

SUMMARISED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023



I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF I&M BANK (UGANDA) LIMITED.

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2023, the summary statement of comprehensive income for the year then ended and related disclosures/notes (together "the summary financial statements"), are derived from the audited financial statements of I&M Bank (Uganda) Limited 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, in accordance with the Financial Institutions Act, 2004 (as amended 2016) Laws of Uganda and the Financial Institutions (External Auditors) Regulations, 2010.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards), the Financial Institutions Act, 2004 (as amended 2016) Laws of Uganda and the Companies Act, 2012 Laws of Uganda. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 22 April 2024. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the current period.

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) Laws of Uganda and the Financial Institutions (External Auditors) Regulations, 2010.

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

KPMG
Certified Public Accountants
3rd Floor, Rwenzori Courts
Plot 2&4A, Nakasero Road
P.O. Box 3509, Kampala, Uganda

Date: 22 April 2024

II. SUMMARY STATEMENT OF FINANCIAL POSITION

	31 Dec. 2023 Ushs '000	31 Dec. 2022 Ushs '000
Assets		
Cash and balances with Central Bank	156,248,396	145,631,019
Deposits and balances due from banking institutions	169,083,093	140,669,926
Derivative financial assets	40,372	729,550
Government securities - investment securities	174,597,940	156,956,769
Government securities - marketable /Trading securities	40,665,772	29,960,385
Loans and advances to customers	300,986,525	234,077,403
Other assets	9,879,296	7,293,510
Property and equipment	22,510,482	8,556,930
Right of use assets	7,289,664	5,137,089
Intangible assets	3,875,160	2,642,714
Deferred tax asset	59,305,284	54,869,069
Total assets	944,481,984	786,524,364
Liabilities and Shareholders' Equity		
Customer deposits	687,764,744	624,634,516
Balances due to banking institutions	32,267,941	-
Other liabilities	18,775,920	20,394,822
Preference shares	-	9,500,000
Lease liability	7,160,561	4,989,361
Total liabilities	745,969,166	659,518,699
Shareholders' Equity		
Issued capital	210,000,000	150,000,000
Accumulated losses	(11,487,182)	(22,994,335)
Total shareholders' equity	198,512,818	127,005,665
Total liabilities and shareholders' Equity	944,481,984	786,524,364

III. SUMMARY STATEMENT OF COMPREHENSIVE INCOME

	31 Dec. 2023 Ushs '000	31 Dec. 2022 Ushs '000
Income		
Interest on deposits and placements	9,006,890	5,426,731
Interest on loans and advances	39,578,345	33,724,174
Interest on investment securities	25,243,323	19,804,085
Interest on marketable /Trading securities	1,809,824	1,450,920
Net trading income	6,009,804	6,513,696
Fees and commissions income	11,818,266	10,410,942
Other income	1,896,245	7,481,466
Total Income	95,362,697	84,812,014
Expenditure		
Interest expense on borrowings	1,567,356	1,065,399
Interest expense on deposits	21,772,982	17,562,044
Finance cost	487,728	499,024
Provisions for bad and doubtful debts	3,997,599	(2,077,261)
Operating expenses	56,025,332	50,918,260
Total Expenditure	83,850,997	67,967,466
Profit before tax	11,511,700	16,844,548
Taxation	(4,547)	(11,226,810)
Net profit after tax	11,507,153	5,617,738
Total comprehensive Income for the year	11,507,153	5,617,738

IV. OTHER DISCLOSURES

	31 Dec. 2023 Ushs '000	31 Dec. 2022 Ushs '000
Contingent liabilities		
Letters of Credit	26,564,184	22,329,139
Guarantees and Performance bonds	45,232,235	35,666,700
Other contingent liabilities	40,372	729,550
Total	71,836,991	58,725,389
Commitments		
Undrawn credit lines	17,072,254	22,329,139
Total	17,072,354	22,329,139
Non-performing loans and other assets	41,477,145	30,496,323
Interest in suspense	2,409,602	2,166,767
Bad debts written off	2,194,662	7,727,298
Large loan exposures	57,202,778	125,419,990
Insider loan exposures/Commitments	3,409,912	3,487,200
Capital Position		
Core Capital	134,839,198	68,994,374
Supplementary Capital	2,949,880	2,338,087
Total Qualifying Capital	137,789,078	71,332,461
Total Risk Weighted Assets (RWA)	470,111,764	369,557,084
Core Capital to RWA	28.69%	18.67%
Total Qualifying Capital to RWA	29.31%	19.30%
Leverage ratio	13.00%	8.00%

V. MESSAGE FROM DIRECTORS

The above summary Statement of Financial Position and summary Statement of Comprehensive Income are derived from the financial statements of I&M Bank (Uganda) Limited for the year ended 31 December 2023 which were audited by KPMG Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors on 14 March 2024, discussed with Bank of Uganda on 28 March 2024 and authorized for issue on 15 April 2024.

Robin Bairstow
Managing Director

Suleiman I. Kiggundu Jnr
Board Chairman