

# Financial Statements 2022

C O N T E N T S

**Corporate Information .....2-3**

**Board of Directors .....4**

**Significant performances .....6**

**Highlights .....7**

**Balance sheet and income statement.....8-10**

**Corporate Social Responsibility ..... 11**



Opening date  
October 2006



Capital as at 31/12/2022  
Uganda Shillings (UGX)  
150 billion

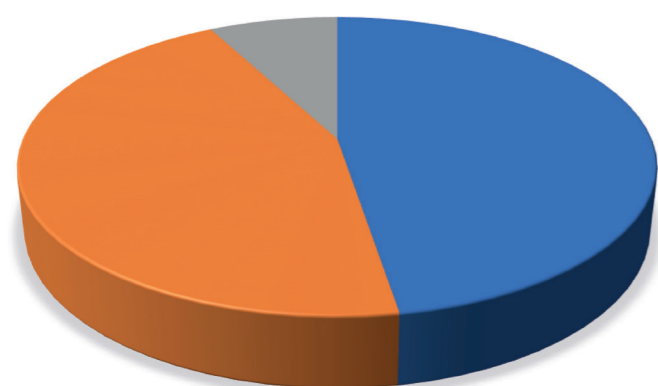


Auditors  
ERNST & YOUNG



feedback@boauganda.com  
www.boauganda.com

## Shareholding as at 31/12/2022



BMCE BANK OF AFRICA	47.41%
AFH-OCÉAN INDIEN	44.83%
CENTRAL HOLDINGS Ltd.	7.76%

## Presentation of results

Faced with the adverse consequences of the war in Russia-Ukraine which induced high global commodity prices, tight global financial conditions, and adverse weather conditions, the economy experienced a growth of only 4.6% compared to a range of 6.5 – 7.0% which was initially expected. The domestic economy remains resilient to the current external shocks and is projected to grow in the range of 5.0-5.3 percent in 2023 driven by improvement in agricultural productivity as a result of government interventions, investments in the oil sector, and a rebound in industrial activities.

Inflation stood at a rate of 10.2% at the end of 2022, this was due to the impact of the earlier increase in global energy and non-energy prices, increased domestic demand, and exchange rate depreciation as a result of Russia-Ukraine. Inflation will continue to moderate, averaging between 6-8 percent in 2023, and stabilize by the end of the year. This forecast expectation is due to the dissipating impact of the earlier increases in global commodity prices, subdued domestic demand, and lower-than-anticipated exchange rate depreciation.

This year, the Bank enjoyed an 8.2% (2021: 13%) asset growth, having the highest growth from loans and securities with loans having a growth of 14.2% (2021: 3%) and securities posting a growth of 18% (2021: 12%). Deposits held by the bank have grown by 12.7% (2021: -2%) compared to the previous year where there was a decline. The bank's assets grew as mentioned earlier due to increase in the customer deposits which the Bank could invest.

The Bank also increased its paid-up share capital to UGX 150 Billion (2021: 46.7 Billion) as a requirement by the Central Bank which brought about its increase in the Tier 1 core capital by 14.5%.

The Bank's net operating income grew by 9.9% during the year while the net income increased by 5.7%, the increase in the operating income was not in-line with the increase in net income due to increased cost of risk which increased from 1.2% to 1.9% during the year.

The Bank continued to pursue digitization especially in response to the sustained effects of the pandemic on traditional banking and consequently continued to see more than 80% of the transactions conducted on channels other than the Branch.

Along with the specific sector focus, risk management and efficiencies, the Bank's goals are set on growth to achieve improved profitability in 2023.

Bolstered by the promising and more stable macroeconomic performance, the Bank's strategic ambitions will now be entrenched on sector-focussed credit growth, enhanced service supported by digital alternative channels, enhanced operational efficiencies and risk mitigation.

