

NC Bank Uganda Limited

Summarized Financial Statements for the year ended 31 December 2015

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 2015, 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 2015. We expressed an unmodified audit opinion on those financial statements in our report dated 6 April 2016. 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 2015 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.



Certified Public Accountants (Uganda)
Kampala

Date: 6 April 2016

II. SUMMARY STATEMENT OF FINANCIAL POSITION

ASSETS	31 December 2015	31 December 2014
	UShs '000	UShs '000
Cash and Balances with BOU	20,310,159	13,331,056
Balances with Banking Institutions	19,491,394	20,913,681
Due from Parent/Group Companies	4,272,728	1,100
Loans and Advances (net)	127,258,021	104,563,403
Marketable (trading) securities	21,911,876	10,528,388
Investment Securities	-	1,223,605
Other Assets	2,570,713	1,561,260
Property and Equipment	4,611,943	3,379,877
Deferred Tax Asset	1,774,916	1,331,938
Total assets	202,201,750	156,834,308
LIABILITIES		
Customers' Deposits	60,829,816	46,401,350
Balances Due to Banking Institutions	11,211,257	4,019,817
Due to Parent/Group Companies	17,556	59,928
Current tax payable	328,233	55,587
Other Liabilities	4,077,312	3,646,819
Borrowed funds	84,358,232	72,338,350
Total Liabilities	160,822,406	126,521,851
Share Capital	40,000,000	30,000,000
Accumulated losses	(9,642,298)	(1,419,625)
Reserves	11,021,642	1,732,082
Total Shareholders' Equity	41,379,344	30,312,457
Total liabilities and shareholders' equity	202,201,750	156,834,308

III. SUMMARY STATEMENT OF COMPREHENSIVE INCOME

	31 December 2015	31 December 2014
	UShs '000	UShs '000
INCOME		
Interest on Deposits and Placements	686,650	563,821
Interest on Loans and Advances	14,835,526	10,787,513
Interest on Marketable/Trading securities	3,379,074	1,727,712
Interest on Investment Securities	44,400	110,710
Foreign Exchange Income	1,167,027	419,021
Fees and Commissions Income	1,428,709	1,003,827
Other Income	26,402	22,262
Total Income	21,567,788	14,634,866
EXPENDITURE		
Interest Expense on Deposits	(3,895,769)	(2,225,940)
Interest Expense on Borrowings	(3,855,761)	(2,627,685)
Provisions for bad and doubtful debts	(24,158)	(241,997)
Operating Expenses	(12,487,746)	(9,033,297)
Total Expenditure	(20,263,434)	(14,128,919)
Profit/(Loss) before Tax	1,304,354	505,947
Taxation	(218,377)	164,816
Net Profit (Loss) after Tax	1,085,977	670,763
Other comprehensive income for the year after tax:		
Net gains on available for sale financial assets	5,281	24,371
Total Comprehensive income for the year	1,091,258	695,134

IV. OTHER DISCLOSURES

CONTINGENT LIABILITIES

	UShs '000	UShs '000
Letters of Credit	463,601	861,769
Guarantees	3,980,130	459,372
Total	4,443,731	1,321,141

COMMITMENTS

Undrawn Credit Lines	18,418,002	33,918,408
Total	18,418,002	33,918,408

CREDIT EXPOSURE

Non-performing Loans	9,931,751	4,664,895
Interest in Suspense	30,343	8,176
Bad Debts Written Off	210,166	-
Large Loan Exposures	97,606,677	74,026,675
Insider Loan Exposures	315,594	505

CAPITAL POSITION

	UShs '000	UShs '000
Core Capital	27,445,914	26,501,511
Supplementary Capital	1,174,158	1,038,946
Total Qualifying Capital	28,620,072	27,540,457
Total Risk Weighted Assets (RWA)	160,519,369	138,515,092
Core Capital to RWA	17.10%	19.13%
Total Qualifying Capital to RWA	17.83%	19.88%

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 12 February 2016 and discussed and approved by Bank of Uganda on

18 March 2016.



Timothy Masembe
Chairman



John Okulo
Managing Director