



# Bank of Baroda (Uganda) Limited

## SUMMARISED CONSOLIDATED UNAUDITED FINANCIAL STATEMENT FOR THE SIX MONTHS PERIOD ENDED AT JUNE 30, 2021

### 1. Summary consolidated statement of profit or loss and other comprehensive income

	Six months period ended June 30, 2021 (Unaudited) USHs'000	Six months period ended June 30, 2020 (Unaudited) USHs'000	Year ended December 31, 2020 (Audited) USHs'000
Interest income	90,373,585	83,957,869	170,294,953
Interest expense	(27,496,672)	(28,833,473)	(58,331,885)
<b>Net interest income</b>	<b>62,876,913</b>	<b>55,124,396</b>	<b>111,963,068</b>
Foreign exchange income	2,634,832	2,599,264	4,485,054
Fees and commissions income	7,409,996	8,018,315	16,367,081
Other income	3,489,301	5,411,829	15,958,382
Impairment allowance on financial assets	2,682,993	1,945,009	(2,587,394)
Administration and operating expenses	(22,621,228)	(15,547,553)	(38,644,671)
<b>Profit before tax</b>	<b>56,472,807</b>	<b>57,551,260</b>	<b>107,541,520</b>
Taxation	(11,635,493)	(16,246,824)	(24,224,076)
<b>Profit for the period/year</b>	<b>44,837,314</b>	<b>41,304,436</b>	<b>83,317,444</b>
<b>Other comprehensive income (net of tax)</b>			
<b>Items that may be subsequently reclassified to profit or loss:</b>			
Net gain on government securities at FVTOCI - net change in fair value (net of tax)	8,421,435	(1,451,908)	(5,594,507)
Net gain on government securities at FVTOCI - reclassified to profit or loss (net of tax)	2,983,666	6,669,933	5,230,813
<b>Total comprehensive income for the period/year</b>	<b>56,242,415</b>	<b>46,522,461</b>	<b>82,953,750</b>
<b>Earnings per share (in Uganda Shillings)</b>			
Number of shares	2,500,000	2,500,000	2,384,226
Basic & diluted (annualised)	35.87	33.04	34.95

### 2. Summary consolidated statement of financial position

	As at June 30, 2021 (Unaudited) USHs'000	As at June 30, 2020 (Unaudited) USHs'000	As at December 31, 2020 (Audited) USHs'000
<b>Assets</b>			
Cash and balances with Bank of Uganda	209,987,579	316,157,365	127,286,020
Investment in government securities	646,115,238	467,209,527	737,498,611
Loans and advances to banks	382,499,369	381,585,430	393,154,012
Amounts due from overseas branches of parent company	17,491,056	12,468,056	10,936,367
Loans and advances (net)	841,081,514	743,529,474	833,998,928
Tax recoverable	-	6,797,222	1,331,750
Other assets	5,362,269	5,851,143	3,435,166
Property, equipment and right-of-use assets	27,794,040	25,523,555	28,913,224
Intangible assets	140,864	90,675	176,044
Deferred tax assets	-	-	2,198,427
<b>Total assets</b>	<b>2,130,471,929</b>	<b>1,959,212,447</b>	<b>2,138,928,549</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	25,000,000	25,000,000	25,000,000
Treasury shares	-	(6,433)	-
Retained earnings	451,725,553	399,205,612	395,133,119
Other reserves	7,395,065	17,241,302	7,745,084
Proposed dividend	25,000,000	-	25,000,000
<b>Total shareholders' equity</b>	<b>509,120,618</b>	<b>441,440,481</b>	<b>452,878,203</b>
<b>Liabilities</b>			
Deposits from customers	1,561,828,164	1,438,390,855	1,572,331,133
Balances due to banking institutions	9,126,012	21,618,149	19,831,511
Amounts due to related parties	7,559,132	-	-
Deferred tax liabilities	847,816	7,771,905	-
Other liabilities	41,516,663	48,814,243	92,743,163
Retirement benefit obligation	-	1,176,814	1,144,539
Tax payable	473,524	-	-
<b>Total liabilities</b>	<b>1,621,351,311</b>	<b>1,517,771,966</b>	<b>1,686,050,346</b>
<b>Total equity and liabilities</b>	<b>2,130,471,929</b>	<b>1,959,212,447</b>	<b>2,138,928,549</b>