## 2022 Key figures (in UGX million)

Activity	2021	2022	Variation
Deposits	607,543	684,930	12.7%
Loans	410,001	468,175	14.2%
Number of branches	34	33	-2.9%

### Structure

Total Assets	992,262	1,073,640	8.2%
Shareholders' equity	164,637	176,551	7.2%
Number of employees	394	357	-9.4%

### Income

Number of employees	103,858	118,654	14.2%
Operating expenses (including depreciation and amortization)	61,783	69,565	12.6%
Gross operating profit	37,179	40,873	9.9%
Cost of risk in value (*)	4,897	8,216	67.8%
Income Tax	9,439	11,556	22.4%
Net income	27,739	29,317	5.7%
Operating ratio (%)	59.5%	58.6%	-1.4%
Cost of risk (%)	1.2%	1.9%	54.4%
Return on Assets (ROA %)	3.0%	2.8%	-4.2%
Return on Equity (ROE %)	18.4%	17.2%	-6.6%

### Capital Adequacy Ratio

Tier 1	131,218	150,275	14.5%
Tier 2	4,339	4,859	12.0%
Risk Weighted Asset (RWA)	594,025	776,657	30.7%
Tier 1 + Tier 2 / RWA (%)	22.8%	20.0%	-12.5%

(\*) Including general provision.



## Board of Directors as at 31/12/2022



George W. Egaddu  
Président



Amine Bouabid



Abdelkadir Bennani



Gertrude K. Byaruhanga



Arthur Isiko



Ghali Lahlou



Bernard R. Magulu  
Directeur Général Adjoint



Henri Laloux



## Head office

BANK OF AFRICA House, Plot 45, Jinja Road  
P.O. Box 2750 - Kampala - UGANDA  
Tel.: +(256) 414 302 001 - Fax: +(256) 414 230 902  
SWIFT: AFRIUGKA



Le Conseil d'Administration de BOA-UGANDA

## Significant performances

(in UGX billion)

### Net Banking Income

118.7 +14.2%

2022	
2021	103.9

### Loans

468.2 +14.2%

2022	
2021	410

## Stock information

(in UGX)

	2020	2021	2022	AAGR*
Net earnings per share	0.3	0.6	0.2	-17.3%
Equity per share	2.9	3.5	1.2	-36.6%
Dividend per share	0.1	0.0	0.1	-24.6%

(\*) Average annual growth rate

## Highlights

### June

- BOA Pay functionality added to Mobile Wallet, a free payment solution.

### August

- Participation in the Buganda Trade and Heritage Expo 2022, which attracted over 10,000 visitors. Buganda is the largest of Uganda's traditional kingdoms.

### September

- Participation in the 2022 BANK OF AFRICA Director's Meetings, in Marrakech, Morocco.

### October

- Commemoration of International Customer Service Week.



Remise du prix de la qualité à la banque



Lancement de la fonctionnalité BOA Pay au Mobile Wallet

### November

- The Bank won the quality award seal of excellence 2022-2023 at the East Africa Brand Quality Awards (EABQA).

### December

- The Bank received a special recognition award for being the pioneer partner in e-water and the highest performer in revenue collection from the National Water and Sewerage Corporation (NWSC).



### Compared income statement for the past two fiscal years (in UGX million)

ASSETS	2021	2022	VARIATION
CASH AND BALANCES WITH CENTRAL BANK	157,052	130,096	-17 %
PLACEMENTS WITH OTHER BANKS	69,095	16,313	-76 %
AMOUNTS DUE FROM GROUP COMPANIES	29,399	60,854	107 %
DERIVATIVE FINANCIAL INSTRUMENTS			
CUSTOMER LOANS	410,001	468,174	14 %
GOVERNMENT SECURITIES	271,124	318,599	18 %
FINANCIAL ASSETS			
PROPERTY AND EQUIPMENT	25,541	53,573	110 %
INTANGIBLE ASSETS	3,636	4,363	20 %
OPERATING LEASE PREPAYMENT			
INCOME TAX RECOVERABLE			
OTHER ASSETS	12,534	11,595	-7 %
DEFERRED INCOME TAX	13,880	10,072	-27 %
<b>TOTAL ASSETS</b>	<b>992,262</b>	<b>1,073,639</b>	<b>8 %</b>

OFF-BALANCE-SHEET	2021	2022	VARIATION
<b>COMMITMENTS GIVEN</b>	<b>197,390</b>	<b>300,944</b>	<b>52 %</b>
* CREDIT COMMITMENTS	36,886	41,069	11 %
• TO CREDIT INSTITUTIONS			
• TO CUSTOMERS	36,886	41,069	11 %
* GUARANTEES GIVEN	160,504	259,875	62 %
• ON BEHALF OF CREDIT INSTITUTIONS			
• ON BEHALF OF CUSTOMERS	160,504	259,875	62 %
* COMMITMENTS ON SECURITIES			

