

I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF BANK OF AFRICA - UGANDA Ltd.

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2016, the summary statement of comprehensive income for the year then ended, and other disclosures are derived from the audited financial statements of BANK OF AFRICA - UGANDA Ltd. for the year ended 31 December 2016.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Financial Institutions Act and the Ugandan Companies Act. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 12 April 2017.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.



Certified Public Accountants
Kampala
24 April 2017

II. SUMMARY STATEMENT OF FINANCIAL POSITION

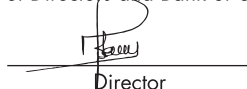
	31-Dec-16 Shs '000	31-Dec-15 Shs '000
Assets		
Cash and balances with Bank of Uganda	76,390,158	67,375,487
Deposits and balances with other banking institutions	59,518,885	115,689,467
Deposits due from group companies	28,185,274	52,155,232
Government securities	183,454,394	81,829,371
Loans and advances to customers	293,281,652	264,666,045
Other assets	11,376,765	8,586,996
Derivatives at fair value through profit or loss	123,123	2,203,297
Property and equipment	11,932,581	13,788,801
Operating lease prepayments	3,050,572	3,097,913
Intangible assets	3,955,153	4,021,885
Deferred income tax asset	17,290,738	15,991,344
Total assets	688,559,295	629,405,838
Liabilities and Shareholders' equity		
Customer deposits	480,248,301	433,372,120
Deposits and balances due to other banking institutions	32,139,549	37,855,772
Deposits due to group companies	53,384,446	38,127,704
Other borrowings	7,825,598	23,390,142
Other liabilities	18,432,119	12,273,816
Total liabilities	592,030,013	545,019,554
Share capital	46,775,206	46,775,206
Share premium	23,614,439	23,614,439
Retained earnings	26,139,637	13,996,639
Total shareholders' equity	96,529,282	84,386,284
Total liabilities and shareholders' equity	688,559,295	629,405,838

VI. MESSAGE FROM THE DIRECTORS

The financial statements were approved by the Board of Directors and Bank of Uganda on 7 March 2017 and 31 March 2017 respectively.



Chairman



Director



Managing Director



Company Secretary

III. TRENDS



IV. SUMMARY STATEMENT OF COMPREHENSIVE INCOME

	31-Dec-16 Shs '000	31-Dec-15 Shs '000
Income		
Interest on deposits and placements	5,221,463	3,023,157
Interest on loans and advances	41,191,563	37,134,268
Interest on investment securities	24,574,093	12,393,879
Foreign exchange income	1,130,516	-
Fees and commissions income	25,428,852	37,459,021
Other income	2,577,706	2,407,586
Total Income	100,124,193	92,417,911
Expenditure		
Interest expense on deposits	9,460,937	9,983,998
Interest expense on borrowings	3,967,497	4,261,244
Foreign exchange loss	-	6,164,641
Provisions for bad and doubtful debts	2,867,680	5,968,877
Management fees	-	1,504,093
Operating expenses	60,044,775	52,148,498
Fees and commission expense	8,024,882	13,881,289
Total Expenditure	84,365,771	93,912,640
Net Profits/ (losses) before tax	15,758,422	(1,494,729)
Taxation	(3,615,424)	2,012,307
Net Profits after tax	12,142,998	517,578
V. OTHER DISCLOSURES		
	31-Dec-16 Shs '000	31-Dec-15 Shs '000
Contingent liabilities:		
Letters of credit	16,694,381	14,652,149
Guarantees and performance bonds	69,350,271	48,628,336
Total	86,044,652	63,280,485
Commitments:		
Undrawn stand-by facilities	25,663,236	8,339,441
Non-performing loans and other assets	2,766,493	6,750,093
Interest in suspense	344,690	282,716
Bad debts written off	3,486,000	4,926,000
Large loan exposures	248,930,643	195,377,403
Insider loan exposures	909,324	385,481
Capital position:		
Core capital	69,211,892	64,372,736
Supplementary capital	3,000,749	5,404,826
Total qualifying capital	72,212,641	69,777,562
Total risk weighted assets (RWA)	412,231,755	431,649,552
Core capital to RWA	16.79%	14.91%
Total qualifying capital to RWA	17.52%	16.17%