Total liabilities	375,930,237	305,477,735	373,859,303	305,221,933
Acceptances and guarantees	132,486,713	4,132,198	132,486,713	4,132,198


Mr. Rislanudeen Muhammad- Group Executive Director


Mallam Ado Y. Wanka- Group Managing Director


Mallam Nu'uman B. Danbatta (OON, mni)- Chairman

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2011

	The Group 2011 N'000	The Group 2010 N'000	The Bank 2011 N'000	The Bank 2010 N'000
Gross earnings	47,531,931	64,808,967	45,425,600	62,673,803
Interest and similar income	30,314,223	29,165,385	30,267,422	29,019,778
Interest and similar expense	(9,165,816)	(12,502,829)	(9,155,905)	(12,496,678)
Net interest income	21,148,407	16,662,555	21,111,517	16,523,100
Fee and commission income	10,898,991	9,125,290	8,942,138	7,459,700
Foreign exchange income	356,489	86,238	356,489	86,238
Trusteeship income	115	276	-	4
Investments and other income	616,928	512,823	514,365	190,398
Total Fees, commission & Other income	11,872,523	9,724,351	9,812,993	7,736,340
Operating income before	33,020,930	26,386,906	30,924,510	24,259,440
Exceptional income	5,345,185	25,918,956	5,345,185	25,917,685
Exceptional income	38,366,115	52,305,862	36,269,695	50,177,125
Operating expenses	(32,452,019)	(32,100,760)	(30,646,530)	(30,067,172)
Diminution in asset values	(2,786,650)	(6,795,204)	(2,545,706)	(6,795,204)
Profit before taxation	3,127,446	13,409,898	3,077,459	13,314,749
Current taxation	(695,706)	(922,348)	(642,480)	(899,277)
Profit after taxation	2,431,740	12,487,550	2,434,979	12,415,472
Non controlling Interest	(67,368)	(52,354)	-	-
Profit attributable to the group	2,364,372	12,435,196	2,434,979	12,415,472
APPROPRIATIONS				
Statutory reserve	709,312	3,724,642	730,494	3,724,642
Small and medium enterprises equity investment scheme	-	-	-	-
Retained earnings	1,655,060	8,710,554	1,704,485	8,690,830
	2,364,372	12,435,196	2,434,979	12,415,472
Key Financial Information				
Total non-performing loans	7,077,177	19,630,442	7,072,274	19,630,442
Total non-performing loans to total loans	5.39%	14.73%	5.39%	14.73%
Earnings per share - basic (kobo)	7	38	7	37
Number of customer complaints received	1,250	-	1,250	-
Number of customer complaints resolved	1,214	-	1,214	-
Number of complaints in process of resolution	36	-	36	-

INDEPENDENT AUDITORS'REPORT

TO THE MEMBERS OF UNITY BANK PLC

The accompanying balance sheets as at 31 December 2011 and the profit and loss accounts for the year then ended, are derived from the Separate audited financial statements of Unity Bank Plc (the Bank) and its subsidiary companies (together the Group) for the year ended 31 December, 2011. We expressed an unmodified audit opinion on the Banks Separate and Group financial statements in our report dated 28 March, 2012.

The accompanying balance sheet and profit and loss accounts do not contain all the disclosures required by the Statements of Accounting Standards applicable in Nigeria, the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and other relevant Central Bank of Nigeria circulars applied in the preparation of the audited financial statements of the Bank. Reading the accompanying balance sheets and profit and loss accounts is therefore, not a substitute for reading the audited financial statements of the Bank.

Directors' Responsibility for the summarised audited Consolidated Financial Statements

The Directors are responsible for preparing and presenting an appropriate summary of the financial statements in accordance with Section 355 of the Companies and Allied Matters Act CAP C20 LFN 2004 and Banks and Other Financial Institutions Act CAP B3 LFN 2004.

Auditors' Responsibility

Our responsibility is to express an opinion on the summarised consolidated financial statements based on our procedures which were conducted in accordance with International Standards on Auditing (ISA 810). Engagement to report on Summary Financial Statements.

Opinion

In our opinion, the accompanying balance sheet and profit and loss accounts are consistent, in all material respects, with the audited financial statements of Unity Bank Plc for the year ended 31 December, 2011 from which they were derived.

Compliance with Section 27 (2) of the Banks and Other Financial Institutions Act CAP B3, LFN 2004 and Central Bank of Nigeria circular BSD/1/2004

- our examination of loans and advances was carried out in accordance with the Prudential Guidelines for Deposit Money Banks in Nigeria issued by the Central Bank of Nigeria;
- related party transactions and balances are disclosed in Note 32 to the financial statements in accordance with the Central Bank of Nigeria Circular BSD/1/2004;
- To the best of our knowledge the bank did not contravene any provision of the Banks and Other Financial Institutions Act, CAP B3, LFN 2004 and circulars of the Central Bank of Nigeria during the year ended 31 December, 2011.


Ahmed Zakari

Chartered Accountants
Abuja, Nigeria
28 March, 2012

unity
bank

Succeeding Together