

United Bank For Africa Uganda Limited Extract of Financial Statements For The Year Ended 31 December 2021

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, which comprise the summary statement of financial position as at 31 December 2021, the summary statement of 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 2021.

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, 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

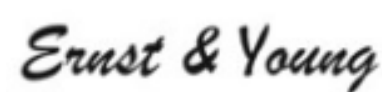
We expressed an unmodified audit opinion on the audited financial statements in our report dated 29 April 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial 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: 29 April 2022

II. Summary Statement of Financial Position

	2021 Ushs'000	2020 Ushs'000
Assets		
Cash and balances with BoU	114,013,095	201,589,157
Deposits and balances due from banking institutions	178,882,052	39,716,208
Debt instruments at fair value through other Comprehensive income	167,426,160	144,604,585
Loans and advances (net)	65,154,856	46,794,499
Interest receivable and other assets	9,350,265	3,735,576
Property, equipment and Right of Use Assets	20,468,504	23,999,967
Intangible assets	623,208	217,698
Total Assets	555,918,140	460,657,690
Liabilities And Shareholders' Equity		
Customer deposits	382,144,990	338,982,590
Borrowings	57,748,497	50,850,833
Derivative liabilities	154,000	0
Lease Liabilities	11,226,646	12,859,971
Other liabilities	28,248,551	20,529,313
Total Liabilities	479,522,684	423,222,707
Share capital	149,615,108	96,428,378
Accumulated losses	(67,713,134)	(57,431,679)
Regulatory credit reserve	-	58,845
Fair value reserve	(5,506,518)	(1,620,561)
Total Shareholder's Equity	76,395,456	37,434,983
Total Liabilities And Shareholder's Equity	555,918,140	460,657,690

III. Statement Of Comprehensive Income

	2021 Ushs'000	2020 Ushs'000
Income		
Interest on deposits and placements	6,660,391	8,809,817
Interest on loans and advances	6,153,889	5,972,589
Interest on investment securities	23,291,286	22,808,820
Foreign exchange losses	(636,350)	(8,965,290)
Fees and commission income	9,124,317	11,328,230
Other income	1,086,829	215,800
Total Income	45,680,362	40,169,966
Expenditure		
Interest expense on deposits	7,765,762	7,179,286
Interest expense on borrowings and lease liabilities	5,906,015	5,319,889
Impairment of financial assets	671,985	(38,574)
Personnel expenses	13,942,548	13,898,678
Depreciation and amortisation	5,480,096	5,047,943
Operating expenses	18,220,739	18,988,437
Total expenditure	51,987,145	50,395,659
Net loss before tax	(6,306,784)	(10,225,693)
Income tax expense	(4,033,516)	(2,703,460)
Net loss after tax	(10,340,300)	(12,929,153)
Other comprehensive income net of tax	(3,885,957)	(1,091,242)
Total comprehensive loss	(14,226,257)	(14,020,395)

IV. Other Disclosures

	2021 Ushs'000	2020 Ushs'000
Contingent Liabilities		
Acceptances and letters of credit	-	-
Guarantees and Performance Bonds	65,573,683	56,873,404
Total	65,573,683	56,873,404
Commitments		
Undrawn stand-by facilities and other commitments to lend	15,842,874	9,919,839
Total	81,416,557	66,793,243

Non-performing loans and other assets	107,852	221,012
Interest in suspense	47,117	7,745
Bad debts written off	337,599	-
Large loan exposures	39,570,891	16,555,367
Insider loan exposures	188,892	200,928

Capital Position

Core capital	75,772,248	37,158,440
Supplementary capital	667,711	472,101
Total qualifying capital	76,439,959	37,630,541
Total Risk Weighted Assets (RWA)	331,586,480	174,889,695
Core capital to RWA	22.85%	21.25%
Total qualifying capital to RWA	23.05%	21.52%

VI. Message From Directors

The above summary statement of financial position, statement of comprehensive income and other disclosures are derived from the audited financial statements, in accordance with the requirements of the Financial Institutions (External Auditors) Regulations, 2010. The financial statements of United Bank for Africa (Uganda) Limited for the year ended 31 December 2021 were audited by Ernst & Young and received an unqualified opinion.

The financial statements were approved by the Board of Directors on **24 March 2022** and discussed with the Bank of Uganda on **20 April 2022**.



Mustapha Kigozi Ssebagala
Chairman



Chioma A. Mang
MD/CEO