Stanbic Bank Uganda Limited Summarised Audited Financial Statements for the year ended 31 December 2016

Income statement for the year ended 31 December 2016

	2016	2015
	UShs' 000	UShs' 000
Interest income	423,855,935	350,330,210
Interest expense	(47,500,475)	(38,850,179)
Net interest income	376,355,460	311,480,031
Fee and commission income	116,447,582	108,878,606
Fee and commission expenses	(1,814,906)	(3,178,947)
Net fees and commission income	114,632,676	105,699,659
Net trading income	151,834,914	114,459,189
Other operating income	623,578	894,479
Total income before credit impairment charge	643,446,628	532,533,358
Impairment charge for credit losses	(36,640,522)	(28,747,373)
Total income after credit impairment charge	606,806,106	503,785,985
Employee benefit expenses	(136,769,846)	(120,118,291)
Depreciation and amortisation	(22,714,254)	(16,917,933)
Other operating expenses	(193,373,385)	(163,451,913)
Profit before income tax	253,948,621	203,297,848
Income tax expense	(62,796,786)	(52,538,567)
Profit for the year	191,151,835	150,759,281
Earnings per share for profit attributable to the equity holders of the Bank during the year (expressed In UShs per share):		
Basic & diluted	3.73	2.95

Statement of comprehensive income for the year ended 31 December 2016

	2016	2015
	UShs' 000	UShs' 000
Profit for the year		
Other comprehensive income for the year after tax:	191,151,835	150,759,281
Net gain/ loss on available for sale revaluation reserves	19,009,663	(8,829,581)
Total comprehensive income for the year	210,161,498	141,929,700

Statement of changes in equity for the year ended 31 December 2016

Statement of financial position as at 31 December 2016

	2016	2015
	UShs' 000	UShs' 000
Assets		
Cash & balances with Bank of Uganda	709,350,387	589,841,286
Derivative assets	10,066,617	2,638,073
Government securities - held for trading	250,484,271	177,809,717
Government securities - available for sale	640,941,821	507,024,434
Other investments	62,930	60,690
Current income tax recoverable	12,496,197	14,247,605
Loans and advances to banks	758,656,662	345,265,985
Amounts due from group companies	36,147,113	29,380,268
Loans and advances to customers	1,976,748,072	1,917,243,556
Other assets	49,330,012	78,721,808
Prepaid operating leases	98,660	108,998
Property and equipment	63,318,002	49,209,285
Goodwill and other intangible assets	79,601,588	2,811,538
Deferred income tax asset	1,307,349	14,777,770
Total assets	4,588,609,681	3,729,141,013
Shareholders' equity and liabilities Shareholders' equity		
Ordinary share capital	51,188,670	51,188,670
Available for sale revaluation reserve	3,071,123	(15,938,540)
Statutory credit risk reserve	22,893,968	19,901,192
Retained earnings	577,788,232	449,606,422
Proposed dividends	60,000,000	40,000,000
	714,941,993	544,757,744
Liabilities		
Derivative liabilities	592,135	2,119,522
Deposits from customers	3,058,504,763	2,438,420,865
Deposits from banks	293,726,727	365,209,914
Amounts due to group companies	242,805,246	190,407,880
Borrowed Funds	11,579,364	11,110,540
Subordinated debt	72,137,386	23,740,086
Other liabilities	194,322,067	153,374,462
Total Liabilities	3,873,667,688	3,184,383,269
Total equity and liabilities	4,588,609,681	3,729,141,013
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	Share capital	Available for sale revaluation reserve	Statutory Credit Risk Reserve	Proposed dividends	Retained earnings	Tota
Year ended 31 December 2016	UShs' 000	UShs' 000	UShs' 000	UShs' 000	UShs' 000	UShs' 000
At 1 January 2016	51,188,670	(15,938,540)	19,901,192	40,000,000	449,606,422	544,757,744
Profit for the year	51,166,670	(15,958,540)	19,901,192	40,000,000	191.151.835	191.151.835
Net gain/loss in available for sale revaluation reserve		19.009.663	-	-	- 191,101,000	191,151,855
Total comprehensive income for the period		19,009,663	-	-	191.151.835	210,161,498
Transactions with owners recorded directly in equity		-,,			. , . ,	-, - ,
Dividend paid	-	-	-	(40,000,000)	-	(40,000,000)
Statutory credit risk reserve	-	-	2,992,776	-	(2,992,776)	
Equity-settled share-based payment transactions	-	-	-	-	22,751	22,751
Proposed dividend	-		-	60,000,000	(60,000,000)	
Balance at 31 December 2016	51,188,670	3,071,123	22,893,968	60,000,000	577,788,232	714,941,993
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
Profit for the year					150,759,281	150,759,281
Net change in available for sale revaluation reserve	-	(8,829,581)	-	-	-	(8,829,581)
Total comprehensive income for the period	-	(8,829,581)	-	-	150,759,281	141,929,700
Transactions with owners recorded directly in equity						
Dividend paid	-	-	-	(84,973,192)	-	(84,973,192)
Statutory credit risk reserve	-	-	16,311,196	-	(16,311,196)	-
Equity-settled share-based payment transactions	-	-	-	-	831,702	831,702
Proposed dividend	-	-	-	40,000,000	(40,000,000)	-
Balance at 31 December 2015	51,188,670	(15,938,540)	19,901,192	40,000,000	449,606,422	544,757,744

