



Bank of Baroda (Uganda) Limited

SUMMARISED CONSOLIDATED UNAUDITED FINANCIAL STATEMENT FOR THE SIX MONTHS PERIOD ENDED AT JUNE 30, 2023

1. Summary consolidated statement of profit or loss and other comprehensive income for six months period ended June 30, 2023

	"Six months period ended June 30, 2023 (Unaudited) USHs'000"	"Six months period ended June 30, 2022 (Unaudited) USHs'000"	"Year ended December 31, 2022 (Audited) USHs'000"
Interest income	122,593,795	101,209,055	227,666,481
Interest expense	(38,987,446)	(25,632,326)	(56,746,719)
Net interest income	83,606,349	75,576,729	170,919,762
Non-interest income	20,438,387	18,457,986	34,071,677
Operating expenses	(24,120,300)	(16,813,137)	(37,009,688)
Impairment allowance on financial assets	10,223,095	(1,270,150)	(11,065,014)
Profit before tax	90,147,531	75,951,428	156,916,737
Taxation	(21,883,892)	(16,574,368)	(34,731,723)
Profit from continuing operations	68,263,639	59,377,060	122,185,014
(Loss) / (gain) from discontinued operations (net of tax)	(52,550)	20,954	10,952
Profit for the period	68,211,089	59,398,014	122,195,966
Other comprehensive income			
Items that are or may be subsequently reclassified to profit or loss:			
"Investment in government securities at FVTOCI - net change in fair value (net of tax)"	9,646,627	(19,219,851)	(13,789,664)
"Investment in government securities at FVTOCI - reclassified to profit or loss (net of tax)"	(770,657)	(1,226,378)	(2,777,317)
Gain on property revaluation	7,061,465	-	-
Other comprehensive income (net of tax)	15,937,435	(20,446,229)	(16,566,981)
Total comprehensive income for the period	84,148,524	38,951,785	105,628,985
Earnings per share			
Number of shares	15,000,000	2,500,000	2,500,000
Basic & diluted earning per share (annualised) continuing operations	9.10	47.50	48.87
Basic & diluted earning per share (annualised) continuing and discontinued operations	9.09	47.52	48.88

2. Summary consolidated statement of financial position

	"As at June 30, 2023 (Unaudited) USHs'000"	"As at June 30, 2022 (Unaudited) USHs'000"	"As at December 31, 2022 (Audited) USHs'000"
Assets			
Cash and balances with Bank of Uganda	240,675,965	231,728,667	228,514,586
Due from group companies	3,206,595	7,904,718	6,292,990
Investment in government securities	889,554,906	781,094,110	787,992,707
Deposits and balances due from other financial institutions	346,470,805	262,905,651	282,869,624
Loans and advances to customers	1,016,671,017	1,015,992,566	1,089,050,974
Other assets	5,446,516	6,121,654	5,235,400
Current tax receivable	-	1,970,419	364,885
Property, equipment and right of use assets	37,096,549	27,887,841	27,053,210
Intangible assets	62,636	105,492	76,955
Deferred tax asset	-	7,617,343	7,681,070
Assets of disposal groups	82,790	727,461	716,765
Total assets	2,539,267,779	2,344,055,922	2,435,849,166
Equity and liabilities			
Equity			
Share capital	150,000,000	25,000,000	25,000,000
Reserves	17,967,467	(8,666,104)	(4,983,375)
Proposed dividend	30,000,000	25,000,000	25,000,000
Retained earnings	496,150,031	527,307,878	565,302,349
Total shareholders' equity	694,117,498	568,641,774	610,318,974
Liabilities			
Customer deposits	1,753,282,286	1,709,963,810	1,777,297,079
Repurchase agreement and borrowed funds	64,478,162	8,869,338	8,725,514
Other liabilities	22,853,747	56,303,631	39,230,925
Current tax payable	856,872	-	-
Deferred tax	3,633,964	-	-
Liabilities of disposal groups	45,250	277,369	276,674
Total liabilities	1,845,150,281	1,775,414,148	1,825,530,192
Total equity and liabilities	2,539,267,779	2,344,055,922	2,435,849,166

