

1. REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF BANK OF AFRICA - UGANDA LIMITED

Opinion

The summary financial statements, which comprise the summary statement of financial position at 31 December 2019, the summary income statement of comprehensive income for the year then ended and other disclosures, are derived from the audited financial statements of Bank of Africa - Uganda Limited for the year ended 31 December 2019.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards, the Financial Institutions Act and the Companies Act of Uganda.

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 Companies Act of Uganda. Reading the summary financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' 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 Bank's 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 **18 April 2020**. 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 for the current year.

Directors' Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with International Financial Reporting Standards, the Companies Act of Uganda and the Financial Institutions (External Auditors) Regulations 2010.

Auditors' 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."



KPMG

Certified Public Accountants
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 P O Box 3509, Kampala, Uganda
 18th April 2020

2. SUMMARY STATEMENT OF FINANCIAL POSITION

	2019 Shs '000	2018 Shs '000
ASSETS		
Cash and balances with Bank of Uganda	120,203,019	104,711,776
Deposits and balances with other banking institutions	16,374,448	66,592,568
Deposits due from group companies	31,573,436	48,571,000
Government securities	170,420,446	175,653,259
Loans and advances to customers	397,152,447	344,144,772
Other assets	17,197,133	19,590,658
Derivatives at fair value through profit or loss	-	-
Property and equipment	29,666,449	13,072,232
Operating lease prepayments	-	2,956,150
Intangible assets	4,175,428	4,736,191
Deferred income tax asset	16,307,447	18,901,252
Total Assets	803,070,254	798,929,858
LIABILITIES AND SHAREHOLDERS' EQUITY		
Customer deposits	578,563,182	568,868,619
Deposits and balances due to other banking institutions	6,581,380	39,435,118
Deposits due to group companies	57,575,238	58,403,000
Other borrowings	608,717	884,809
Other liabilities	34,751,167	17,954,378
Current income tax liability	1,469,431	1,531,210
Total liabilities	679,549,115	687,077,134
Share capital	46,775,206	46,775,206
Share premium	23,614,439	23,614,439
Regulatory credit risk reserve	1,834,000	
Retained earnings	51,297,494	41,463,079
Total shareholders' equity	123,521,139	111,852,724
Total liabilities and shareholders' equity	803,070,254	798,929,858

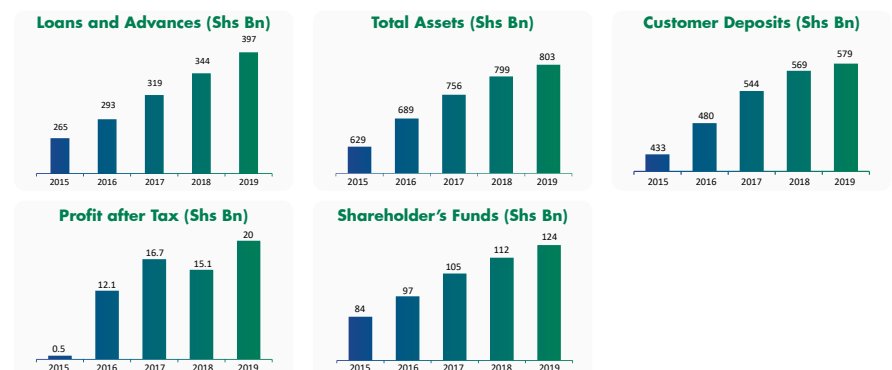
3. SUMMARY INCOME STATEMENT

	2019 Shs '000	2018 Shs '000
INCOME		
Interest on deposits and placements	2,687,868	2,276,351
Interest on loans and advances	51,771,451	45,910,868
Interest on investment securities	18,151,132	20,089,002
Foreign exchange income	10,199,393	7,599,124
Fees and commissions income	27,645,803	26,303,659
Other income	5,160,149	2,216,954
Total Income	115,615,795	104,395,958
EXPENDITURE		
Interest expense on deposits	8,968,308	8,286,637
Interest expense on borrowings	3,065,737	3,457,155
Provisions for bad and doubtful debts	2,621,913	5,635,136
Operating expenses	69,448,968	60,184,503
Fees and commission expense	4,811,353	6,377,988
Total Expenditure	88,916,279	84,571,419
Net Profits before tax	26,699,517	19,824,539
Taxation	(6,545,737)	(4,676,169)
Net Profits after tax	20,153,780	15,148,370


4. OTHER DISCLOSURES

	2019 Shs '000	2018 Shs '000
CONTINGENT LIABILITIES		
Letters of credit	16,758,229	23,270,625
Guarantees and performance bonds	153,660,723	103,082,389
Total	170,418,952	116,938,998
COMMITMENTS		
Undrawn stand-by facilities	17,891,029	17,288,946
Total	17,891,029	17,288,946
Non-performing loans and other assets	8,289,863	6,261,134
Interest in suspense	2,417,366	1,485,179
Bad debts written off	3,667,000	3,451,657
Large loan exposures	312,429,098	274,059,770
Insider loan exposures	1,351,646	1,351,646
CAPITAL POSITION		
Core capital	92,058,000	77,630,000
Supplementary capital	4,901,000	3,739,000
Total qualifying capital	96,959,000	81,369,000
Total risk weighted assets(RWA)	558,073,000	519,791,000
Core capital to RWA	16.5%	14.9%
Total qualifying capital to RWA	17.4%	15.6%

5. TRENDS



The financial statements were approved by the Board of Directors and Bank of Uganda on **15 February 2020** and **18 April 2020** respectively.

Chairman:  Director:  Managing Director:  Company Secretary: 