### 5. Other disclosures

	Six months period ended June 30, 2021 (Unaudited) USHs'000	Six months period ended June 30, 2020 (Unaudited) USHs'000	Year ended December 31, 2020 (Audited) USHs'000
<b>Contingent liabilities</b>			
Letters of credit	121,813,476	103,291,373	116,381,590
Guarantees and performance bonds	72,294,189	111,670,951	67,064,534
<b>Total</b>	<b>194,107,665</b>	<b>214,962,324</b>	<b>183,446,124</b>
<b>Commitments</b>			
Undrawn credit lines	294,185,003	198,182,758	216,647,923
<b>Total</b>	<b>294,185,003</b>	<b>198,182,758</b>	<b>216,647,923</b>
<b>Non-performing loans and other assets</b>	<b>1,602,799</b>	<b>12,485,802</b>	<b>11,725,495</b>
Interest in suspense	20,864	654,533	462,438
Bad debts written off	1,398,051	-	205,024
Large loan exposures	258,402,000	223,182,000	293,116,000
Insider loan exposures	94,741	39,836	108,734
<b>Capital position</b>			
Core capital	419,145,453	384,307,962	409,366,954
Supplementary capital	16,607,934	16,119,739	16,628,453
Total qualifying capital	435,753,387	400,427,701	425,995,407
Total risk weighted assets (RWA)	1,279,797,362	1,205,996,450	1,226,226,223
Core capital to RWA	32.75%	31.87%	33.38%
<b>Total qualifying capital to RWA</b>	<b>34.05%</b>	<b>33.20%</b>	<b>34.74%</b>

### 3. Summary consolidated statement of changes in equity

Particulars	Regulatory credit risk reserve* USHs'000	Revaluation reserve USHs'000	Fair value through OCI reserve USHs'000	Total reserves** USHs'000	Treasury shares USHs'000	Proposed dividend USHs'000	Ordinary share capital USHs'000	Retained earnings USHs'000	Total USHs'000
<b>Six months ended June 30, 2020 (Unaudited)</b>									
Balance as on January 1, 2020 (Audited)	4,766,591	8,709,958	(7,302,332)	6,174,217	(6,433)	25,000,000	25,000,000	338,750,236	394,918,020
Profit for the period	-	-	-	-	-	-	-	41,304,436	41,304,436
Transfer to regulatory reserves	5,849,060	-	-	5,849,060	-	-	-	(5,849,060)	-
Transfer of investment fluctuation reserve (net of tax)	-	-	(1,451,908)	(1,451,908)	-	-	-	-	(1,451,908)
Recycling of government securities at FVTOCI (net of tax)	-	-	6,669,933	6,669,933	-	-	-	-	6,669,933
Dividends paid	-	-	-	-	-	(25,000,000)	-	25,000,000	-
<b>Balance at June 30, 2020 (Unaudited)</b>	<b>10,615,651</b>	<b>8,709,958</b>	<b>(2,084,307)</b>	<b>17,241,302</b>	<b>(6,433)</b>	<b>-</b>	<b>25,000,000</b>	<b>399,205,612</b>	<b>441,440,481</b>
<b>Year ended December 31, 2020 (Audited)</b>									
Balance as on January 1, 2020 (Audited)	4,766,591	8,709,958	(7,302,332)	6,174,217	(6,433)	25,000,000	25,000,000	338,750,236	394,918,020
Profit for the year	-	-	-	-	-	-	-	41,304,436	41,304,436
Transfer to regulatory reserves	2,370,059	-	-	2,370,059	-	-	-	(2,370,059)	-
Transfer of excess depreciation on revaluation (net of tax)	-	(435,498)	-	(435,498)	-	-	-	435,498	-
Transfer of investment fluctuation reserve (net of tax)	-	-	(5,594,507)	(5,594,507)	-	-	-	-	(5,594,507)
Recycling of government securities at FVTOCI (net of tax)	-	-	5,230,813	5,230,813	-	-	-	-	5,230,813
Dividend paid	-	-	-	-	-	(25,000,000)	-	25,000,000	-
Dividends proposed	-	-	-	-	-	25,000,000	-	(25,000,000)	-
Sale of treasury shares	-	-	-	-	6,433	-	-	-	6,433
<b>Balance at December 31, 2020 (Audited)</b>	<b>7,136,650</b>	<b>8,274,460</b>	<b>(7,666,026)</b>	<b>7,745,084</b>	<b>-</b>	<b>25,000,000</b>	<b>25,000,000</b>	<b>395,133,119</b>	<b>452,878,203</b>
<b>Six months ended June 30, 2021 (Unaudited)</b>									
Balance as on January 1, 2021 (Unaudited)	7,136,650	8,274,460	(7,666,026)	7,745,084	-	25,000,000	25,000,000	395,133,119	452,878,203
Profit for the period	-	-	-	-	-	-	-	44,837,314	44,837,314
Transfer to regulatory reserves	(11,548,259)	-	-	(11,548,259)	-	-	-	11,548,259	-
Transfer of excess depreciation on revaluation (net of tax)	-	(206,861)	-	(206,861)	-	-	-	206,861	-
Transfer of investment fluctuation reserve (net of tax)	-	-	8,421,435	8,421,435	-	-	-	-	8,421,435
Recycling of government securities at FVTOCI (net of tax)	-	-	2,983,666	2,983,666	-	-	-	-	2,983,666
<b>Balance at June 30, 2021 (Unaudited)</b>	<b>(4,411,609)</b>	<b>8,067,599</b>	<b>3,739,075</b>	<b>7,395,065</b>	<b>-</b>	<b>25,000,000</b>	<b>25,000,000</b>	<b>451,725,553</b>	<b>509,120,618</b>

\* The regulatory credit risk reserve represents the excess of loan impairment allowance as computed in accordance with Bank of Uganda prudential guidelines over the impairment allowance of loans and advances computed in accordance with International Financial Reporting Standards. This reserve is not distributable.  
\*\*The total reserves represent the sum of regulatory credit risk reserve and fair value through OCI reserve.