3. Summary consolidated statement of changes in equity for six months period ended June 30, 2023

Particulars	Regulatory credit risk reserve* USHs'000	Revaluation reserve USHs'000	Fair value through OCI reserve USHs'000	Total reserves** USHs'000	Proposed dividend USHs'000	Ordinary Share Capital USHs'000	Retained earnings USHs'000	Total USHs'000
Six months ended June 30, 2022 (Unaudited)								
Balance as on January 1, 2022 (Audited)	-	7,860,737	4,115,906	11,976,643	50,000,000	25,000,000	467,713,346	554,689,989
Profit for the period	-	-	-	-	-	-	59,398,014	59,398,014
Transfer of excess depreciation on revaluation (net of tax)	-	(196,518)	-	(196,518)	-	-	196,518	-
Transfer to FVTOCI reserves (net of tax)	-	-	(19,219,851)	(19,219,851)	-	-	-	(19,219,851)
Recycling of government securities at FVTOCI (net of tax)	-	-	(1,226,378)	(1,226,378)	-	-	-	(1,226,378)
Dividends payable	-	-	-	-	(25,000,000)	-	-	-
Balance at June 30, 2022 (Unaudited)	-	7,664,219	(16,330,323)	(8,666,104)	25,000,000	25,000,000	527,307,878	568,641,774
Year ended December 31, 2022 (Audited)								
Balance as on January 1, 2022 (Audited)	-	7,860,737	4,115,906	11,976,643	50,000,000	25,000,000	467,713,346	554,689,989
Profit for the year	-	-	-	-	-	-	122,195,966	122,195,966
Transfer from regulatory reserves	-	-	-	-	-	-	-	-
Transfer of excess depreciation on revaluation (net of tax)	-	(393,037)	-	(393,037)	-	-	393,037	-
Transfer to FVTOCI reserves (net of tax)	-	-	(13,789,664)	(13,789,664)	-	-	-	(13,789,664)
Recycling of government securities at FVTOCI (net of tax)	-	-	(2,777,317)	(2,777,317)	-	-	-	(2,777,317)
Dividends paid	-	-	-	-	(50,000,000)	-	-	(50,000,000)
Dividends proposed	-	-	-	-	25,000,000	-	(25,000,000)	-
Balance at December 31, 2022 (Audited)	-	7,467,700	(12,451,075)	(4,983,375)	25,000,000	25,000,000	565,302,349	610,318,974
Six months ended June 30, 2023 (Unaudited)								
Balance as on January 1, 2023 (Audited)	-	7,467,700	(12,451,075)	(4,983,375)	25,000,000	25,000,000	565,302,349	610,318,974
Profit for the period	-	-	-	-	-	-	68,211,089	68,211,089
Transfer of excess depreciation on revaluation (net of tax)	-	(390,708)	-	(390,708)	-	-	390,708	-
Gain on revaluation (net of tax)	-	7,061,465	-	7,061,465	-	-	-	7,061,465
Issue of bonus shares	-	-	-	-	-	125,000,000	(125,000,000)	-
Transfer to credit risk reserve	7,404,115	-	-	7,404,115	-	-	(7,404,115)	-
Transfer to FVTOCI reserves (net of tax)	-	-	9,646,627	9,646,627	-	-	-	9,646,627
Recycling of government securities at FVTOCI (net of tax)	-	-	(770,657)	(770,657)	-	-	-	(770,657)
Dividends received from Baroda Capital Markets (Uganda) Limited	-	-	-	-	-	-	(350,000)	(350,000)
Dividends payable- additional proposed dividend	-	-	-	-	5,000,000	-	(5,000,000)	-
Balance at June 30, 2023 (Unaudited)	7,404,115	14,138,457	(3,575,105)	17,967,467	30,000,000	150,000,000	496,150,031	694,117,498