Stanbic Bank Uganda Limited: A financial institution regulated by Bank of Uganda License Number A1. 013



Statement of cashflows for the year ended 31 December 2016

	2,016	2,015
	UShs' 000	UShs' 000
Cash flows from operating activities		
Interest received	458,139,781	366,870,173
Interest paid	(48,273,398)	(40,332,601)
Net fees and commissions received	114,918,322	105,726,176
Net trading and other Income/recoveries	162,552,205	126,982,056
Cash payment to employees & suppliers	(351,673,270)	(294,900,975)
Cash flows from operating activities before changes		
in operating assets & Liabilities	335,663,640	264,344,829
Changes in operating assets & liabilities		
Income tax paid	(55,721,957)	(56,688,077)
(Increase)/decrease in derivative assets	(7,428,544)	752,091
Decrease in government securities - available for sale	87,705,289	123,711,780
(Increase) / decrease in government securities - trading	(72,674,554)	79,712,218
Increase in cash reserve requirement	(48,980,000)	(24,630,000)
Increase in loans and advances to customers	(140,476,308)	(355,977,012)
(Decrease)/Increase in other assets	29,103,910	(22,825,860)
Increase in customer deposits	620,856,821	307,547,247
(Decrease)/increase in deposits and balances due to other banks	(71,483,187)	202,606,005
Increase/(Decrease) in deposits from group companies	52,397,366	(385,439,366)
(Decrease) / increase in derivative liabilities	(1,527,387)	2,052,782
Increase in other liabilities	62,510,735	49,367,470
Net cash from operating activities	789,945,824	184,534,107
Cash flows from investing activities		
Purchase of property & equipment	(30,390,727)	(18,056,899)
Purchase of computer software	(83,405,154)	-
Proceeds from sale of property & equipment	136,571	333,882
Net cash used in investing activities	(113,659,310)	(17,723,017)
Cash flows from financing activities		
Dividends paid to shareholders	(40,000,000)	(84,973,192)
Increase/(decrease) in borrowed funds	468,824	(2,957,197)
Increase in subordinated debt	48,397,300	4,195,887
Net cash from/(used in) financing activities	8,866,124	(83,734,502)
Net increase in cash and cash equivalents	685,152,638	83,076,588
Cash and cash equivalents at beginning of the year	934,426,339	851,349,751
Cash and cash equivalents at end of the year	1,619,578,977	934,426,339

Message from the Directors

The above summarised financial statements were audited by KPMG Certified Public Accountants and received an unmodified audit opinion. The financial statements were approved by the Board of Directors and Bank of Uganda on 27 March 2017.

A copy of the full financial statements will be found on our website, **www.stanbicbank.co.ug** by the 15 April 2017.

Dividend

The Directors have resolved to recommend to shareholders at the forthcoming annual general meeting, a final dividend for the year ended 31 December 2016 of UShs 1.172 per share. The annual general meeting will be held on 10 May 2017. The book closure date will be on 10 May 2017 with respect to entitlement to this dividend which will be paid by 01 June 2017.







Report of the Independent Auditors on the Summary Financial Statements to the members of Stanbic Bank Uganda Limited

Opinion

The summary financial statements, which comprise the summary statement of financial position at 31 December 2016, the summary income statement, summary statement of changes in equity and summary statement of cash flows for the year then ended and other disclosures, are derived from the audited financial statements of Stanbic Bank Uganda Limited for the year ended 31 December 2016.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards, the Financial Institutions Act and the Companies Act of Uganda.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Financial Institutions Act and the Companies Act of Uganda. Reading the summary financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' 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 28 March 2017. The report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of 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 International Financial Reporting Standards, the Companies Act of Uganda, the Financial Institutions Act and Uganda Securities Exchange Listing Rules.

Auditors' 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 28 March 2017

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