

OPPORTUNITY BANK

SUMMARY OF AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2024

CEO MESSAGE

I am pleased to share our results for the year 2024 during which we made progress on our journey to achieving a Uganda where all children can access decent education and where no one goes to bed hungry. We know it is a long journey, and we are proud of our contribution towards reaching the goal.

During the year 2024, we extended new credit of Ushs 161 billion, 40% of which was towards agriculture, 35% to entrepreneurs and 12% to improving the standards of schools educating the ordinary residents as well as access to school fees loans.

In our continuing efforts to improve the lives of Ugandans and their communities, we have provided free financial literacy to women, youth, refugees, and persons with disabilities, among many other groups and extended credit to them, as part of our drive for financial inclusion of the underserved and unbanked.

We pursue our vision and mission using sustainable banking practices to preserve and grow value for our stakeholders, including our customers, staff and shareholders. In 2024, we continued to grow and realised 29% growth in net earnings and 12% growth in our total assets.

As a customer centric Bank, we have continued to innovate and enhance our digital financial solutions to provide convenience for our customers. New additions to this include the Instant Inter-Bank Transfers from Opportunity Bank to any Bank in Uganda 24/7 using our next generation Mobile banking App, and our fully digital school fees loans through the Furaha Application in partnership with Furaha Finserve. These two new additions will ease business settlements and reduce pupil and student absenteeism attributed to school fees defaults respectively. The Instant Inter-Bank Transfers are the first of the kind in Uganda and so is the digital school fees product.

Special appreciation goes to our customers for whom we exist, our development partners that share in our mission to reduce poverty levels in Uganda, and our regulator for providing a conducive environment for the industry. The staff, management, Board of Directors and shareholders of the Bank are committed to a future of continued innovations and convenience for our customers and other stakeholders.

I. REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF OPPORTUNITY BANK UGANDA LIMITED

Opinion

The summary financial statements of Opportunity Bank Uganda Limited, which comprise the summary statement of financial position as at 31 December 2024, the summary statement of comprehensive income for the year then ended, and related disclosures (together "the summary financial statements"), are derived from the audited financial statements of Opportunity Bank Uganda for the year ended 31 December 2024.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements as at and for the year ended 31 December 2024 in accordance with the Financial Institutions Act, Cap. 57, Laws of Uganda and the Financial Institutions (External Auditors) Regulations, 2010 Laws of Uganda.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the International Accounting Standards Board, the Companies Act, Cap. 106 Laws of Uganda, and the Financial Institutions Act, Cap. 57 Laws 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 23 April 2025. 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 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 Auditor) Regulations, 2010 Laws of Uganda.

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".

KPMG

KPMG
Certified Public Accountants
3rd Floor, Rwenzori Courts
Plot 2 & 4A, Nakasero Road
P.O Box 3509, Kampala, Uganda
Date: 23 April 2025

II. SUMMARY STATEMENT OF FINANCIAL POSITION

	2024 UShs '000	2023 UShs '000
Assets		
Cash and balances with Bank of Uganda	16,652,014	21,716,934
Balances with banking institutions	58,006,786	42,541,764
Due from parent/group companies	707,277	605,226
Loans and advances (Net)	158,293,393	140,998,477
Investment Securities	9,006,106	9,816,880
Other assets	6,790,139	5,003,706
Property and equipment	7,975,070	8,609,195
Right of Use Assets	8,492,426	7,740,438
Total assets	265,923,211	237,032,620
Liabilities		
Customer deposits	147,544,380	155,364,591
Balances due to banking institutions	49,715,690	26,286,369
Other liabilities	21,478,892	12,901,053
Lease liabilities	3,440,897	3,827,516
Current income tax payable	55,015	38,786
Deferred income tax liability	1,518,610	55,348
Total liabilities	223,753,484	198,473,663
Shareholders' equity		
Share capital	32,001,824	32,001,824
Retained earnings	3,643,563	928,677
Other reserves	6,524,340	5,628,456
Total shareholders' equity	42,169,727	38,558,957
Total liabilities and shareholders' equity	265,923,211	237,032,620

IV. OTHER DISCLOSURES

	2024 UShs '000	2023 UShs '000
Non-performing loans and other assets		
Non-performing loans and other assets	6,975,927	7,201,275
Interest in suspense	1,202,959	1,347,745
Bad debts written off	4,104,171	8,760,566
Insider loan exposures	3,684,998	3,459,743
Capital position		
Core capital	34,749,298	31,492,338
Supplementary capital	4,219,403	3,644,848
Total qualifying capital	38,968,701	35,137,186
Total Risk Weighted Assets (RWA)	188,376,216	169,160,038
Core Capital to RWA	18.5%	18.6%
Total Qualifying Capital to RWA	20.7%	20.8%

V. MESSAGE FROM DIRECTORS

The above summary statements of financial position and comprehensive income are derived from the audited financial statements by KPMG Certified Public Accountants and received an unqualified opinion. The financial statements were approved by the Board of Directors and discussed with Bank of Uganda on 21 March 2025 and 14 April 2025 respectively.

Jacqueline Kobusingye Opondo
Jacqueline Kobusingye Opondo
Board Chairperson

Owen Amanywa
Owen Amanywa
Chief Executive Officer

III. STATEMENT OF COMPREHENSIVE INCOME

	2024 UShs '000	2023 UShs '000
Income		
Interest on deposits and placements	7,056,999	10,039,814
Interest on investment securities	1,294,484	1,301,140
Interest on loans and advances	42,773,708	40,088,389
Foreign exchange income	157,507	173,235
Fees and commission income	5,815,773	5,498,013
Other income	2,175,113	1,108,043
Total income	59,273,584	58,208,634
Expenditure		
Interest expense on deposits	8,652,841	8,162,947
Interest expense on borrowings	3,558,141	4,013,451
Impairment charge on financial instruments	2,485,003	3,798,197
Operating expenses	39,810,344	38,079,475
Total expenditure	54,506,329	54,054,070
Net profit before tax	4,767,255	4,154,564
Income tax charge	(1,577,749)	(1,362,483)
Net profit after tax	3,189,506	2,792,081
Other comprehensive income	421,264	-
Total comprehensive income for the year	3,610,770	2,792,081

VI. KEY PERFORMANCE PARAMETERS

Profits



2024: Ushs **3.6bn**
2023: Ushs 2.8bn

Total Income



2024: Ushs **59bn**
2023: Ushs 58bn

Loans



2024: Ushs **158bn**
2023: Ushs 141bn

Core capital ratio



2024: **18.5%**
2023: 18.6%

Total capital ratio



2024: **20.7%**
2023: 20.8%

Total capital



2024: Ushs **39bn**
2023: Ushs 35bn

Opportunity Bank is regulated by Bank of Uganda. Customer deposits are protected by the Deposit Protection Fund of Uganda up to UGX 10M. T&Cs Apply