

Diamond Trust Bank Uganda Limited

Extract of the consolidated and separate Financial Statements for the year ended 31 December 2023

I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS TO THE MEMBERS OF DIAMOND TRUST BANK UGANDA LIMITED

Opinion

The summary consolidated and separate financial statements of Diamond Trust Bank Uganda Limited, which comprise the summary consolidated and separate statements of financial position as at 31 December 2023, the summary consolidated and separate statements of profit or loss and other comprehensive income for the year then ended, and other disclosures are derived from the audited consolidated and separate financial statements of Diamond Trust Bank Uganda Limited for the year ended 31 December 2023.

In our opinion, the accompanying summary consolidated and separate financial statements are consistent, in all material respects with the audited consolidated and separate financial statements, in accordance with the Financial Institutions Act, 2004 (as amended 2016) Laws of Uganda and the Financial Institutions (External Auditors) Regulations, 2010.

Summary Consolidated and Separate Financial Statements

The summary consolidated and separate financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board, the Financial Institutions Act, 2004 (as amended 2016) and the Companies Act, 2012 laws of Uganda.

Reading the summary consolidated and separate financial statements and our report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and our report thereon.

The Audited Consolidated and Separate Financial Statements and Our Report thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 29 April 2024. 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 consolidated and separate financial statements for the current period.

Directors' responsibility for the Summary Consolidated and Separate Financial Statements

The Directors are responsible for the preparation of the summary consolidated and separate financial statements in accordance with the Financial Institutions Act, 2004 (as amended 2016) and the Financial Institutions (External Auditors) Regulations, 2010.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary consolidated and separate financial statements are consistent, in all material aspects, with the audited consolidated and separate 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.
Date: 29 April 2024

II. SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	CONSOLIDATED		SEPARATE	
	2023 Ushs'000	2022 Ushs'000	2023 Ushs'000	2022 Ushs'000
Assets				
Cash and balances with BOU	299,161,073	285,957,208	299,161,073	285,957,208
Balances with banking institutions	91,085,470	85,486,430	91,085,470	85,486,430
Due from parent/group companies	91,246,706	82,840,419	91,246,706	82,840,419
Loans and advances (net)	876,131,382	791,261,454	876,131,382	791,261,454
Investment in government securities	1,351,869,028	1,011,395,545	1,351,869,028	1,011,395,545
Other assets	136,398,576	28,734,999	136,391,122	28,681,031
Property and equipment	51,703,475	47,864,297	51,703,203	47,863,691
Deferred income tax asset	110,191,815	89,104,351	110,080,436	89,083,200
Investment in subsidiary	-	-	421,530	121,103
Total assets	3,007,787,525	2,422,644,703	3,008,089,950	2,422,690,081
Liabilities and shareholders' equity				
Customer deposits	2,206,639,256	1,875,840,046	2,207,306,071	1,876,156,980
Balances due to banking institutions	273,705,025	93,610,999	273,705,025	93,610,999
Due to parent/group companies	309,937	30,396	309,937	30,396
Borrowed funds	11,168,612	12,775,687	11,168,612	12,775,687
Other liabilities	81,398,224	68,888,334	81,151,576	68,649,472
Tax payable	4,736,701	1,291,098	4,730,623	1,279,940
Total liabilities	2,577,957,755	2,052,436,560	2,578,371,844	2,052,503,474
Share capital	150,000,000	150,000,000	150,000,000	150,000,000
Retained earnings	251,163,186	202,973,098	250,791,451	202,901,790
Regulatory reserve	9,343,467	16,208,841	9,343,467	16,208,841
Fair value reserve on securities	19,323,117	1,026,204	19,583,188	1,075,976
Total shareholders' equity	429,829,770	370,208,143	429,718,106	370,186,607
Total liabilities and shareholders' equity	3,007,787,525	2,422,644,703	3,008,089,950	2,422,690,081

