

Stanbic Bank Uganda Limited
Summarised Audited Financial
Statements for the year
ended 31 December 2015

Summary income statement

	2015 US\$' 000	2014 US\$' 000
Interest income	350,330,210	313,566,283
Interest expense	(38,850,179)	(33,371,594)
Net interest income	311,480,031	280,194,689
Fee and commission income	108,878,606	110,337,906
Fee and commission expenses	(3,178,947)	(1,762,480)
Net fee and commission income	105,699,659	108,575,426
Net trading income	114,459,189	104,497,272
Other operating income	894,479	963,740
Total income before credit impairment charge	532,533,358	494,231,127
Impairment charge for credit losses	(28,747,373)	(37,384,417)
Total income after credit impairment charge	503,785,985	456,846,710
Employee benefit expenses	(120,118,291)	(119,523,617)
Depreciation and amortisation	(16,917,933)	(15,483,051)
Other operating expenses	(163,451,913)	(140,552,116)
Profit before income tax	203,297,848	181,287,926
Income tax expense	(52,538,567)	(46,208,544)
Profit for the year	150,759,281	135,079,382
Earnings per share for profit attributable to the equity holders of the Bank during the year (expressed in US\$ per share):		
Basic and diluted	2.95	2.64

Summary statement of comprehensive income

	2015 US\$' 000	2014 US\$' 000
Profit for the year		
Other comprehensive income for the year after tax:		
Net loss on available for sale financial assets	(8,829,581)	(3,757,585)
Total comprehensive income for the year	141,929,700	131,321,797

Summary statement of changes in equity

	Ordinary share capital	Available for sale revaluation reserve	Statutory Credit Risk Reserve	Proposed dividends	Retained earnings	Total
	US\$' 000	US\$' 000	US\$' 000	US\$' 000	US\$' 000	US\$' 000
Year ended 31 December 2015						
At 1 January 2015	51,188,670	(7,108,959)	3,589,996	84,973,192	354,326,635	486,969,534
Comprehensive income:						
Profit for the year	-	(8,829,581)	-	-	150,759,281	150,759,281
Net change in available for sale investments	-	(8,829,581)	-	-	-	(8,829,581)
Total comprehensive income for the year	-	(8,829,581)	-	-	150,759,281	141,929,700
Transactions with owners recorded directly in equity						
Dividends paid	-	-	-	(84,973,192)	-	(84,973,192)
Transfer to statutory credit risk reserve	-	-	16,311,196	-	(16,311,196)	-
Equity-settled share-based payment transactions	-	-	-	-	831,702	831,702
Proposed dividends	-	-	-	40,000,000	(40,000,000)	-
Balance at 31 December 2015	51,188,670	(15,938,540)	19,909,192	40,000,000	449,606,422	544,757,744
Year ended 31 December 2014						
At 1 January 2014	51,188,670	(3,351,374)	8,276,510	50,000,000	299,194,691	405,308,497
Comprehensive income:						
Profit for the year	-	(3,757,585)	-	-	135,079,382	135,079,382
Net change in available for sale investments	-	(3,757,585)	-	-	-	(3,757,585)
Total comprehensive income for the year	-	(3,757,585)	-	-	135,079,382	131,321,797
Transactions with owners recorded directly in equity						
Dividends paid	-	-	-	(50,000,000)	(11,330)	(50,011,330)
Transfer to statutory credit risk reserve	-	-	(4,686,514)	-	4,686,514	-
Equity-settled share-based payment transactions	-	-	-	-	350,570	350,570
Proposed dividends	-	-	-	84,973,192	(84,973,192)	-
Balance at 31 December 2014	51,188,670	(7,108,959)	3,589,996	84,973,192	354,326,635	486,969,534

Summary statement of financial position

	2015 US\$' 000	2014 US\$' 000
Cash and balances with Bank of Uganda	589,841,286	683,031,136
Government securities - held for trading	177,809,717	257,521,935
Loans and advances to banks	345,265,985	267,399,603
Amounts due from group companies	29,380,268	31,931,847
Loans and advances to customers	1,917,243,556	1,618,379,655
Pledged assets	809,420	1,223,458
Government securities - available for sale	506,215,014	516,544,808
Current income tax recoverable	14,247,605	12,058,692
Other investment	60,690	1,144,379
Derivative financial assets	2,638,073	3,390,164
Prepaid operating leases	108,998	119,336
Property and equipment	49,209,285	47,705,231
Goodwill and other intangible assets	2,811,538	3,439,930
Deferred income tax asset	14,777,770	9,033,065
Other assets	78,721,808	54,838,776
Total assets	3,729,141,013	3,507,762,015
Shareholders' equity and liabilities		
Shareholders' equity		
Ordinary share capital	51,188,670	51,188,670
Available for sale revaluation reserve	(15,938,540)	(7,108,959)
Statutory credit risk reserve	19,901,192	3,589,996
Retained earnings	449,606,422	354,326,635
Proposed dividends	40,000,000	84,973,192
	544,757,744	486,969,534
Liabilities		
Deposits from customers	2,438,420,865	2,132,356,040
Deposits from banks	365,209,914	162,603,909
Amounts due to group companies	190,407,880	575,847,246
Derivative financial liabilities	2,119,522	66,740
Borrowed funds	11,110,540	14,067,737
Subordinated debt	23,740,086	19,544,199
Other liabilities	153,374,462	116,306,610
	3,184,383,269	3,020,792,481
Total equity and liabilities	3,729,141,013	3,507,762,015

