

NC Bank Uganda Limited

Summary Financial Statements for the year ended 31 December 2013

I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF NC BANK UGANDA LIMITED.

The accompanying summary financial statements, which comprise the summary statement of financial position at 31 December 2013, the summary statement of comprehensive income and other disclosures for the year then ended, are derived from the audited financial statements of NC Bank Uganda Limited for the year ended 31 December 2013. We expressed an unmodified audit opinion on those financial statements in our report dated 22 April 2014. The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Financial Institutions Act, 2004 and the Ugandan Companies Act. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Bank.

Directors' responsibility for the Summary Financial Statements

The directors are responsible for the preparation and fair presentation of the summary of the audited financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act, 2004.

Auditor's responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of NC Bank Uganda Limited for the year ended 31 December 2013 are consistent, in all material respects, with those financial statements in accordance with the Financial Institutions (External Auditors) Regulation, 2010 and the Financial Institutions Act, 2004.



Certified Public Accountants
Uganda.

Date: 22 April 2014

II. SUMMARY STATEMENT OF FINANCIAL POSITION

ASSETS	31 December 2013 UShs '000	31 December 2012 UShs '000
Cash and balances with BOU	9,750,582	4,021,007
Balances with banking institutions	26,903,148	7,439,863
Due from parent or group companies	5,446	7,290,924
Loans and advances (net)	72,389,245	10,239,087
Marketable (trading) securities	13,798,530	-
Investment securities	5,006,320	17,161,041
Other assets	2,721,723	348,874
Property and equipment	2,986,381	3,288,530
Deferred income tax asset	746,022	402,770
Total assets	134,307,397	50,192,096
LIABILITIES AND SHAREHOLDERS' EQUITY		
Customers' deposits	42,166,651	2,588,276
Balances due to banking institutions	15,321,677	5,365,910
Due to parent or group companies	1,681,312	11,977,046
Current tax payable	96,700	-
Other liabilities	1,037,849	624,523
Borrowed funds	44,266,340	-
Total liabilities	104,570,529	20,555,755
Share capital	30,000,000	30,000,000
Accumulated losses	(1,137,585)	(473,388)
Reserves	874,453	109,729
Total shareholders' equity	29,736,868	29,636,341
Total liabilities and shareholders' equity	134,307,397	50,192,096

III. SUMMARY STATEMENT OF COMPREHENSIVE INCOME

INCOME	Year ended 31 December 2013 UShs '000	17 months to 31 December 2012 UShs '000
Interest on deposits and placements	931,135	2,992,399
Interest on loans and advances	5,487,490	294,916
Interest on marketable or trading securities	267,897	-
Interest on investment securities	1,605,173	613,266
Foreign exchange income	1,182,167	573,412
Fees and commissions income	352,720	14,691
Other income	104	20,396
Total income	9,826,686	4,509,080
EXPENDITURE		
Interest expense on deposits	(933,387)	(27,552)
Interest expense on borrowings	(1,870,903)	(86,709)
Provisions for bad and doubtful debts	(55,272)	-
Operating expenses	(6,884,678)	(5,161,248)
Total expenditure	(9,744,240)	(5,275,509)
Profit/(loss) before income tax	82,446	(766,429)
Income tax charge	(101,464)	402,770
Net loss after income tax	(19,018)	(363,659)
Other comprehensive income for the year after tax:		
Net gains on available for sale financial assets	119,545	-
Total comprehensive income for the year	100,527	(363,659)

IV. OTHER DISCLOSURES

CONTINGENT LIABILITIES

	UShs '000	UShs '000
Letters of credit	-	40,122
Guarantees	8,534,020	702,160
Total	8,534,020	742,282

COMMITMENTS

	UShs '000	UShs '000
Undrawn stand-by facilities	-	-
Undrawn credit lines	23,310,379	1,744,944
Other commitments to lend	-	-
Total	23,310,379	1,744,944

CREDIT EXPOSURE

	UShs '000	UShs '000
Non-performing loans and other assets	-	-
Interest in suspense	-	-
Bad debts written off	-	-
Large loan exposures	57,240,551	2,724,392
Insider loan exposures	80,874	102,261

CAPITAL POSITION

	UShs '000	UShs '000
Core capital	26,964,710	28,288,853
Supplementary capital	810,180	109,729
Total qualifying capital	27,774,890	28,398,582
Total risk weighted assets (RWA)	107,857,788	23,478,236
Core capital to RWA	25.00%	120.49%
Total qualifying capital to RWA	25.75%	120.96%

V. MESSAGE FROM DIRECTORS

The financial statements were approved by the Board of Directors on 26 March 2014 and discussed and approved by Bank of Uganda on 7 April 2014.



Chairman



Managing Director