

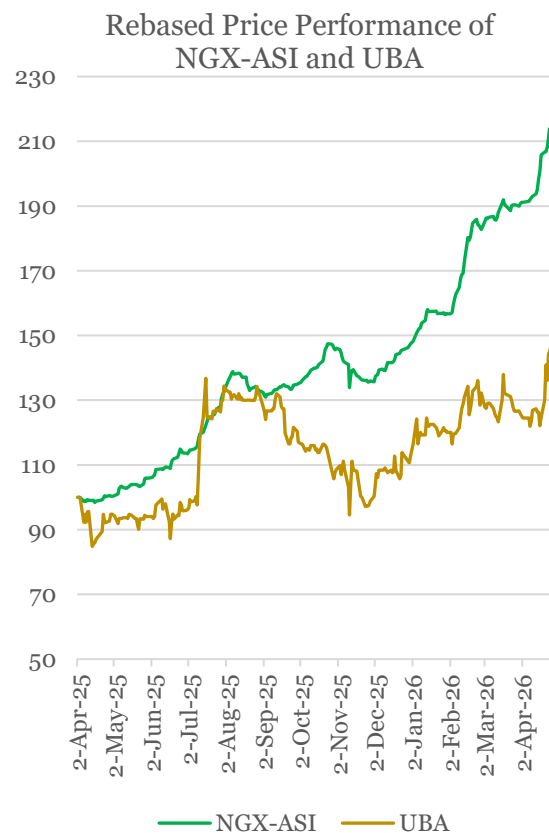
## Earnings Update: United Bank for Africa Plc FY-2025 (Ticker: UBA)

### KEY HIGHLIGHTS FROM THE RESULT

- Gross earnings declined by 3.04%, from ₦3.19 trillion in FY-2025 to ₦3.09 trillion in FY-2026. However, interest income grew by 9.84% to ₦2.65 trillion, driven by a 12.93% increase in income from amortized cost and FVOCI securities, while income from FVTPL securities dropped sharply by 87.57%. Interest expense rose by 19.97%, resulting in a modest 4.24% growth in net interest income to ₦1.62 trillion.
- Impairment charges on loans increased significantly by 52.59% to ₦331.07 billion, weighing on earnings. Consequently, net interest income after impairment declined slightly by 0.76% to ₦1.29 trillion. Net fee and commission income remained broadly flat at ₦332.48 billion. Notably, the bank recorded a net trading and FX loss of ₦140.57 billion, compared to a gain of ₦181.76 billion in Q1-2025, significantly impacting revenue.
- Operating expenses increased, with employee costs up 19.58% and depreciation rising by 37.18%, although other operating expenses declined by 3.22%.
- Overall, profit before tax fell sharply by 47.32% to ₦423.40 billion. With tax expense declining by 49.66%, profit after tax also dropped by 47.21% to ₦404.70 billion.
- On the balance sheet, total assets grew by 9.40% to ₦33.17 trillion, driven by a 30.51% increase in amortized cost securities and a 93.32% rise in FVTPL assets, while loans to customers grew marginally by 0.98%. Cash balances increased by 9.66%, while derivative assets declined significantly.
- Customer deposits rose by 11.02% to ₦23.95 trillion, supporting funding, while borrowings declined by 33.78%, indicating reduced leverage. Total liabilities increased by 7.49%, while equity grew strongly by 24.40% to ₦4.25 trillion, reflecting retained earnings growth.
- From a cash flow perspective, net cash from operating activities declined sharply by 97.72% to ₦110.28 billion, indicating weaker cash conversion. Investing outflows reduced by 63.83%, while financing outflows declined by 34.07%.
- The bank has not declared final dividend, bringing the total dividend for FY-2025 to ₦0.25 from ₦5.00 in 2024, reflecting pressured earnings despite strong top-line growth.

Kindly click [here](#) for the full financial statement.

TICKER	UBA
Price (₦) as of 24 Apr. 2026	55.00
Shares Outstanding	44.196B
52 Weeks High (₦)	55.20
52 Weeks Low (₦)	31.65
1 Year Change (%)	62.8%
Market Cap (₦)	2.19T
Price-to-Book	0.6x
EPS – P/E	19.99 – 2.5x
Dividend (Yield %)	3.25 (5.9%)



