

# PUBLICATION OF SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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



Putting Women First

## Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2019, the summary statement of comprehensive income for the year then ended and other disclosures, are derived from the audited financial statements of Finance Trust Bank Limited for the year ended 31 December 2019.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the Financial Institutions Act, 2004 (as amended 2016).

## Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Financial Institutions Act 2004 and the Companies Act of Uganda. 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 27th April 2020. The report also includes the

communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements 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 the Financial Institutions (External Auditors) Regulations 2010.

## Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in

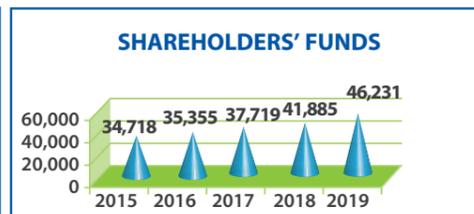
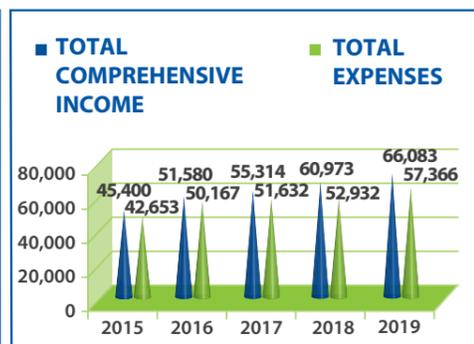
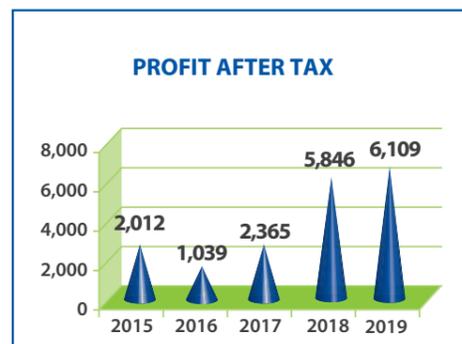
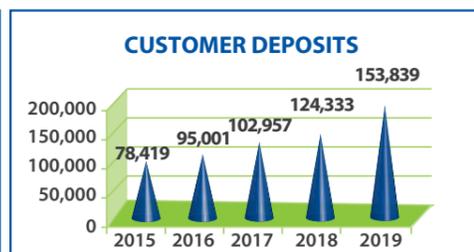
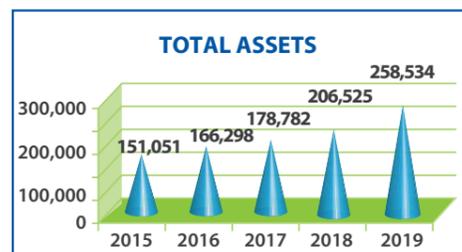
all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

KPMG  
Certified Public Accountants  
3rd Floor, Rwenzori Courts  
Plot 2& 4A, Nakasero Road  
PO Box 3509 Kampala, Uganda  
Date: 27th April 2020

Summary Statement of Financial Position	2019 Shs '000	2018 Shs '000
<b>Assets</b>		
Cash and balances with Bank of Uganda	35,016,468	26,099,304
Balances with banking institutions	34,756,929	15,813,745
Loans and advances (Net)	153,975,205	122,702,419
Government securities (Investments)	6,975,297	24,318,835
Other assets	5,033,316	6,041,542
Property and Equipment & Right of Use	20,140,444	8,662,507
Current income tax recoverable	26,836	150,973
Intangible Assets	2,609,177	2,735,821
<b>Total assets</b>	<b>258,533,672</b>	<b>206,525,146</b>
<b>Liabilities and shareholder's equity</b>		
Customer deposits	153,838,925	124,333,205
Balances due to banking institutions	25,365,831	15,391,303
Borrowed funds	13,007,355	15,405,937
Lease liability	10,716,224	421,217
Interest payable and other liabilities	8,973,617	8,535,805
Deferred Tax Liability	401,077	562,011
<b>Total liabilities</b>	<b>212,303,029</b>	<b>164,639,956</b>
Share capital	27,785,402	27,785,402
Retained earnings	15,568,765	12,232,395
Proposed Dividends	1,221,906	1,754,560
Regulatory Credit Risk Reserves	1,654,570	103,311
<b>Total Equity</b>	<b>46,230,643</b>	<b>41,885,190</b>
<b>Total liabilities and shareholder's equity</b>	<b>258,533,672</b>	<b>206,525,146</b>

Other Disclosures	2019 Shs '000	2018 Shs '000
<b>Contingent Liabilities</b>		
Acceptances and letters of credit	-	-
Guarantee and performance bonds	167,250	41,500
<b>Total</b>	<b>167,250</b>	<b>41,500</b>
<b>Commitments</b>		
Commitments to lend	922,199	921,478
<b>Total</b>	<b>922,199</b>	<b>921,478</b>
Non-performing loans and other assets	4,009,935	3,801,988
Interest in suspense	468,616	722,310
Bad debts written off	2,312,590	2,181,517
Insider loan exposures	1,792,263	1,777,115
Large loan exposures	-	-
<b>Capital Position:</b>		
Core capital	40,744,990	37,281,310
Supplementary Capital	1,531,908	1,232,011
Total qualifying capital	42,276,898	38,513,321
Total Risk Weighted Assets (RWA)	186,631,481	144,174,590
Core Capital to RWA	21.83%	25.9%
Total Qualifying Capital to RWA	22.65%	26.7%

Summary Statement of Comprehensive Income	2019 Shs '000	2018 Shs '000
<b>INCOME</b>		
Interest on deposits and placements	2,703,268	1,568,828
Interest on loans and advances	40,059,286	36,380,066
Interest on Investment Securities	1,516,531	2,074,741
Foreign Exchange Income	158,749	120,368
Fees and commissions income	20,147,402	19,146,340
Other income	1,497,601	1,682,966
<b>Total Income</b>	<b>66,082,837</b>	<b>60,973,309</b>
<b>EXPENDITURE</b>		
Interest expense on deposits	6,802,001	5,529,954
Interest expense on borrowings	3,176,928	2,733,225
Provisions for bad and doubtful debts	686,527	2,479,907
Operating expenses	46,700,323	42,189,369
<b>Total expenditure</b>	<b>57,365,779</b>	<b>52,932,455</b>
<b>Net profit before tax</b>	<b>8,717,058</b>	<b>8,040,854</b>
Income tax expense	(2,607,523)	(2,192,317)
<b>Net profits after tax</b>	<b>6,109,535</b>	<b>5,848,537</b>
Other Comprehensive Income	-	(2,217)
<b>Total Comprehensive Income</b>	<b>6,109,535</b>	<b>5,846,320</b>



## Message from the Directors

The above summarized Statement of Financial Position and Statement of Comprehensive Income were audited by KPMG Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors on 27th March 2020 and discussed with Bank of Uganda on 17th April 2020.

CHAIRPERSON, BOARD OF DIRECTORS

DIRECTOR

MANAGING DIRECTOR

COMPANY SECRETARY