



Putting Women First

Pillar 3 Market Disclosures

March 2025



Index

Prudential indicators and risk management		Page No.
DIS01	Key metrics	4
DIS03	Overview of risk-weighted assets (RWA)	5



Introduction

The Finance Trust Bank (FTB) Pillar 3 Market disclosures follow the requirements set forth by Bank of Uganda, about the rules on risk and capital management in financial institutions and which represented a significant advance in the governance of financial institutions.

The objectives of supervising the Basel II requirements are: (i) promote security and soundness of the Financial System, (ii) maintain capital at appropriate levels, (iii) improve the competitiveness conditions of the financial market, and (iv) establish a more comprehensive approach to risks. The Basel II requirements are based on a three-pillar structure: (1) Minimum capital required, (2) Supervisory Review and (3), Market discipline, allowing public access to key information related to the capital adequacy of financial institutions in a structured and standardized manner.

Finance Trust Bank affirms its commitment to transparency in all its activities, in compliance with the requirements of regulatory bodies.

Scope of document

In accordance with the requirements, we present information regarding Key prudential metrics related to regulatory capital and the calculation of the amount of risk-weighted assets (RWA.)



DIS01: Key metrics

		a	b	c	d	e
		2024-12	2024-09	2024-06	2024-03	2023-12
Available capital (amounts)						
1	Core capital	71,143,964	63,734,380	60,870,964	59,126,804	58,835,333
2	Supplementary capital	3,557,801	3,555,744	3,299,591	3,167,726	2,966,158
3	Total capital	74,701,766	67,290,124	64,170,555	62,294,530	61,801,491
Risk-weighted assets (amounts)						
4	Total risk-weighted assets (RWA)	389,699,519	359,978,116	380,531,434	375,179,018	350,363,056
Risk-based capital ratios as a percentage of RWA						
5	Core capital ratio (%)	18.26%	17.71%	16.00%	15.76%	16.79%
6	Total capital ratio (%)	19.17%	18.69%	16.86%	16.60%	17.64%
Capital buffer requirements as a percentage of RWA						
7	Capital conservation buffer requirement (2.5%)	2.50%	2.50%	2.50%	2.50%	2.50%
8	Countercyclical buffer requirement (%)	0	0	0	0	0
9	Systemic buffer (for DSIBs) (%)	0	0	0	0	0
10	Total of capital buffer requirements (%) (row 7 + row 8 + row 9)	2.50%	2.50%	2.50%	2.50%	2.5%
11	Core capital available after meeting the bank's minimum capital requirements (%)	5.61%	5.06%	3.35%	3.11%	4.14%
Basel III leverage ratio						
13	Total Basel III leverage ratio exposure measure	540,222,896	557,344,302	568,252,139	526,800,219	466,483,306
14	Basel III leverage ratio (%) (row 1 / row 13)	13.17%	11.44%	10.71%	11.22%	12.61%
Liquidity Coverage Ratio						
15	Total high-quality liquid assets (HQLA)	81,163,929,735	82,534,918,114	133,015,121,109	114,825,790,409	64,257,721,026
16	Total net cash outflow	8,190,743,832	12,137,387,577	59,170,868,064	30,931,454,263	40,128,808,265
17	LCR (%)	991%	680%	225%	371%	160%
Net Stable Funding Ratio						
18	Total available stable funding	321,237,556	318,960,806	534,488,581	495,500,023	438,885,082
19	Total required stable funding	269,349,937	266,536,880	186,854,860	170,912,081	146,762,251
20	NSFR	119%	120%	286%	290%	299%

- The rise in the LCR was attributed to a drop in the total net cash outflow driven by reduction in Money Market borrowings maturing within 30 days as at end of March 2025.
- The growth in the Capital Adequacy Ratios was attributed to the growth in Core and Total capital on account of the retained earnings from the profits of 2024.



DIS03: Overview of risk-weighted assets (RWA)

Table below shows a breakdown of the RWAs and Minimum Capital requirements for the Bank.
It is noteworthy that the Bank uses the standardized approach for the market risk and operational risk portion.

		a	b	c
		RWA		Minimum capital requirements
		2025-03	2024-12	2025-03
1	Credit risk (excluding counterparty credit risk)	379,473,391	346,745,526	45,536,807
2	Counterparty credit risk (CCR)	0.00	0	0
3	Market risk	3,419,679	2,618,596	410,361
4	Operational risk	6,806,449	10,613,994	816,774
5	Total (1 + 2 + 3 + 4)	389,699,519	350,363,056	46,763,942

Note: Pillar 1 capital requirements at the reporting date = 12% of RWA.

The Total Risk Weighted Assets increased on account of the increase in the Credit risk weighted assets driven by the growth in the loan book. It is also important to note that the Bank registered a significant contraction in operational risk weight assets on account of improvement in recovery of operational losses.

Board attestation.

The Board attests that the Pillar 3 Market Discipline Disclosure Reports for Quarter 1 2025 have been prepared in accordance with the regulatory requirements.



Board Chairperson



Managing Director