### 4. Summary consolidated statement of cash flows

	Six months period ended June 30, 2021 (Unaudited) USHs'000	Six months period ended June 30, 2020 (Unaudited) USHs'000	Year ended December 31, 2020 (Audited) USHs'000
<b>Cash flows from operating activities</b>			
<b>Profit before tax</b>	<b>56,472,807</b>	<b>57,551,260</b>	<b>107,541,520</b>
<b>Adjustments for:</b>			
Depreciation and amortization	1,895,285	1,887,805	2,907,388
Profit on sale of property and equipment	(400)	-	(600)
Impairment of loans, advances and other credit risk provision	(2,682,993)	(1,945,009)	2,587,394
Increase in cash reserve requirement	(2,740,000)	(3,840,000)	(12,550,000)
Interest accrued	(4,038,943)	(9,198,210)	(1,467,778)
Unrealised foreign exchange (gain)/loss	(260,602)	-	10,947
Fair value adjustments	11,405,101	5,240,197	(341,522)
Profit on sale of treasury shares	-	-	(34,753)
<b>Changes in operating assets and liabilities</b>			
Loans and advances to customers (net)	(4,393,347)	62,682,505	(32,444,708)
Other assets	3,873,615	2,527,045	197,408
Amount due to (from) overseas branches of parent company	-	-	-
Deposits & balances due to (from) other financial institutions	-	-	-
Government securities & placements	(299,083,011)	(113,658,484)	6,901,366
Customer deposits	(8,694,373)	1,496,079	143,656,628
Balances due to banking institutions	(10,705,499)	17,831,140	16,044,502
Other liabilities	(25,633,753)	13,834,867	18,690,579
	(284,586,113)	34,409,195	251,698,371
Income tax paid	(11,894,789)	(10,997,662)	(23,926,256)
<b>Net cash (used in) generated from operating activities</b>	<b>(296,480,902)</b>	<b>23,411,533</b>	<b>227,772,115</b>
<b>Cash flows from investing activities</b>			
Purchase of properties and equipment	(76,833)	(7,765,484)	(708,755)
Sale of properties and equipment	-	-	59,631
Purchase of other intangible assets	(36,926)	-	(66,620)
<b>Net cash used in investing activities</b>	<b>(113,759)</b>	<b>(7,765,484)</b>	<b>(715,744)</b>
<b>Cash flows from financing activities</b>			
Dividends paid	(24,849,230)	(2,843)	-
Proceeds from sale of treasury shares	-	-	41,186
<b>Net cash from (used in) generated from financing activities</b>	<b>(24,849,230)</b>	<b>(2,843)</b>	<b>41,186</b>
<b>Net changes in cash and cash equivalents for the period/year</b>	<b>(322,163,911)</b>	<b>23,294,931</b>	<b>226,599,413</b>
Cash and cash equivalents at the beginning of the period/year	807,192,446	580,593,033	580,593,033
<b>Cash and cash equivalents at the end of the period/year</b>	<b>485,028,535</b>	<b>603,887,964</b>	<b>807,192,446</b>

#### Highlights

- The Bank has posted a y-o-y growth of 8.58% in deposits as on June 30, 2021.
- The Bank has posted a y-o-y growth of 13.12% in loans and advances (Net) as on June 30, 2021.
- The Bank has posted a y-o-y growth of 8.55% in Net profit after tax for the period ended June 30, 2021.
- The Bank's network has also grown by 15.33% y-o-y as on June 30, 2021.
- The Bank's Capital Adequacy Ratio as on June 30, 2021 is well above the revised minimum norms.
- Core Capital to Risk Weighted Assets (RWA) 32.75% against the revised norms of 10%.
- Total Qualifying Capital to RWA: 34.05% against the minimum requirement of 12%

#### Basis of preparation

The interim consolidated Financial Statements are prepared in compliance with IFRS Standards and the accounting policies used are consistent throughout the current period and all period presented, except for the new standards and interpretations effective and adopted in the current period starting from January 1, 2021.

#### Board approval

Board of Directors have approved the publication of the financials of the Bank for half year ended June 30, 2021 in its meeting dated September 21, 2021.

A copy of the summarised unaudited financial statements can be obtained from our website [www.bankofbaroda.ug](http://www.bankofbaroda.ug) as well as from our Head office.

Mr Prithvi Singh Bhati  
Executive Director

R.K. Meena  
Managing Director

Mrs. Nsanze R Vastina  
Chairperson

Mrs. Anne Tumwesigye Mbonye  
Company Secretary

SERVING THE PEOPLE OF UGANDA SINCE 1953

Our Branches with ATM: Kampala Main/Railway Station/Jinja/Mbale/Mbarara/Iganga/Kansanga/Kawempe/Lira/Mukono/Ovino Market/Kabale/Entebbe/Industrial Area/Kololo/Lugazi  
Our off-Site ATM: Oasis Mall, Kampala I Susie House, Kabalagala I Njeru Industrial Area, Jinja