

I. INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

Opinion

The summary financial statements of Yako Bank Uganda Limited ("the Bank"), which comprise the summary statement of financial position as at December 31, 2023, the summary statement of profit or loss and other comprehensive income for the year then ended, and other disclosures are derived from the audited financial statements of the Bank for the year ended December 31, 2023.

In our opinion, the accompanying summary financial statements are consistent, in all material aspects, with the audited financial statements, in accordance with the Financial Institutions Act, 2004, and as amended and the Financial Institutions (External Auditors) Regulations, 2010.

Summary financial statements

The summary financial statements do not contain all the disclosures as required by International Financial Reporting Standards ('IFRSs'), the Financial Institutions Act, 2004 and as amended and the Companies Act, 2012. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our report thereon

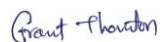
We expressed an unmodified audit opinion on the audited financial statements in our report dated April 27, 2024. That report also includes the communication of key audit matters. Key audit matters are those matters, in our professional judgement were of most significance in our audit of the financial statements of the current period.

Directors' responsibilities of the summary financial statements

The directors are responsible for the preparation of the summary financial statements in accordance with the requirements of the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act, 2004, and as amended.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent in all material aspects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagement to Report on Summary Financial Statements*.




Grant Thornton
Certified Public Accountants
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April 27, 2024

SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

II. SUMMARY STATEMENT OF THE FINANCIAL POSITION AS AT DECEMBER 31, 2023

	31 Dec 2023 UShs '000	31 Dec 2022 UShs '000
ASSETS		
Cash in hand	265,169	211,555
Balances with banking institutions	15,070,454	6,297,675
Investment securities	2,163,675	2,210,434
Loans and advances (net)	35,342,127	31,885,042
Interest receivable and other assets	345,499	806,136
Tax recoverable	120,186	48,218
Property, equipment and right-of-use assets	1,270,834	1,215,708
Intangible assets	13,797	11,073
Deferred tax asset	25,272	22,296
TOTAL ASSETS	54,617,013	42,708,137
LIABILITIES		
Customers' deposits	26,323,625	30,529,537
Balances due to banking institutions	1,099,863	1,082,233
Interest payable and other liabilities	3,178,588	3,386,868
TOTAL LIABILITIES	30,602,077	34,998,638
SHAREHOLDERS' EQUITY		
Share capital	20,000,000	5,000,000
Reserves	375,047	420,331
Retained earnings	3,639,889	2,289,168
TOTAL SHAREHOLDERS' EQUITY	24,014,936	7,709,499
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	54,617,013	42,708,137

III. SUMMARY INCOME STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2023

	31 Dec 2023 UShs '000	31 Dec 2022 UShs '000
INCOME		
Interest on loans and advances	7,622,994	5,550,212
Interest on deposits and placements	1,117,701	410,008
Interest on marketable / trading securities	206,400	211,989
Fees and commissions income	1,013,319	714,488
Other income	15,962	2,000
TOTAL INCOME	9,976,376	6,888,697
EXPENDITURE		
Interest expense on deposits	2,486,923	2,116,376
Interest expense on borrowings	103,644	82,233
Other interest expense	125,246	96,404
Provision for bad and doubtful debts	(220,336)	414,811
Operating expenses	5,556,758	2,336,842
TOTAL EXPENDITURE	8,052,235	5,046,666
NET PROFITS BEFORE TAX	1,924,141	1,842,031
Taxation	618,704	539,254
PROFIT AFTER TAX	1,305,437	1,302,777

IV. OTHER DISCLOSURES

	31 Dec 2023 UShs '000	31 Dec 2022 UShs '000
CONTINGENT LIABILITIES		
Guarantees and performance bonds	7,588,045	803,000
Other contingent liabilities	5,453,000	2,030,000
TOTAL	13,041,045	2,833,000
CREDIT EXPOSURE		
Non-performing loans and other assets	508,654	323,990
Interest in suspense	89,456	124,250
Bad debts written off	2,348,101	-
Large loan exposures	9,482,642	6,591,174
Insider loan exposures	402,098	440,760
CAPITAL POSITION		
Core Capital	23,600,820	7,255,800
Supplementary capital	353,203	320,874
TOTAL QUALIFYING CAPITAL	23,954,023	7,576,674
Total Risk Weighted Assets (RWA)	46,473,181	34,588,381
Core capital to RWA	50.78%	20.98%
TOTAL QUALIFYING CAPITAL TO RWA	51.54%	21.93%

V. BASIS OF PREPARATION

The summary financial statements of the Bank for the year ended December 31, 2023 were prepared in accordance with the requirement of Section 12 (1) of the Financial Institutions (External Auditors) Regulations. The regulations require that a financial institution shall, within four months after its financial year, publish its audited annual financial statements and external auditor's report in a newspaper circulating in the whole of Uganda in the format prescribed in the schedule to the regulation.

VI. MESSAGE FROM DIRECTORS

The above statement of financial position and income statement were audited by Grant Thornton Certified Public Accountant and received an unmodified audit opinion. The financial statements were approved by the Board of Directors on **March 11, 2024** and discussed with Bank of Uganda on **April 15, 2024**.



Moses Kasakya
Board Chairman



OM Parkash Khatkar
Managing Director