

NC Bank Uganda Limited

Financial Statements for the period ended 31st December 2012

I INDEPENDENT EXTERNAL AUDITORS' REPORT

The accompanying summary financial statements, which comprise the summary statement of financial position at 31st December 2012, the summary statement of comprehensive income and other disclosures for the period then ended are derived from the audited financial statements of NC Bank Uganda Limited for the period ended 31st December 2012. We expressed an unmodified audit opinion on those financial statements in our report dated 16th April 2013.

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 a 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 Standards 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 period ended 31st December 2012 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.

Deloitte & Touche

Deloitte & Touche
Certified Public Accountants (Uganda)
Date: 16th April 2013

II STATEMENT OF FINANCIAL POSITION

	2012 (UShs' 000)
Assets	
Cash and Balances with BOU	4,021,007
Balances with Banking Institutions	7,439,863
Due from Parent/Group Companies	7,290,924
Loans and Advances (net)	10,239,087
Investment Securities	17,161,041
Interest Receivable and Other Assets	1,086,542
Property and Equipment	2,550,862
Deferred Tax Asset	402,770
Total Assets	50,192,096
Liabilities and shareholders' equity	
Customers' Deposits	2,588,276
Balances Due to Banking Institutions	5,365,910
Due to Parent/Group Companies	11,977,046
Interest Payable and Other Liabilities	624,523
Total Liabilities	20,555,755
Share Capital	30,000,000
Retained Earnings	(473,388)
Statutory Credit Risk Reserves	109,729
Total Shareholders' Equity	29,636,341
Total liabilities and shareholders' equity	50,192,096

III STATEMENT OF COMPREHENSIVE INCOME

	2012 (UShs' 000)
Income	
Interest on Deposits and Placements	2,992,399
Interest on Loans and Advances	294,916
Interest on Investment Securities	613,266
Net Foreign Exchange Income	573,412
Net Fees and Commissions Income	14,691
Other Income	20,396
Total Income	4,509,080
Expenditure	
Interest Expense on Deposits	(27,552)
Interest Expense on Borrowings	(86,709)
Provision for Bad and Doubtful Debts	-
Operating Expenses	(5,161,248)
Total Expenditure	(5,275,509)
Profit/(Loss) before Tax	(766,429)
Taxation	402,770
Net Profit/(Loss) after Tax	(363,659)

IV OTHER DISCLOSURES

	2012 (UShs' 000)
CONTINGENT LIABILITIES	
Letters of Credit	40,122
Guarantees and Performance Bonds	702,160
Total	742,282
COMMITMENTS	
Undrawn Stand-by Facilities	-
Undrawn Credit Lines	1,744,944
Other Commitments to Lend	-
Total	1,744,944
Non-performing Loans and Other Assets	-
Interest in Suspense	-
Bad Debts Written Off	-
Large Loan Exposures	2,724,392
Insider Loan Exposures	102,261

CAPITAL POSITION

Core Capital	28,288,853
Supplementary Capital	109,729
Total Qualifying Capital	28,398,582
Total Risk Weighted Assets (RWA)	23,478,236
Core Capital to RWA	120.49%
Total Qualifying Capital to RWA	120.96%

V MESSAGE FROM DIRECTORS

These represent the first set of audited financial statements and have been prepared to cover the seventeen months from the date of incorporation to 31st December 2012. These being the first set of audited financial statements, no comparatives have been presented.

The above statement of financial position and comprehensive income were audited by Deloitte and Touche and received an unqualified opinion. The financial statements were approved by the Board of Directors on 8th February 2013 and approved by Bank of Uganda on 12th April 2013.



Chairman



Managing Director

NC Bank Uganda Limited : A financial institution regulated by Bank of Uganda Licence Number A1.026