AUDITED GROUP FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

REPORT OF THE INDEPENDENT AUDITOR

We have audited the accompanying financial statements of United Bank for Africa Plc ("the bank") and its subsidiaries (together, "the Group") which comprise the balance sheets as at 31 December 2010 and the profit and loss accounts and cash flow statements for the year then ended and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with Statements of Accounting Standards and with the requirements of the Companies and Allied Matters Act and the Banks and Other Financial Institutions Act. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and the presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. Making those risk assessments, the auditor considers internal control relevant to the entity’s preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentations of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion the financial statements give a true and fair view of the financial position of the bank and the group as at 31 December 2010 and of their financial performance and their cash flows for the year then ended in accordance with Nigerian Statements of Accounting Standards and in the manner required by the Companies and Allied Matters Act and the Banks and Other Financial Institutions Act.

Report on other legal and regulatory requirements

The Companies and Allied Matters Act and the Banks and Other Financial Institutions Act require that in carrying out our audit we consider and report to you on the following matters. We confirm that:

i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

ii. The bank has kept proper books of account as far as appears from our examination of those books and we have received proper returns adequate for the purposes of our audit from branches not visited by us;

iii. The bank’s balance sheet and profit and loss account are in agreement with the books of account;

iv. Our examination of loans and advances was carried out in accordance with the Prudential Guidelines for licensed banks issued by the Central Bank of Nigeria;

v. Insider credits are disclosed in Note 34a as required by CBN Circular No. 81/2/2008.

The information disclosed have been extracted from the full financial statements of the bank and the group and cannot be expected to provide full an understanding of the financial performance, financial position and cash flows of the bank and the group as the detailed financial statements would provide. Copies of the full financial statements can be obtained from the Bank’s registered office or from the Registrars of the Bank.

The financial statements were approved by the Board of Directors on 29 March 2011 and signed on its behalf by:

CHIEF ISRAEL DOBIE

PHILLIP GUDUZA

EMMANUEL N. NINDOM

CHIEF EXECUTIVE OFFICER

GROUP MANAGING DIRECTOR

EXECUTIVE DIRECTOR – FINANCE

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Africas global bank