

SUMMARIZED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF FINANCE TRUST BANK LIMITED

Our opinion

In our opinion, the accompanying summary financial statements of Finance Trust Bank Limited are consistent, in all material respects, with the audited financial statements, in accordance with the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act.

The Summary financial statements

The Bank's summary financial statements derived from the audited financial statements for the year ended 31 December 2018 comprise: the summary statement of financial position as at 31 December 2018; the summary statement of comprehensive

income for the year then ended; and the other disclosures to the 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 Ugandan Companies Act. 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 18th April 2019. That 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 audited financial statements of the current period.

Directors' Responsibility for the Summary Financial Statements

The Bank's directors are responsible for the preparation of the summary financial statements in accordance with the Financial Institutions (External Auditors) Regulations, 2010 and the Financial Institutions Act.

Auditor's responsibility

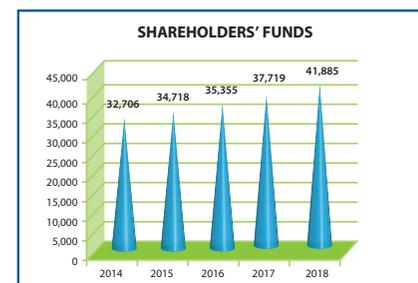
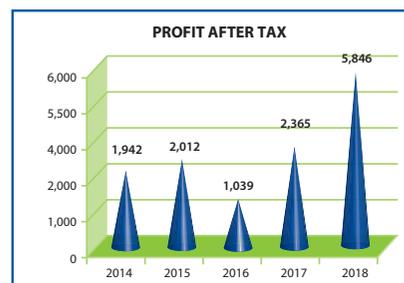
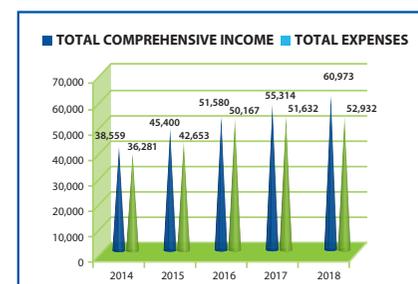
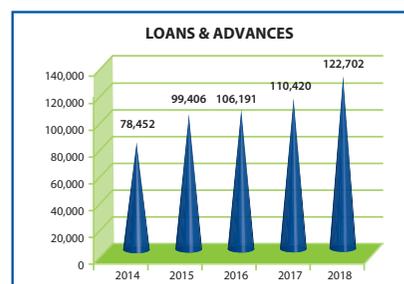
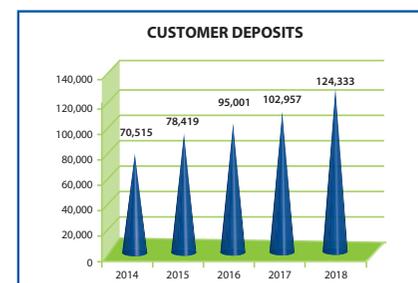
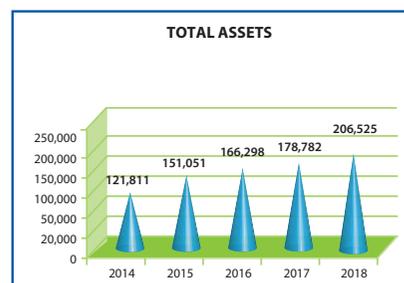
Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), 'Engagements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

PricewaterhouseCoopers

Certified Public Accountants
Kampala
18 April 2019

Statement of Financial Position	2018 Shs '000	2017 Shs '000
Assets		
Cash and balances with Bank of Uganda	26,099,304	22,283,658
Balances with banking institutions	15,813,745	9,726,755
Loans and advances (Net)	122,702,419	110,419,750
Government securities	24,318,835	16,043,949
Other assets	6,041,542	7,933,283
Property and equipment	11,398,328	12,253,818
Current income tax recoverable	150,973	121,114
Deferred income tax asset	-	-
Total assets	206,525,146	178,782,327
Liabilities and shareholder's equity		
Customer deposits	124,333,205	102,956,503
Balances due to banking institutions	15,391,303	4,365,100
Borrowed funds	15,405,937	23,316,087
Finance leases	421,217	67,311
Interest payable and other liabilities	8,526,283	9,714,617
Deferred Tax Liability	562,011	643,275
Total liabilities	164,639,956	141,062,893
Share capital	27,785,402	27,785,402
Retained earnings	12,232,395	8,124,360
Dividends Payable	9,522	256
Proposed Dividends	1,754,560	709,411
Other reserves	103,311	1,100,005
Total Equity	41,885,190	37,719,434
Total liabilities and shareholder's equity	206,525,146	178,782,327

Other Disclosures	2018 Shs '000	2017 Shs '000
Contingent Liabilities		
Acceptances and letters of credit	-	-
Guarantee and performance bonds	41,500	938,715
Total	41,500	938,715
Commitments		
Commitments to lend	921,478	812,368
Total	921,478	812,368
Non-performing loans and other assets	3,801,988	4,749,176
Interest in suspense	722,310	677,813
Bad debts written off	2,181,517	3,766,321
Insider loan exposures	1,777,115	1,507,178
Large loan exposures	-	-
Capital Position:		
Core capital	37,281,310	32,797,396
Supplementary Capital	1,232,011	1,099,345
Total qualifying capital	38,513,321	33,896,741
Total Risk Weighted Assets (RWA)	144,174,590	130,164,059
Core Capital to RWA	25.9%	25.2%
Total Qualifying Capital to RWA	26.7%	26.0%



Statement of Comprehensive Income	2018 Shs '000	2017 Shs '000
INCOME		
Interest on deposits and placements	1,568,828	817,977
Interest on loans and advances	36,380,066	33,287,903
Interest on marketable/trading securities	2,074,741	1,288,633
Foreign Exchange Income	120,368	125,120
Fees and commissions income	19,146,340	17,931,425
Other income	1,682,966	1,863,377
Total Income	60,973,309	55,314,435
EXPENDITURE		
Interest expense on deposits	5,529,954	5,564,619
Interest expense on borrowings	2,733,225	3,062,321
Provisions for bad and doubtful debts	2,479,907	3,909,047
Operating expenses	42,189,369	39,096,170
Total expenditure	52,932,455	51,632,157
Net profit before tax	8,040,854	3,682,278
Income tax expense	(2,192,317)	(1,307,810)
Net profits after tax	5,848,537	2,374,468
Other Comprehensive Income	(2,217)	(9,765)
Total Comprehensive Income	5,846,320	2,364,703

Message from the Directors

The above summary statement of financial position and summary statement of comprehensive income were audited by PricewaterhouseCoopers Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors on 29 March 2019 and discussed with Bank of Uganda on 09 April 2019.



CHAIRPERSON, BOARD OF DIRECTORS



DIRECTOR



MANAGING DIRECTOR



COMPANY SECRETARY