

United Bank for Africa Uganda Limited Summary Financial Statements for the year ended 31 December 2019.

I. INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF UNITED BANK FOR AFRICA UGANDA LIMITED

Opinion

The summary financial statements of United Bank for Africa Uganda Limited, which comprise the summary statement of financial position as at 31 December 2019, the summary statement of profit or loss and other comprehensive income for the year then ended, and related notes, are derived from the audited financial statements of United Bank for Africa Uganda Limited for the year ended 31 December 2019.

In our opinion, the accompanying summary financial statements are consistent, in all material aspects with the audited financial statements, in accordance with the measurement and recognition requirements of International Financial Reporting Standards, the requirements of Section 12(1) of the Financial Institutions Act, 2004 (amended in 2016) and the Companies Act of Uganda as applicable to summary financial statements.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards and the Ugandan Companies Act, 2012, as well as the Financial Institutions Act, 2004 (amended in 2016) as applicable to the annual financial statements.

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 opinion on the audited financial statements in our report dated 20th April 2020. That report includes the communication of key audit matters as reported in the auditor's report of the audited financial statements. Key audit matters are those matters that in our professional judgement were of most significance during our audit of the financial statements of the current period.

Directors' responsibilities for the Summary Financial Statements

The Directors are responsible for the preparation of the summary financial statements in accordance with the requirements of the Financial Institutions (External Auditors) Regulations 2010 and the Financial Institutions Act, 2004 (amended in 2016) and for such internal control as the directors determine necessary to enable the preparation of the summary financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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



Certified Public Accountant of Uganda
3rd Floor, Rwenzori House Plot 1, Lumumba Avenue
P.O Box 10314, Kampala, Uganda

20th April 2020
Kampala

SUMMARY FINANCIAL STATEMENTS OF UNITED BANK FOR AFRICA UGANDA LIMITED

II. STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	2019 Ushs'000	2018 Ushs'000
ASSETS		
Cash and balances with Bank of Uganda	92,874,378	28,692,221
Balances with banking institutions	167,540,699	168,473,000
Debt instruments at fair value through other Comprehensive income	117,537,461	75,686,555
Loans and advances (net)	41,926,123	32,967,998
Interest receivable and other assets	8,829,727	6,228,524
Property, equipment and Right of Use Assets	20,312,256	4,708,346
Intangible assets	243,424	350,667
Total Assets	449,264,068	317,107,311
LIABILITIES AND SHAREHOLDERS' EQUITY		
Customer deposits	325,265,128	244,674,520
Borrowings	40,279,582	7,667,427
Interest payable and other liabilities	28,424,707	18,002,680
TOTAL LIABILITIES	393,969,417	270,344,627
Share capital	96,428,378	96,428,378
Accumulated losses	(40,616,488)	(48,658,609)
Regulatory credit reserve	12,080	-
Fair value reserve	(529,319)	(1,007,085)
TOTAL SHAREHOLDER'S EQUITY	55,294,651	46,762,684
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	449,264,068	317,107,311

III. STATEMENT OF COMPREHENSIVE INCOME

	2019 Ushs'000	2018 Ushs'000
INCOME		
Interest on deposits and placements	5,712,449	5,120,236
Interest on loans and advances	4,918,097	4,331,844
Interest on government securities	25,089,369	17,486,138
Foreign exchange income	2,821,999	5,319,099
Fees and commission income	11,086,585	10,587,996
Other income	1,104,895	4,725,200
Total Income	50,733,394	47,570,513
EXPENDITURE		
Interest expense on deposits	(7,664,068)	(4,625,485)
Provisions for bad and doubtful debts	(139,839)	(1,133,696)
Operating expenses	(33,838,113)	(34,570,631)
Total expenditure	(41,642,020)	(40,329,812)
Profit before income tax	9,091,374	7,240,701
Income tax expense	(1,037,173)	(2,332,247)
Profit after tax	8,054,201	4,908,454
OTHER COMPREHENSIVE INCOME		
Unrealized fair value changes on Debt securities at FVOCI	477,766	(1,140,504)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	8,531,967	3,767,950

IV. OTHER DISCLOSURES

	2019 Ushs'000	2018 Ushs'000
CONTINGENT LIABILITIES		
Letters of credit	2,748,750	-
Guarantees and performance bonds	42,770,740	21,338,705
TOTAL	45,519,490	21,338,705
COMMITMENTS		
Undrawn credit lines	9,657,897	6,622,914
TOTAL	9,657,897	6,622,914
CREDIT EXPOSURE		
Non-performing loans and other assets	24,763	60,556
Interest in suspense	7,265	111,290
Bad debts written off	1,750,028	1,277,529
Large loan exposures	19,811,464	27,986,875
Insider loan exposures	222,475	26,892
CAPITAL POSITION		
Core capital	54,841,736	46,342,907
Supplementary capital	422,382	331,140
Total qualifying capital	55,264,119	46,674,047
Total Risk Weighted Assets (RWA)	252,065,397	191,070,549
Core capital to RWA	21.76%	24.25%
Total qualifying capital to RWA	21.92%	24.43%

V. MESSAGE FROM DIRECTORS

The summary financial statements are prepared in accordance with the requirements of the Financial Institutions (External Auditors) Regulations 2010 and the Financial Institutions Act, 2004 (amended in 2016).

The above statement of financial position and statement of comprehensive income were audited by Deloitte & Touche Certified Public Accountant of Uganda and received an unqualified audit opinion.

The financial statements were approved by the Board of Directors on 20th March 2020 and discussed with Bank of Uganda on 14th April 2020.



Mrs. Maria Kiwanuka
Chairperson



Mr. Johnson Agoreyo
Managing Director