

Stanbic Bank Uganda

# Pillar 3 report

for the period ended 30 June 2023



UGANDA IS OUR HOME,  
**WE DRIVE HER GROWTH**

Tea Plantation, Western Uganda

# This report

This report sets out the Stanbic Bank Uganda Limited disclosures in accordance with the Bank of Uganda **Pillar 3 Market Discipline: Guidelines on Disclosure Requirements**

Shareholders are advised that the information in this report has not been reviewed nor reported on by our external auditors.

All amounts are in shilling thousands unless otherwise stated.

## Key prudential regulatory metrics

The following tables provide an overview of the SBU prudential regulatory metrics.

### DIS01: Key Prudential Metrics

Amounts Ushs' 000	Jun-23	Mar-23	Dec-22	Sep-22	Jun-22
<b>Available capital</b>					
1 Core capital	1 532 548 176	1 462 895 600	1 368 081 471	1 270 389 119	1 259 776 053
2 Supplementary capital	135 517 149	139 236 990	137 882 136	139 783 467	136 896 731
3 Total capital	1 668 065 325	1 602 132 590	1 505 963 607	1 410 172 586	1 396 672 784
<b>Risk-weighted assets</b>					
4 Total risk-weighted assets (RWA)	7 012 120 506	7 003 533 245	6 425 003 825	6 811 250 368	7 240 713 503
<b>Risk-based capital ratios as a percentage of RWA<sup>1</sup></b>					
5 Core capital ratio (%)	21.9	20.9	21.3	18.7	17.4
6 Total capital ratio (%)	23.8	22.9	23.4	20.7	19.3
<b>Capital buffer requirements as a percentage of RWA</b>					
7 Capital conservation buffer requirement (2.5%)	2.5	2.5	2.5	2.5	2.5
8 Countercyclical buffer requirement (%)	0.0	0.0	0.0	0.0	0.0
9 Systemic buffer (for DSIBs) (%)	1.0	1.0	1.0	1.0	1.0
10 Total of capital buffer requirements (%) (row 7 + row 8 + row 9)	3.5	3.5	3.5	3.5	3.5
11 Core capital available after meeting the bank's minimum capital requirements (%)	8.4	7.4	7.8	5.2	3.9
<b>Basel III leverage ratio</b>					
13 Total Basel III leverage ratio exposure measure	12 953 101 538	12 742 383 387	12 562 496 302	12 557 692 491	13 090 112 052
14 Basel III leverage ratio (%) (row 1 / row 13)	11.8	11.5	10.9	10.1	9.6
<b>Liquidity Coverage Ratio</b>					
15 Total high-quality liquid assets (HQLA)	1 824 644 392	1 950 219 476	2 129 426 303	1 789 642 675	1 719 549 505
16 Total net cash outflow	1 274 373 755	1 306 248 317	1 405 400 899	1 396 968 717	1 105 202 255
17 LCR (%)	143.2	149.3	151.5	128	156
<b>Net Stable Funding Ratio</b>					
18 Total available stable funding	6 002 997 419	5 880 922 013	5 925 280 557	5 985 883 278	6 749 565 014
19 Total required stable funding	4 605 290 539	4 550 843 335	4 650 334 104	4 043 327 561	4 840 327 474
20 NSFR	130.4	129.2	127.4	148.0	139.4

<sup>1</sup> Excludes unappropriated profits except Dec-22

## Capital management

The table below is an overview of RWA and associated capital requirements

### DIS03: Overview of RWA

Amounts Ushs' 000	RWA		Minimum capital requirements <sup>2</sup>
	Jun-23	Mar-23	Jun-23
1 Credit risk (excluding counterparty credit risk)	6 849 155 006	6 798 052 083	821 898 601
2 Counterparty credit risk (CCR)	15 807 407	19 214 245	1 896 889
3 Market risk	147 158 092	186 266 917	17 666 037
4 Operational risk	-	-	-
<b>5 Total (1 + 2 + 3 + 4)</b>	<b>7 012 120 506</b>	<b>7 003 533 245</b>	<b>841 461 527</b>

## Credit risk

The credit quality of the Bank's on- and off-balance sheet assets is reflected below through the disclosure of the gross carrying values of both defaulted and non-defaulted exposures as well as provisions and interest in suspense.

### DIS05: Asset Quality

	a		b		d		e		f		g	
	Gross carrying values of		Provisions as per FIA2004/MDIA2003		Interest in suspense		Net values (FIA/MDIA)					
	Defaulted exposures	Non-defaulted exposures	Specific	General			(a+b-d-e)					
1 Loans and advances	162 891 659	4 067 032 959	92 109 075	41 205 643	17 251 280	4 096 609 900						
2 Debt Securities	-	1 230 947 397	-	-	-	1 230 947 397						
3 Off-balance sheet exposures	-	3 496 948 011	-	-	-	-						
<b>4 Total</b>	<b>162 891 659</b>	<b>8 794 928 367</b>	<b>92 109 075</b>	<b>41 205 643</b>	<b>17 251 280</b>	<b>5 327 557 297</b>						

The table below presents the movement in the balance of defaulted exposures for the reporting period, including loans and debt securities that have defaulted since the last reporting period, those that have returned to default status and the amounts that have been written off.

### DIS06: Changes in stock of defaulted loans and debt securities

Amounts Ushs' 000	a
1 <b>Defaulted loans &amp; advances, debt securities and off balance sheet exposures at end of the previous reporting period</b>	<b>173 479 733</b>
2 Loans and debt securities that have defaulted since the last reporting period	75 555 910
3 Returned to non-defaulted status	13 161 842
4 Amounts written off	21 218 400
5 Other changes	(51 763 742)
6 <b>Defaulted loans &amp; advances, debt securities and off balance sheet exposures at end of the reporting period (1+2-3-4+5)</b>	<b>162 891 659</b>

<sup>2</sup> Measured at 12%