



ABC CAPITAL BANK LIMITED

SUMMARY OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

I. REPORT OF THE INDEPENDENT AUDITOR

Opinion

The summary financial statements of ABC Capital Bank Limited ("the Bank"), which comprise the summary statement of financial position at 31 December 2023, and the summary statement of profit and loss and other comprehensive income for the year then ended, and related notes, are derived from the audited financial statements of the Bank for the year ended 31 December 2023.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of the Bank for the year ended 31 December 2023, in accordance with the Financial Institutions (External Auditors) Regulations, 2010.

Summary financial statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies Act of Uganda, 2012 and Financial Institutions Act, 2004 (Amended in 2016). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified opinion on the audited financial statements in our report dated 27 March 2024. That report also includes the communication of key audit matters. Key audit matters are those matters, in our professional judgment, were of most significance in our audit of financial statements for the year ended 31 December 2023.

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 (External Auditors) Regulations, 2010 and Financial Institutions Act, 2004 and as amended in 2016 and for such internal control as the directors determine necessary to enable the preparation of the summary financial statements that are free from material misstatement, whether due to fraud or error.

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 the International Standards of Auditing (ISA) 810 (Revised) "Engagements to Report on Summary Financial Statements".

RSM Eastern Africa

RSM Eastern Africa
Certified Public Accountants
Kampala, Uganda
Date 25-Apr-24

II. SUMMARY STATEMENT OF FINANCIAL POSITION

	2023	2022
	UShs 000	UShs 000
ASSETS		
Cash and balances with Bank of Uganda	7,013,567	5,683,735
Marketable (trading) securities	4,106	1,054,828
Investment securities	9,741,092	8,129,207
Deposits and balances due from financial institutions	15,053,388	22,054,046
Loans and advances to customers (net)	23,180,810	21,530,486
Other assets	465,235	432,504
Current tax receivable	383,518	383,518
Right of use assets	1,325,278	445,836
Property and equipment	637,572	801,157
Intangible assets	1,306,380	1,625,962
TOTAL ASSETS	59,110,946	62,141,279
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Customer deposits	24,965,656	27,365,737
Deposit and balances due to other financial institutions	342,571	1,109,327
Lease liability	1,304,177	576,457
Other liabilities	798,990	851,873
TOTAL LIABILITIES	27,411,394	29,903,394
SHAREHOLDERS' EQUITY		
Share capital	28,837,000	28,837,000
Retained earnings	2,488,717	2,991,694
Revaluation reserves	-	22,790
	373,835	386,401
TOTAL SHAREHOLDERS' EQUITY	31,699,552	32,237,885
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	59,110,946	62,141,279

III. SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2023	2022
	UShs 000	UShs 000
INCOME		
Interest on deposits and placements	1,069,104	914,518
Interest on loans and advances	3,925,897	4,091,525
Interest on investment securities	1,347,184	1,356,330
Foreign exchange income	178,920	381,564
Fees and commissions income	766,349	877,618
Other operating income	602,529	423,180
TOTAL INCOME	7,889,983	8,044,735
EXPENDITURE		
Interest expense on deposits	(542,835)	(494,146)
Interest expense on borrowings and lease liabilities	(95,560)	(150,403)
Provision for bad and doubtful debts	(1,267,276)	(511,219)
Operating expenses	(3,765,501)	(3,367,899)
Employee costs	(2,468,751)	(2,441,035)
TOTAL EXPENDITURE	(8,139,923)	(6,964,702)

NET (LOSS)/PROFIT BEFORE TAX	(249,940)	1,080,033
Income tax expense	(265,603)	(276,403)
(LOSS)/PROFIT FOR THE YEAR	(515,543)	803,630

OTHER COMPREHENSIVE INCOME	-	22,790
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR	(515,543)	826,420

	2023	2022
	USh' 000	USh' 000
IV. OTHER DISCLOSURES		
CONTINGENT LIABILITIES		
Guarantees and performance bonds	1,010,875	1,459,898
TOTAL	1,010,875	1,459,898

COMMITMENTS		
Undrawn credit lines	1,119,737	870,073
TOTAL	1,119,737	1,006,948

Non-performing loans and other assets	1,144,440	1,889,081
Interest in suspense	71,188	323,098
Bad debts written off	2,807,526	205,129
Insider loan exposures	18,660	11,753

CAPITAL POSITION		
Core capital	30,019,337	30,202,732
Supplementary capital	229,655	210,313
TOTAL QUALIFYING CAPITAL	30,248,992	30,413,045
TOTAL RISK WEIGHTED ASSETS (RWA)	30,357,861	39,817,388

Core capital to RWA	98.88%	75.85%
Total qualifying capital to RWA	99.64%	76.40%

V. BASIS OF PREPARATION

The summary financial statements of the Bank for the year ended 31 December 2023 were prepared in accordance with the Financial Institutions Act, 2004 and as amended in 2016 and the Financial Institutions (External Auditors) Regulations, 2010 under the criteria established by the Board in which the Bank discloses the summary statements of financial position and profit or loss and other comprehensive income.

VI. MESSAGE FROM THE DIRECTORS

The above summary statements of financial position and profit or loss and other comprehensive income were audited by RSM Eastern Africa, Certified Public Accountants and received an unqualified audit opinion. The financial statements were approved by the Board of Directors on 27th March 2024 and discussed with the Bank of Uganda on 19th April 2024.

Jesse Timbwa
Mr. Jesse Timbwa
Chief Executive Officer

James Muwanga
Dr. James Muwanga
Board Chairman

Head office and Colline House branch: Colline House Plot 4 Pilkington Rd, Kampala

Customer Deposits are protected by the Deposit Protection Fund of Uganda upto 10 million shillings. ABC Capital Bank Limited is regulated by the Bank of Uganda