2019 ANNUAL RESULTS



BANK OF AFRICA

BANK OF AFRICA IN UGANDA IS REGULATED BY BANK OF UGANDA

STATEMENTS TO THE MEMBERS OF BANK OF AFRICA - UGANDA LIMITED

the summary statement of comprehensive income for the year then ended and other disclosures, are derived from the audited financial statements of Bank of Africa - Uganda Limited for the year ended 31 December 2019.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the Financial Institutions Act, 2004 (as amended 2016)

Standards, the Financial Institutions Act, 2004 (as amended 2016) and the Companies Act of Uganda. Reading the summary financial statements and our report thereon, therefore, is not a substitute for reading the audited financia statements and the auditor's report thereon. The summary financial statements and the audited financial statement do not reflect the effects of events that occurred subsequent to the date of our report on the Bank's audited financia

We expressed an unmodified audit opinion on the audited financial statements in our report dated 25 April 2020. That judgement, were of most significance in our audit of the financial statements for the current year

International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements."

2019

2018

3rd Floor, Rwenzori courts, Plot 2 & 4A, Nakasero Road PO Box 3509, Kampala, Uganda

MANAGING DIRECTOR'S MESSAGE

// Building and creating a lifetime of meaningful partnerships with our communities, businesses, and individuals that we serve has always been at the heart of our operations. Our commitment to this promise remains unwavering.



We maintained multi-channel customer engagement and feedback mechanisms and reiterate our commitment to protecting customer data through continuous enhancements to our nformation security systems.

>95% SME suppliers

We also continue to support the development of SMEs with over 95% of our suppliers being Jaandan SMEs.



>\$20M

We continued to bring impact to the economy by deploying over US\$20 million in financia support to SMEs in the education, trade, and onstruction sectors. We also launched the Agent Banking service, allowing the Bank to reach the under and unbanked population, hus supporting financial inclusion.



>50% women

We maintained an equal opportunities environment for all our staff by encouraging women to participate in available opportunities. More than 50% of our workforce are women, with more than 30% in manageria positions. We also committed over 9,000 hours o develop and skill our 450+ employees. We

also undertook various staff wellbeing programs including but not limited to wellness, financial literacy, and health camps to promote a healthy



During 2019, we had the transition of the outgoing board leadership (former Chairman, Mr. John Carruthers, Mr. Mohan M. Kiwanuka, and Ms Kathleen Goense), whose contribution to the Bank's growth over the years has been enormous, and welcomed the new Board Chairman, Mr. George Egaddu, together with new Board members, Mr. Conrad Nkutu

2020, Mr. Musisi Kiwanuka, all of whom come from diverse backgrounds with a broad wealth of knowledge and experience that the Bank and stakeholders will benefit from. We also held key governance and risk management engagements for the board, management, and clientele of the Bank. We also continued to maintain complete and certified financial information to better inform decision making of our stakeholders.

TCO'



We continued to actively monitor and encourage eco responsible practices with respect to our water, electricity, fuel, and paper se. Additionally, we pursued the use of video conference technology to limit physical travel thus decreasing our carbon emissions. Al our branches are accessible for persons with

whose income has been impacted by the COVID-19 pandemic are eligible for consideration for credit relief packages of up to 12 months and Mr. Henri Laloux, and more recently in

Transactions: Our digital tools and other self-service resources for banking and 24/7 account access have been optimized for all individuals and businesses to access. You can access your account and transact online, on your phone, pay bills, and make transfers across various domestic and foreign financial institutions

 We have contributed financially directly and through the Uganda Bankers Association towards the support of government's efforts to fight this pandemic.

We pledge to stand with all Ugandans during this trying time and we shall continue to do everything within our ability to support related mitigation and recovery efforts.

As strong as a group, as close as a partner

in bankofafricaug

relevant financial solutions to our clientele

FOR ALL UGANDANS

Arthur Isiko | Managing Director

our future journey together.

infrastructure in Uganda.

2019 PERFORMANCE HIGHLIGHTS

I wish to thank all our valued customers and stakeholders for their

patronage over the years. I am pleased to share highlights of our

2019 performance with all our stakeholders and provide a view of

During the year 2019, the bank continued to pursue its responsible

and sustainable growth strategy that led us to deliver UGX 20

billion in net earnings, thus exceeding our 2018 results by 33%

and further strengthening our capital levels. Client lending activity

remained strong with loans and advances growing by 15% over

2018, largely to small and medium enterprises (SMEs). We upheld

our goal of committing funds to the biggest impact areas of our

economy - education, trade, manufacturing and construction. In

the same period, while our customer deposits marginally grew by

2%, our off-balance sheet commitments exceeded expectations with

a 47% growth rate, underscoring our efforts to finance trade and

In 2020, the bank celebrates 35 years of service in Uganda marking

a colorful journey of strong and meaningful partnerships built with clients, community, partners and other stakeholders. From a small

Ugandan-owned deposit-taking private company within a family

conglomerate, we are proud to have tremendously evolved, growing

to be part of a bigger pan-African banking group that is present on

four continents and in more than 30 countries, while retaining our

We thank all our stakeholders - our clients, our employees, our

regulators, our partners, our directors, our shareholders, and the

general public, for the confidence they have placed in this great

institution over the years. As we look to the next decade of service, we

shall continue to capitalize on our heritage that allows us to apply our

multi-cultural DNA to fuse local market knowhow with international

best practice that comes with being part of a strong banking group.

