

BANK OF AFRICA - UGANDA LTD.

SUMMARY FINANCIAL STATEMENTS | 31 DECEMBER 2022



BMCE GROUP

I REPORT OF THE INDEPENDENT AUDITOR ON THE PUBLISHED SUMMARY FINANCIAL STATEMENTS OF BANK OF AFRICA - UGANDA LTD.

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2022, the summary statement of comprehensive income, for the year then ended, and related notes, are derived from the audited financial statements of Bank of Africa - Uganda Ltd. for the year ended 31 December 2022.

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.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the requirements of the Companies Act, 2012 of Uganda, the Financial Institutions Act, 2004 (as amended) and Financial Institutions Regulations of Uganda. 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 28 April 2023. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010.

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 Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Ernst & Young

Certified Public Accountants
EY House
Plot 18, Clement Hill Road
Shimoni Office Village
P.O. Box 7215, Kampala, Uganda
Date: 28 April 2023

II SUMMARY STATEMENT OF FINANCIAL POSITION

	2022	2021
	Shs M	Shs M
Assets		
Cash and balances with Bank of Uganda	130,096	157,052
Amounts due from banking institutions	16,313	69,095
Amounts due from group companies	60,854	29,399
Government securities	318,599	271,124
Loans and advances to customers	468,175	410,001
Other assets	11,595	12,534
Property, equipment, and right-of-use assets	53,573	25,541
Intangible assets	4,363	3,636
Deferred tax asset	10,072	13,880
Total assets	1,073,640	992,262
Liabilities and Shareholders' equity		
Customer deposits	684,930	607,543
Amounts due to banking institutions	40,571	37,418
Amounts due to group companies	129,834	126,536
Other borrowings	190	269
Current income tax liability	1,851	1,757
Other liabilities	39,713	54,102
Total liabilities	897,089	827,625
Share capital	150,000	46,775
Share premium	-	23,614
Proposed dividends	10,500	15,903
Statutory credit risk reserve	1,341	-
Retained earnings	14,710	78,345
Total shareholders' equity	176,551	164,637
Total liabilities and shareholders' equity	1,073,640	992,262

III SUMMARY STATEMENT OF COMPREHENSIVE INCOME

	2022	2021
	Shs M	Shs M
Income		
Interest on loans and advances	62,505	55,304
Interest on government securities	34,899	27,637
Interest on amounts due from financial institutions	3,264	3,653
Net trading income	13,137	16,504
Fees and commissions income	27,217	23,938
Other income	6,777	1,023
Total income	147,799	128,059
Expenditure		
Interest on customer deposits	12,685	12,781
Interest on amounts due to financial institutions	5,742	2,565
Interest on lease liabilities	534	908
Expected credit loss on financial assets	6,644	1,221
Modification loss on restructured loans and advances	1,572	3,676
Fees and commission expense	10,184	7,947
Management fees	3,354	791
Employee benefits expense	33,135	32,333
Depreciation and amortisation	7,739	7,789
Other operating expenses	25,337	20,869
Total expenditure	106,926	90,880
Net profit before tax	40,873	37,179
Taxation	(11,556)	(9,439)
Net profit after tax	29,317	27,740

IV OTHER DISCLOSURES

	2022	2021
	Shs M	Shs M
Contingent liabilities		
Letters of credit	31,949	24,830
Guarantees and performance bonds	259,245	159,954
Total	291,194	184,784
Commitments		
Undrawn stand-by facilities	9,054	11,981
Non-performing loans and other assets	51,134	5,282
Interest in suspense	1,350	90
Bad debts written off	2,953	1,733
Large loan exposures	392,481	301,799
Insider loan exposures	1,290	546
Capital position		
Core capital	150,275	131,218
Supplementary capital	4,859	4,339
Total qualifying capital	155,134	135,557
Total risk weighted assets (RWA)	730,537	595,345
Core capital to RWA	20.6%	22.0%
Total qualifying capital to RWA	21.2%	22.8%

Notes to the summary financial statements of Bank of Africa - Uganda Ltd.

The summary financial statements are extracted from the audited financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010.

V MESSAGE FROM THE DIRECTORS

The statement of financial position and statement of comprehensive income were audited by Ernst & Young and received an unmodified opinion. The financial statements were approved by the Board of Directors on 31 March 2023 and discussed with Bank of Uganda on 24 April 2023.

Chairman Managing Director Executive Director Company Secretary

VI TRENDS

