

# United Bank For Africa Uganda Limited

## Extract of Financial Statements for the year ended 31 December 2022.

### 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 2022, 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 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

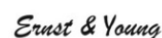
We expressed an unmodified audit opinion on the audited financial statements in our report dated 28 April 2023. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial 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 Ushs'000	2021 Ushs'000
<b>Assets</b>		
Cash and balances with Bank of Uganda	63,770,595	114,013,095
Balances due from banking institutions	185,218,466	178,882,052
Debt instruments at fair value through other comprehensive income	105,807,130	167,426,160
Debt instruments at amortised cost	106,486,873	-
Loans and advances to customers (net)	87,356,768	65,154,856
Other assets	5,399,671	9,350,265
Right of use assets	9,530,077	11,978,923
Intangible assets	674,709	623,208
Property and equipment	7,319,479	8,489,581
<b>TOTAL ASSETS</b>	<b>571,563,768</b>	<b>555,918,140</b>
<b>Liabilities And Shareholders' Equity</b>		
Customer deposits	330,399,746	382,144,990
Borrowings	70,014,306	57,748,497
Derivative liabilities	486,000	154,000
Lease Liabilities	9,341,786	11,226,646
Other liabilities	30,436,372	28,248,551
	<b>440,678,210</b>	<b>479,522,684</b>
<b>Equity</b>		
Share capital	149,615,108	149,615,108
Capital contribution	57,103,449	-
Accumulated losses	(75,984,040)	(67,713,134)
Fair value reserve	(48,950)	(5,506,518)
Regulatory credit reserve	199,991	-
	<b>130,885,558</b>	<b>76,395,456</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>571,563,768</b>	<b>555,918,140</b>

### III. STATEMENT OF COMPREHENSIVE INCOME

#### Income

Interest on deposits and placements	5,993,139	6,660,391
Interest on loans and advances	9,975,420	6,153,889
Interest from investment securities	22,391,561	23,291,286
Foreign exchange income	2,147,089	(3,421,171)
Fees and commissions income	13,165,628	9,124,317
Other income	1,720,614	3,871,650
<b>Total Income</b>	<b>55,393,451</b>	<b>45,680,362</b>

#### Expenditure

Interest expense on deposits	9,986,396	7,765,762
Interest expense on borrowings	5,340,226	5,112,584
Interest expense on lease liabilities	693,521	793,431
Increase in impairment of financial assets	4,693,400	671,985
Personnel expenses	15,612,944	13,942,549
Depreciation and amortisation	5,441,938	5,480,096
Operating expenses	17,624,304	18,220,739
<b>Total expenditure</b>	<b>59,392,729</b>	<b>51,987,146</b>

#### Net loss before tax

(3,999,278) (6,306,784)

(4,071,637) (4,033,516)

**(8,070,915) (10,340,300)**

#### Other comprehensive income net of tax

5,457,568 (3,885,957)

#### Total comprehensive loss

**(2,613,347) (14,226,257)**

### IV. OTHER DISCLOSURES

#### Contingent Liabilities

Acceptances and letters of credit	-	-
Guarantees and Performance Bonds	103,462,320	65,573,683
<b>Total</b>	<b>103,462,320</b>	<b>65,573,683</b>

#### Commitments

Undrawn stand-by facilities and other commitments to lend

27,057,938 15,842,874

**Total**

**130,520,258 81,416,557**

Non-performing loans and other assets

735,928 106,611

Interest in suspense

43,659 47,117

Bad debts written off

- 337,599

Large loan exposures

46,382,722 39,570,891

Insider loan exposures

371,223 188,892

#### Capital position:

Core capital

130,010,859 75,772,248

Supplementary capital

883,937 667,711

**Total qualifying capital**

**130,894,796 76,439,959**

**Total Risk Weighted Assets (RWA)**

**340,861,907 340,261,407**

**Core capital to RWA**

**38.14% 22.27%**

**Total qualifying capital to RWA**

**38.40% 22.47%**

### VI. MESSAGE FROM DIRECTORS

The summary financial statements are extracted from the audited financial statements in accordance with the Financial Institutions (External Auditors) regulations, 2010. The above summary statement of financial position and summary statement of comprehensive income were audited by Ernst & Young and received an unqualified opinion. The financial statements were approved and authorised for issue by the Board of Directors on 15 March 2023 and discussed with Bank of Uganda on 04 April 2023.



Mustapha Kigozi Ssebagala  
 Chairman



Chioma A. Mang  
 Managing Director/CEO