4. Summary consolidated statement of cash flows for six months period ended June 30, 2023

	"Six months period ended June 30, 2023 (Unaudited) USHs'000"	Six months period ended June 30, 2022 (Unaudited) USHs'000"	Year ended December 31, 2022 (Audited) USHs'000"
Cash flows from operating activities			
Profit before tax	90,147,531	75,951,428	156,916,737
Adjustments for:			
Depreciation and amortization	1,424,994	1,397,066	2,806,402
Loss on sale of property and equipment	(3,082)	(2,312)	-
Impairment of loans and advances	(10,223,095)	1,270,150	11,065,014
Fair value adjustments	12,679,957	(29,208,899)	(23,667,116)
(Loss)/gain from discontinued operations	(52,550)	20,954	10,952
Changes in:			
Loans and advances to customers (net)	82,603,052	(75,166,466)	(158,019,738)
Other assets	(211,116)	(1,430,604)	(544,350)
Government securities	(108,677,504)	(67,669,869)	(83,803,839)
Cash reserve requirement	(9,660,000)	(44,160,000)	(48,340,000)
Customer deposits	(24,553,535)	117,748,086	185,081,355
Balances due to banking institutions	55,752,648	(196,384)	(340,208)
Assets and liabilities of disposal groups	455,101	(20,954)	(10,952)
Other liabilities	(16,377,178)	25,320,250	8,247,545
Cash used in operating activities	73,305,223	3,852,447	49,401,802
Income tax paid	(9,347,101)	(16,525,235)	(34,803,318)
Net cash used in operating activities	63,958,122	(12,672,788)	14,598,484
Cash flows from investing activities			
Purchase of property and equipment	(1,477,231)	(205,788)	(802,537)
Proceeds from sale of properties and equipment	4,932	4,350	52,618
Purchase of other intangible assets	(8,400)	-	-
Net cash used in investing activities	(1,480,699)	(201,438)	(749,919)
Cash flows from financing activities			
Dividends paid	-	(25,000,000)	(50,000,000)
Net cash used in financing activities	-	(25,000,000)	(50,000,000)
Net changes in cash and cash equivalents for the period/year	62,477,423	(37,874,226)	(36,151,435)
Cash and cash equivalents at the beginning of the period/year	348,716,370	384,867,805	384,867,805
Cash and cash equivalents at the end of the period/year	411,193,793	346,993,579	348,716,370

5. Other disclosures as at June 30, 2023

	"Six months period ended June 30, 2023 (Unaudited) USHs'000"	Six months period ended June 30, 2022 (Unaudited) USHs'000"	"Year ended December 31, 2022 (Audited) USHs'000"
Contingent liabilities			
Letters of credit	73,046,595	94,410,879	74,834,197
Guarantees and performance bonds	96,507,590	93,275,782	97,366,443
Total	169,554,185	187,686,661	172,200,640
Commitments			
Undrawn credit lines	383,758,243	326,792,602	322,331,730
Total	383,758,243	326,792,602	322,331,730
Non-performing loans and other assets			
Non-performing loans and other assets	18,757,783	1,595,609	14,954,653
Interest in suspense	490,197	90,113	770,987
Bad debts written off	759,248	7,984	7,984
Large loan exposures	345,360,667	360,857,000	390,203,806
Insider loan exposures	103,577	54,016	95,965
Capital position			
Core capital	620,961,700	497,919,578	569,653,157
Supplementary capital	24,333,073	17,944,850	18,540,680
Total qualifying capital	645,294,772	515,864,428	588,193,837
Total risk weighted assets (RWA)	1,730,995,695	1,456,292,113	1,731,643,044
Core capital to RWA	35.87%	34.19%	32.90%
Total qualifying capital to RWA	37.28%	35.42%	33.97%

* The regulatory credit risk reserve represents the excess of the impairment allowance on loans and advances as computed in accordance with the Financial Institutions Act, 2004 and as amended over the impairment allowance on loans and advances as computed in accordance with International Financial Reporting Standards. This reserve is not distributable.

** The total reserves represent the sum of regulatory credit risk reserve, revaluation reserve and fair value through OCI reserve.

Highlights of the results

The Bank has posted a y-o-y growth of 2.53% in deposits as on June 30, 2023. The Bank has posted a y-o-y growth of 0.07% in loans and advances (Net) as on June 30, 2023. The Bank has posted a y-o-y growth of 14.84% in Net profit after tax for the period ended June 30, 2023. The Bank's network has also grown by 22.07% y-o-y as on June 30, 2023. The Bank's Capital Adequacy Ratio as on June 30, 2023 is well above the minimum norms Core Capital to Risk Weighted Assets (RWA) 35.87% against the minimum requirement of 12.50%. Total Qualifying Capital to RWA: 37.28% against the minimum requirement of 14.50%


Basis of preparation

The interim financial statements are prepared in compliance with International Financial Reporting Standards (IFRS) and the Accounting Policies used are consistent with those used in the annual financial statements for the year ended December 31, 2022.

Board approval

Board of Directors have approved the publication of the financials of the Bank for half year ended June 30, 2023 in its meeting dated September 25, 2023. Further, payment of interim dividend for the year 2023 has not been recommended.

A copy of the summarised unaudited financial statements can be obtained from our website www.bankofbaroda.ug as well as from our Head office.


Mrs. Nsanze R Vastina
Chairperson


Shashi Dhar
Managing Director


Prithvi Singh Bhati
Executive Director

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/Arua
Our off-Site ATMs: Namanve Industrial Area, Mukono I Njeru Industrial Area, Jinja