This combination will allow us to continuously improve as we deliver

SUSTAINABLE GROWTH AND DEVELOPMENT

As a responsible business, we are increasingly placing emphasis on

environmental, social, and governance (ESG) aspects relating to all

our investment and operational decisions, as well as our engagement

with the public. Our ESG model is enshrined in six commitments which

are all aligned to the United Nations Sustainable Development Goals:

35 YEARS OF SERVICE IN UGANDA

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REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL

SUMMARY FINANCIAL STATEMENTS | 31 ST DECEMBER 2019

BANK OF AFRICA

Groupe BMCE BANK

>800 SMEs

infrastructure development.

Building and creating a lifetime of meaningful partnerships with

our communities, businesses, and individuals we serve has always

been at the heart of our operations. Our commitment to this promise

The year 2020 is off to unprecedented disruptions and challenges

for us all as the social-economic impact of the COVID-19 pandemic

to individuals, families, and businesses grows across the country and

the alobe. We are sensitive to these challenges and are expanding

our assistance measures to support and reassure all Ugandans

(individuals, businesses, and communities) that we are here to help in

this time of uncertainty. Our focus on serving you during this time is

Consequently we have instituted the following measures to provide

Loan holiday package: All our borrowing customers

support during and after this difficult period:

We organized and facilitated over 30 forums

and engaged over 800 SMEs countrywide

on how to contribute to the development

quality education, economic growth, and

the country particularly emphasizing

The summary financial statements, which comprise the summary statement of financial position at 31 December 2019,

The summary financial statements do not contain all the disclosures required by International Financial Reporting

The Audited Financial Statements and Our Report Thereon

report also includes the communication of key audit matters. Key audit matters are those matters that, in our professionc

Directors' Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with the Financial Institutions Act. 2004 (as amended 2016)

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with

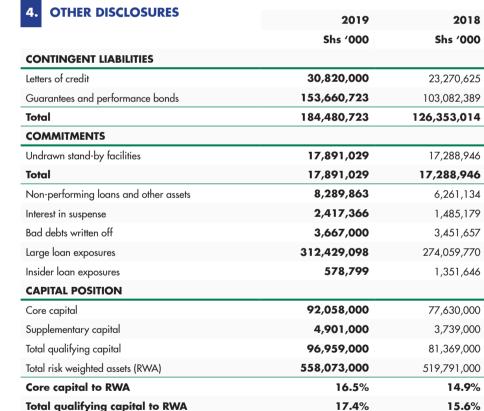
KPMG

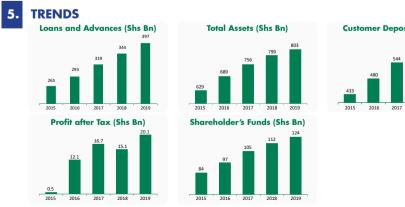
Certified Public Accountants

SUMMARY STATEMENT OF FINANCIAL POSITION

	Shs '000	Shs '000
ASSETS		
Cash and balances with Bank of Uganda	120,203,019	104,711,776
Deposits and balances with other banking institutions	16,373,548	66,592,568
Deposits due from group companies	31,572,536	48,571,000
Government securities (Investments)	170,423,346	175,653,259
Loans and advances to customers	397,152,447	344,144,772
Other assets	17,197,133	19,590,658
Property and equipment	29,666,449	13,072,232
Operating lease prepayments	-	2,956,150
Intangible assets	4,175,428	4,736,191
Deferred income tax asset	16,306,547	18,901,252
Total assets	803,070,453	798,929,858
LIABILITIES AND SHAREHOLDERS' EQUITY		
Customer deposits	578,563,182	568,868,619
Deposits and balances due to other banking institutions	6,581,280	39,435,118
Deposits due to group companies	57,575,138	58,403,000
Other borrowings	608,517	884,809
Other liabilities	34,750,567	17,954,378
Current income tax liability	1,468,530	1,531,210
Total liabilities	679,547,214	687,077,134
Share capital	46,775,206	46,775,206
Share premium	23,614,439	23,614,439
Regulatory credit risk reserve	1,834,000	
Retained earnings	51,299,594	41,463,079
Total shareholders' equity	123,523,239	111,852,724
Total liabilities and shareholders' equity	803,070,453	798,929,858

3. STATEMENT OF COMPREHENSIVE INCOME Shs '000 Shs '000 2,687,868 2,276,351 Interest on deposits and placements 51,771,451 Interest on loans and advances 45,910,868 18,151,132 20.089.002 Interest on investment securities Foreign exchange income 10,199,393 7,599,124 27,645,803 26.303.659 Fees and commissions income 5,160,149 2,216,954 Other income Total income 115,615,796 104,395,958 EXPENDITURE 8,968,308 8,286,637 Interest expense on deposits Interest expense on horrowings 3.065.737 3,457,155 Provisions for bad and doubtful debts 2,621,913 5,635,136 Management Fees 69,448,968 60,814,503 Operating expenses Fees and commission expense 4.811.353 6.377.988 88,916,279 Total expenditure 84.571.419 Profits before tax 26,699,517 19,824,539 (6,545,737) (4 676 169) Taxation 20,153,780 Profits after tax 15,148,370 Other Comprehensive Income Total Comprehensive Income 20.153.780 15,148,370





f Directors and Bank of Uganda on 6 February 2020 and 8 April 2020 respective



Maria Coos