At 31/12/2022, 1 euro = UGX 3,972.22

### (in UGX million)

LIABILITIES	2021	2022	VARIATION
CUSTOMER DEPOSITS	607,543	684,930	13%
DEPOSITS FROM OTHER BANKS	37,418	40,571	8%
AMOUNTS DUE TO GROUP COMPANIES	126,536	129,833	3%
DERIVATIVE FINANCIAL INSTRUMENT			
OTHER BORROWED FUNDS	269	190	-29%
CURRENT INCOME TAX	1,757	1,851	5%
RETIREMENT BENEFIT OBLIGATIONS			
OTHER LIABILITIES	54,102	39,713	-27%
<b>TOTAL LIABILITIES</b>	<b>827,625</b>	<b>897,088</b>	<b>8%</b>
SHARE CAPITAL	46,775	150,000	221%
SHARE PREMIUMS	23,614		-100%
REGULATORY RESERVE		1,341	
PROPOSED DIVIDEND	15,903	10,500	-34%
RETAINED EARNINGS ( + / - )	78,344	14,710	-81%
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>164,637</b>	<b>176,551</b>	<b>7%</b>
<b>TOTAL LIABILITIES</b>	<b>992,262</b>	<b>1,073,639</b>	<b>8%</b>



## Compared income statement for the past two fiscal years (in UGX million)

INCOME STATEMENT	2021	2022	VARIATION
INTEREST & SIMILAR INCOME	86,594	98,265	13%
INTEREST AND SIMILAR INCOME	16,254	18,961	17%
<b>NET INTEREST INCOME</b>	<b>70,340</b>	<b>79,304</b>	<b>13%</b>
FEE AND COMMISSION INCOME	23,938	29,620	24%
FEE AND COMMISSION EXPENSE	7,947	10,184	28%
<b>NET COMMISSION</b>	<b>15,991</b>	<b>19,436</b>	<b>22%</b>
FOREIGN EXCHANGE INCOME	16,504	13,137	-20%
OTHER INCOME	1,023	6,777	562%
<b>OPERATING INCOME</b>	<b>103,858</b>	<b>118,654</b>	<b>14%</b>
IMPAIRMENT LOSSES ON FINANCIAL ASSETS	4,897	8,216	68%
OPERATING EXPENSES	61,782	69,565	13%
<b>PROFIT BEFORE INCOME TAX</b>	<b>37,179</b>	<b>40,873</b>	<b>10%</b>
INCOME TAX EXPENSE / TAXATION CREDIT	9,439	11,556	22%
<b>NET INCOME</b>	<b>27,740</b>	<b>29,317</b>	<b>6%</b>

## Corporate Social Responsibility

### Ramadhan donation to orphanage and to mosques

- Support of local communities where it operates and this is done through several initiatives such as the Ramadhan donations.
- Donation to Save the Islamic Society Uganda (SISU) orphanage which takes care of over 150 orphans.
- Food donations in 8 mosques offering «iftar» (fast-breaking meal) to vulnerable people.

### Education forums

The Bank hosted over 1,600 school proprietors, directors and teachers in the education forums and discussed the Bank's comprehensive range of solutions to address the unique financial and banking needs within the education sector. The forums were held in 21 locations across the country.

### Tree planting

- In commemoration of World Environment Day, the Bank partnered with Tree Adoption Uganda and planted 2,012 trees of six species

in three locations across the country. Staff also planted over 200 fruit trees in their homes.

- As part of the Bank's sustainability initiative, over 100 fruit trees were planted in 31 schools across the country. This was part of the education focused CSR activities.

### Education

- 46 schools received various items of equipment: water tanks, furniture and other equipment.
- The Bank also renovated a classroom, a borehole and 2 sick bays.

