

# NC Bank Uganda Limited

## Summarized Financial Statements for the year ended 31 December 2014

### I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARIZED FINANCIAL STATEMENTS

The accompanying summarized financial statements, which comprise the summary statement of financial position as at 31 December 2014, 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 2014. We expressed an unmodified audit opinion on those financial statements in our report dated 17 April 2015. Those financial statements and these summary financial statements do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements. These summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Financial Institutions Act 2004 and the Uganda Companies Act. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Bank.

#### Directors' responsibilities 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.

#### Auditors responsibility

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

#### Opinion

In our opinion, the summarized financial statements derived from the audited financial statements of NC Bank Uganda Limited for the year ended 31 December 2014 are consistent, in all material respects, with the audited financial statements in accordance with the Financial Institutions (External Auditors) Regulation 2010 and the Financial Institutions Act 2004.

PricewaterhouseCoopers

Certified Public Accountants (Uganda)

Date: 17th April, 2015

### II. SUMMARY STATEMENT OF FINANCIAL POSITION

ASSETS	31 December	31 December
	2014	2013
	UShs '000	UShs '000
Cash and Balances with BOU	13,331,056	9,750,582
Balances with Banking Institutions	21,400,260	26,903,148
Due from Parent/Group Companies	1,100	5,446
Loans and Advances (net)	104,563,403	72,389,245
Marketable (trading) securities	10,528,388	13,798,530
Investment Securities	1,223,605	5,006,320
Other Assets	1,074,681	2,721,723
Property and Equipment	3,379,877	2,986,381
Deferred Tax Asset	1,331,938	746,022
<b>Total assets</b>	<b>156,834,308</b>	<b>134,307,397</b>
<b>LIABILITIES</b>		
Customers' Deposits	46,401,350	42,166,651
Balances Due to Banking Institutions	4,019,817	15,321,677
Due to Parent/Group Companies	59,928	1,681,312
Current tax payable	55,587	96,700
Other Liabilities	3,646,819	1,037,849
Borrowed funds	72,338,350	44,266,340
<b>Total Liabilities</b>	<b>126,521,851</b>	<b>104,570,529</b>
Share Capital	30,000,000	30,000,000
Accumulated losses	(1,419,625)	(1,137,585)
Reserves	1,732,082	874,453
<b>Total Shareholders' Equity</b>	<b>30,312,457</b>	<b>29,736,868</b>
<b>Total liabilities and shareholders' equity</b>	<b>156,834,308</b>	<b>134,307,397</b>

### III. SUMMARY STATEMENT OF COMPREHENSIVE INCOME

INCOME	31 December	31 December
	2014	2013
	UShs '000	UShs '000
Interest on Deposits and Placements	563,821	931,135
Interest on Loans and Advances	10,787,513	5,487,490
Interest on Marketable/Trading securities	1,727,712	267,897
Interest on Investment Securities	110,710	1,605,173
Foreign Exchange Income	419,021	1,182,167
Fees and Commissions Income	1,003,827	352,720
Other Income	22,262	104
<b>Total Income</b>	<b>14,634,866</b>	<b>9,826,686</b>
<b>EXPENDITURE</b>		
Interest Expense on Deposits	(2,225,940)	(933,387)
Interest Expense on Borrowings	(2,627,685)	(1,870,903)
Provisions for bad and doubtful debts	(241,997)	(55,272)
Operating Expenses	(9,033,297)	(6,884,678)
<b>Total Expenditure</b>	<b>(14,128,919)</b>	<b>(9,744,240)</b>
Profit/(Loss) before Tax	505,947	82,446
Taxation	164,816	(101,464)
<b>Net Profit (Loss) after Tax</b>	<b>670,763</b>	<b>(19,018)</b>
<b>Other comprehensive income for the year after tax:</b>		
Net gains on available for sale financial assets	24,371	119,545
<b>Total Comprehensive income for the year</b>	<b>695,134</b>	<b>100,527</b>

### IV. OTHER DISCLOSURES

#### CONTINGENT LIABILITIES

	UShs '000	UShs '000
Letters of Credit	861,769	-
Guarantees	459,372	8,534,020
<b>Total</b>	<b>1,321,141</b>	<b>8,534,020</b>

#### COMMITMENTS

Undrawn Credit Lines	33,918,408	23,310,379
<b>Total</b>	<b>33,918,408</b>	<b>23,310,379</b>

#### CREDIT EXPOSURE

Non-performing Loans	4,664,895	-
Interest in Suspense	8,176	-
Bad Debts Written Off	-	-
Large Loan Exposures	74,026,675	56,244,361
Insider Loan Exposures	505	80,874

#### CAPITAL POSITION

	UShs '000	UShs '000
Core Capital	26,501,511	26,964,710
Supplementary Capital	1,038,946	810,180
<b>Total Qualifying Capital</b>	<b>27,540,457</b>	<b>27,774,890</b>
Total Risk Weighted Assets (RWA)	138,028,514	107,857,788
Core Capital to RWA	19.20%	25.00%
Total Qualifying Capital to RWA	19.95%	25.75%

### V. MESSAGE FROM DIRECTORS

The above summarized Statement of Financial Position and Statement of Comprehensive Income were audited by PricewaterhouseCoopers Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors on 19th February 2015 and discussed and approved by Bank of Uganda on 14th April, 2015

Chairman

Managing Director