III. SUMMARY CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	CONSOLIDATED		SEPARATE	
	2023 Ushs'000	2022 Ushs'000	2023 Ushs'000	2022 Ushs'000
Income				
Interest on deposits and placements	7,241,858	1,575,977	7,241,858	1,575,977
Interest on loans and advances	96,860,528	81,217,347	96,860,528	81,217,347
Interest on investment securities	162,864,655	106,828,702	162,864,655	106,828,702
Foreign exchange income	10,972,199	10,228,547	10,972,199	10,228,547
Fee and commission income	26,954,351	24,014,436	26,954,543	24,014,635
Other income	3,272,802	450,004	2,791,557	694,268
Total income	308,166,393	224,315,013	307,685,340	224,559,476
Expenditure				
Interest expense on deposits	111,772,965	57,948,432	111,826,897	58,032,227
Interest expense on borrowings	13,919,822	6,357,477	13,919,822	6,357,477
Other interest expense	2,931,618	2,512,945	2,931,618	2,512,945
Impairment losses on loans and advances	7,673,131	13,854,840	7,673,131	13,854,840
Impairment release on other investments	(238,294)	(283,914)	(238,294)	(283,914)
Operating expenses	127,042,383	105,007,773	126,903,846	104,859,958
Total expenditure	263,101,625	185,397,553	263,017,020	185,333,533
Profit before income tax	45,064,768	38,917,460	44,668,320	39,225,943
Income tax charge	(3,740,054)	(3,584,500)	(3,644,033)	(3,460,246)
Net profit after tax	41,324,714	35,332,960	41,024,287	35,765,697
Other comprehensive income				
Net fair value gain/(loss)	18,296,913	(1,121,534)	18,507,212	(1,424,451)
Total comprehensive income	59,621,627	34,211,426	59,531,499	34,341,246

IV. OTHER DISCLOSURES

Contingent liabilities

Letters of credit	27,981,189	22,591,529	27,981,189	22,591,529
Guarantees and performance bonds	79,881,086	36,529,183	79,881,086	36,529,183
Total	107,862,275	59,120,712	107,862,275	59,120,712

Commitments

Undrawn credit lines	77,722,611	66,374,151	77,722,611	66,374,151
Total	77,722,611	66,374,151	77,722,611	66,374,151

Non-performing loans and other assets	17,403,754	29,902,883	17,403,754	29,902,883
Interest in suspense	158,231	6,125	158,231	6,125
Bad debts written off	22,968,052	25,104,629	22,968,052	25,104,629
Large loan exposures	150,516,435	106,445,741	150,516,435	106,445,741
Insider loan exposures	17,433,811	27,036,920	17,433,811	27,036,920

Capital Position

Core Capital	280,841,386	255,854,994	280,841,386	255,854,994
Supplementary Capital	8,755,433	7,828,814	8,755,433	7,828,814
Total Qualifying Capital	289,596,819	263,683,808	289,596,819	263,683,808

Total Risk Weighted Assets (RWA)	1,089,150,741	1,039,546,935	1,089,150,741	1,039,546,935
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Core Capital to RWA	25.8%	24.6%	25.8%	24.6%
Total Qualifying Capital to RWA	26.6%	25.4%	26.6%	25.4%

V. BASIS OF PREPARATION

The summary consolidated and separate financial statements for the year ended 31 December 2023 were prepared in accordance with the requirements of Section 12 (1) of the Financial Institutions (External Auditors) Regulations, 2010. The rules require that a financial institution shall, within four months after the end of its financial year, publish its audited annual financial statements and the external auditor's report, in a newspaper circulating in the whole of Uganda in the format prescribed in the schedule of the regulations. These summary consolidated and separate financial statements have been reviewed by KPMG Certified Public Accountants of Uganda who expressed an unmodified review conclusion. The directors take full responsibility for the preparation of this report.

VI. MESSAGE FROM DIRECTORS

The above summary consolidated and separate statement of financial position and summary consolidated and separate statement of profit or loss and other comprehensive income were audited by KPMG and received an unmodified opinion. The financial statements were approved by the Board of Directors on 15 March 2024 and discussed with Bank of Uganda on 4 April 2024. The Financial Statements were authorised for issue by the Board of Directors on 25 April 2024.

Azim H. A. Kassam
Chairman

Jane F. A. Kabbale
Director

Godfrey Sebaana
Managing Director