



**BANK OF AFRICA**

BMCE GROUP



# **Pillar 3 Market Discipline**

Disclosures as at 30 September 2023

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## INTRODUCTION

In this report is the Bank of Africa Uganda Limited disclosures in accordance with the Bank of Uganda Pillar 3 Market Discipline: Guidelines on Disclosure Requirements as of September 2023.

The information in this report has not been reviewed nor reported on by our external auditors. All amounts are in shilling thousands unless otherwise stated.

## KEY PRUDENTIAL METRICS

The table below provides an overview for the bank's prudential statutory metrics.

	Amounts Ushs' 000	Sep-23	Jun-23	Mar-23	Dec-22	Sep-22
<b>Available capital (amounts)</b>						
1	Core capital	157,806,498	156,756,316	153,444,764	150,273,853	141,101,775
2	Supplementary capital	4,430,643	4,430,643	4,430,643	4,859,000	7,024,181
3	Total capital	162,237,141	161,186,959	157,875,407	155,132,853	148,125,957
<b>Risk-weighted assets (amounts)</b>						
4	Total risk-weighted assets (RWA)	788,820,451	715,720,478	744,980,141	730,537,000	741,015,615
<b>Risk-based capital ratios as a percentage of RWA</b>						
5	Core capital ratio (%)	20.01%	21.90%	20.60%	20.57%	19.04%
6	Total capital ratio (%)	20.57%	22.52%	21.19%	21.24%	19.99%
<b>Capital buffer requirements as a percentage of RWA</b>						
7	Capital conservation buffer requirement (2.5%)	2.5%	2.5%	2.5%	2.5%	2.5%
8	Countercyclical buffer requirement (%)	-	-	-	-	-
9	Systemic buffer (for DSIBs) (%)	-	-	-	-	-
10	Total of capital buffer requirements (%) (row 7 + row 8 + row 9)	2.5%	2.5%	2.5%	2.5%	2.5%
11	Core capital available after meeting the bank's minimum capital requirements (%)	5.01%	6.90%	5.60%	5.57%	4.04%
<b>Basel III leverage ratio</b>						
13	Total Basel III leverage ratio exposure measure	1,370,460,693	1,362,481,651	1,358,175,132	1,365,501,508	1,386,210,345
14	Basel III leverage ratio (%) (row 1 / row 13)	11.515%	11.505%	11.30%	11.01%	10.18%
<b>Liquidity Coverage Ratio</b>						
15	Total high-quality liquid assets (HQLA)	259,995,577	121,414,850	123,953,123	193,766,555	211,834,383
16	Total net cash outflow	29,742,386	33,849,889	26,534,410	72,018,128	112,723,132
17	LCR (%)	441%	359%	467%	269%	188%
<b>Net Stable Funding Ratio</b>						
18	Total available stable funding	705,072,100	719,548,316	713,999,659	686,010,422	707,459,427
19	Total required stable funding	322,209,931	337,603,414	310,367,845	291,182,247	321,857,790
20	NSFR	219%	213%	230%	236%	220%

The Core Capital available after meeting the bank's minimum capital requirements has slightly increased in the quarter due to increasing profits earned by the bank. The minimum paid-up capital requirement by the Bank of Uganda increased from Ushs. 25 bn to Ushs. 120 bn in December 2022.

## OVERVIEW OF RWA

The table below shows the risk-weighted assets held by the bank during the year in September and June..

		a	b	c
		RWA		Minimum capital requirements
		Sep-23	Jun-23	Sep-23
1	Credit risk (excluding counterparty credit risk)	657,825,850	604,024,171	78,939,102
2	Counterparty credit risk (CCR)	-	-	-
3	Market risk	5,973,727	5,055,164	716,847
4	Operational risk	125,020,874	106,641,143	15,002,505
5	<b>Total (1 + 2 + 3 + 4)</b>	<b>788,820,451</b>	<b>715,720,478</b>	<b>94,658,454</b>

There was an increase in the risk-weighted assets over the quarter by Ushs. 73 billion mainly due to the increase in loans extended to our corporate customers. There was also a slight increase in the market risk-weighted assets due to the net short position held by the bank at the end of the quarter.