Summary statement of cashflows

	2015 US\$' 000	2014 US\$' 000
Cash flows from operating activities		
Interest received	366,870,173	305,378,163
Interest paid	(40,332,601)	(33,313,459)
Net fees and commissions received	105,726,176	108,561,613
Net trading and other Income/recoveries	126,982,056	120,367,546
Cash payment to employees & suppliers	(294,900,975)	(253,266,706)
Cash flows from operating activities before changes in operating assets and Liabilities	264,344,829	247,727,157
Changes in operating assets and liabilities		
Income tax paid	(56,688,077)	(47,432,090)
Decrease/(increase)in derivative financial assets	752,091	(3,261,144)
Decrease/(increase) in government securities - available for sale	123,297,742	(18,439,750)
Decrease in government securities - trading	79,712,218	82,699,359
Decrease in pledged assets	414,038	628,200
Increase in cash reserve requirement	(24,630,000)	(26,460,000)
Increase in loans and advances to customers	(355,977,012)	(247,184,666)
Increase in other assets	(22,825,860)	(2,817,796)
Increase in customer deposits	307,547,247	344,720,192
Increase/(decrease) in deposits and balances due to other Banks	202,606,005	(75,868,456)
Decrease in deposits from group companies	(385,439,366)	(62,639,502)
Increase/(decrease) in derivative financial liabilities	2,052,782	(1,455,124)
Increase in other liabilities	49,367,470	6,280,260
Net cash generated from operating activities	184,534,107	196,496,640
Cash flows from investing activities		
Purchase of property & equipment	(18,056,899)	(23,403,913)
Proceeds from sale of property & equipment	333,882	341,070
Net cash used in investing activities	(17,723,017)	(23,062,843)
Cash flows from financing activities		
Dividends paid to shareholders	(84,973,192)	(50,011,330)
Decrease in borrowed funds	(2,957,197)	(4,773,218)
Decrease in subordinated debt	4,195,887	(28,267,469)
Net cash used in financing activities	(83,734,502)	(83,052,017)
Net increase in cash and cash equivalents	83,076,588	90,381,780
Cash and cash equivalents at beginning of year	851,349,751	760,967,971
Cash and cash equivalents at end of year	934,426,339	851,349,751

Message from the Directors

The above summary financial statements were audited by PricewaterhouseCoopers Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors and Bank of Uganda on 23 March 2016 and 13 April 2016 respectively.

Dividend

The Directors have resolved to recommend to shareholders at the forthcoming annual general meeting, a final dividend for the year ended 31 December 2015 of US\$ 0.78 per share(December 2014: US\$ 1.66 per share).

Mr. Japheth Katto
Chairman

Mr. Patrick Mweheire
Chief Executive

Dr Samuel Seijaaka
Director

Mrs. Candy Okoboi
Company Secretary



Report of the independent auditor to the members of Stanbic Bank Uganda Limited

The accompanying summary financial statements, which comprise the summary statement of financial position at 31 December 2015, the summary income statement and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended are derived from the audited financial statements of Stanbic Bank Uganda Limited ("the Bank") for the year ended 31 December 2015. We expressed an unmodified audit opinion on those financial statements in our report dated 14 April 2016.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Uganda Securities Exchange (USE) Listing Rule 2003 and USE Listing Rules Amendments 2005 (together the "USE Listing Rules"), and the Ugandan Companies Act. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Bank.

Directors' responsibility for the summary financial statements

The Directors are responsible for the preparation of the summary of the audited financial statements in accordance with the requirements of the USE Listing Rules.

Auditor's responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of Stanbic Bank Uganda Limited for the year ended 31 December 2015 are consistent, in all material respects, with those audited financial statements in accordance with the USE Listing Rules.

[Signature]

Certified Public Accountants
Kampala, Uganda
Date: 14 April 2016