### MTN marathon

Participation in the MTN Kampala marathon 2022 whose proceeds were to meant to upgrade maternal and new born services in health facilities across the country



Donation to communities during the month of Ramadan



Participants in the MTN Marathon

# BANK OF AFRICA GROUP

## BANK OF AFRICA Banking Network\*

### BENIN

Avenue Jean-Paul II 08 BP 0879  
Cotonou - Bénin  
Tél. : +(229) 21 31 32 28 / 21 36 51 00  
<information@boabenin.com>  
www.boabenin.com

### BURKINA FASO

Arrondissement n°1,  
secteur N°4, Rue Victor Ouédraogo  
ZACA 01 BP 1319 - Ouagadougou 01  
Burkina faso  
Tél. : +(226) 25 49 79 00  
<information@boaburkinafaso.com>  
www.boaburkinafaso.com

### BURUNDI (BCB)

Mairie de Bujumbura  
Boulevard Patrice Lumumba  
BP 300 - Bujumbura – Burundi  
République du Burundi  
Tél. : +(257) 22 20 11 11  
<info@bcb.bi> • www.bcb.bi

### COTE D'IVOIRE

Abidjan Plateau, Angle Av. Terrasson  
de Fougères et Rue Gourgas  
01 BP 4132 - Abidjan 01- Côte d'Ivoire  
Tél. : +(225) 20 30 34 00/34  
<information@boacoteivoire.com>  
www.boacoteivoire.com

### DRC

22, Avenue des Aviateurs Kinshasa  
Gombe- BP 7119 Kin1 République  
Démocratique du Congo  
Tél.: +(243) 84 600 05 06 / 07  
84 300 05 16  
<infos@boa-rdc.com>  
www.boa-rdc.com

### DJIBOUTI

10, Place Lagarde BP 88  
Djibouti  
Tél. : +(253) 21 35 30 16  
Télex 5543 (BF)  
<information@boamerrouge.com>  
www.boamerrouge.com

### ETHIOPIA

Bureau de représentation à Addis  
Abeba Sub City, Bole - District : 03  
Addis Abeba - Éthiopie  
Tél. : +(251) 11 661 25 06  
<boarepoaa@gmail.com>

### FRANCE

20, rue de Saint Petersburg  
Tél. : +(33) 1 42 96 11 40  
<info@boafrance.com>  
www.boafrance.com

### GHANA

1st Floor, Block A&B, The Octagon,  
Independence Avenue,  
P.O Box C1541 Cantonments  
Accra, Ghana  
Tél. : +(233) 302 249 690 / 302 249 679  
<enquiries@boaghana.com>  
www.boaghana.com

### KENYA

BOA House, Karuna Close, Off Waiyaki  
Way, Westlands P.O. Box 69562-00400  
Nairobi - Kenya  
Tél. : +(254) 20 327 5000  
<yoursay@boakenya.com>  
www.boakenya.com

### MADAGASCAR

Immeuble Financial District  
Zone Galaxy Andraharo BP 183  
Antananarivo 101 - Madagascar  
Tél. : +(261) 23 391 00 / 23 392 50  
<boa@boa.mg> • www.boa.mg

### MALI

Avenue du Mali - BP 2249 – ACI 2000  
Bamako - Mali  
Tél. : +(223) 20 70 05 00  
Télex 2581  
<information@boamali.com>  
www.boamali.com

### NIGER

Immeuble BANK OF AFRICA  
Rue du Gawèye - BP 10973  
Niamey - Niger  
Tél. : +(227) 20 73 36 20/21  
CRC : 20 33 00 00  
<information@boaniger.com>  
www.boaniger.com

### RWANDA

KN 2 Nyarugenge - Chic Complex  
P.O. Box: 265, Kigali - Rwanda  
Tél. : +(250) 788 136 205  
<Info@boarwanda.com>  
www.boarwanda.com

### SENEGAL

Immeuble Elan - Route de Ngor,  
Zone 12, Quartier des Almadies  
Dakar - Sénégal  
Tél. : +(221) 33 865 64 67  
<information@boasenegal.com>  
www.boasenegal.com

### TANZANIA

NDC Development House, Ohio  
Street / Kivukoni Front  
P.O. Box 3054  
Dar es Salaam – Tanzania  
Tél. : +(255) 222 214 000/221 4001  
<info@boatanzania.com>  
www.boatanzania.co.tz

### TOGO

Boulevard de la République  
01 BP 229 - Lomé - Togo  
Tél. : +(228) 22 53 62 62  
<information@boatogo.com>  
www.boatogo.com

### UGANDA

BANK OF AFRICA House - Plot 45  
Jinja Road P.O. Box 2750  
Kampala - Uganda  
Tél. : +(256) 414 302 001  
<feedback@boauganda.com>  
www.boauganda.com