Source: Investing.com, Parthian Securities Research

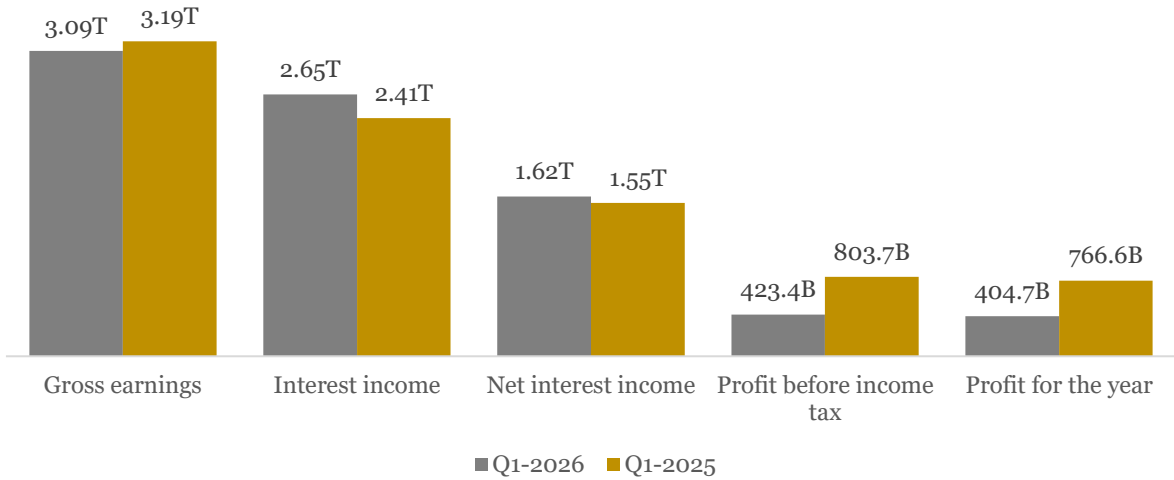
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<b>INCOME STATEMENT</b>	<b>FY-2026 (₹'mn)</b>	<b>FY-2025 (₹'mn)</b>	<b>Change (%)</b>
Gross earnings	3,089,968	3,186,880	-3.04%
Interest income	2,649,047	2,411,632	9.84%
Interest income on amortised cost and FVOCI securities	2,639,831	2,337,485	12.93%
Interest income on FVTPL securities	9,216	74,147	-87.57%
Interest expense	(1,030,708)	(859,162)	19.97%
Net interest income	1,618,339	1,552,470	4.24%
Impairment charge for credit losses on Loans	(331,071)	(216,967)	52.59%
Net impairment charges on other financial assets	1,723	(17,553)	109.82%
Modification (loss)/gain on purchased or originated credit impaired	-	(19,045)	100%
Net interest income after impairment on financial instruments	1,288,991	1,298,905	-0.76%
Fees and commission income	532,947	547,406	-2.64%
Fees and commission expense	(200,472)	(214,086)	-6.36%
Net fee and commission income	332,475	333,320	-0.25%
Net trading and foreign exchange (loss)/ gain	(140,568)	181,762	-177.34%
Other operating income	48,542	46,080	5.34%
Net monetary loss on hyperinflation	(2,162)	(10,163)	-78.73%
Employee benefit expenses	(376,268)	(314,660)	19.58%
Depreciation and amortisation	(66,680)	(48,608)	37.18%
Other operating expenses	(660,930)	(682,910)	-3.22%
Profit before income tax	423,400	803,726	-47.32%
Income tax (expense)/credit	(18,704)	(37,158)	-49.66%
Profit for the year	404,696	766,568	-47.21%
<b>STATEMENT OF FINANCIAL POSITION</b>	<b>FY-2026 (₹'mn)</b>	<b>FY-2025 (₹'mn)</b>	<b>Change (%)</b>
Cash and bank balances	8,952,012	8,163,668	9.66%
Financial assets at fair value through profit or loss	194,652	100,687	93.32%
Assets under management	17,567	15,175	15.76%
Derivative assets	1,368	188,583	-99.27%
Loans and advances to banks	437,526	556,072	-21.32%
Loans and advances to customers	7,022,394	6,954,545	0.98%
Investment securities - At fair value through other comprehensive income	4,518,170	4,942,037	-8.58%
Investment securities - At amortised cost	9,909,047	7,592,468	30.51%
Other assets	1,395,079	1,186,262	17.60%
Property and equipment	448,997	416,623	7.77%
Intangible assets	68,584	66,864	2.57%
Deferred tax assets	207,792	140,371	48.03%
Total assets	33,173,188	30,323,355	9.40%
Deposits from banks	3,259,133	2,756,472	18.24%
Deposits from customers	23,948,907	21,571,750	11.02%
Derivative liabilities	124,227	33,849	267.00%
Other liabilities	619,819	1,003,252	-38.22%
Current income tax payable	36,997	138,983	-73.38%
Borrowings	923,656	1,394,796	-33.78%
Deferred tax liability	7,507	5,614	33.72%
Total liabilities	28,920,246	26,904,716	7.49%
Total equity	4,252,942	3,418,639	24.40%
Total equity and liabilities	33,173,188	30,323,355	9.40%
<b>CASH FLOW STATEMENT</b>	<b>FY-2026 (₹'mn)</b>	<b>FY-2025 (₹'mn)</b>	<b>Change (%)</b>
Net cash flows generated from operating activities	110,280	4,831,717	-97.72%
Net cash flows used in investing activities	(1,804,202)	(4,988,554)	-63.83%
Net cash used in financing activities	(261,925)	(397,291)	-34.07%



## Financial Data



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