



ANNUAL REPORT

2023

Acronyms

aBi	Agricultural Business Initiative.
ADA	Appui au Développement Autonome
AFD	French Development Agency
AMFI-K	Association of Microfinance Institutions of Kenya
AMFIU	Association of Microfinance Institutions of Uganda
CCFD	Comité Catholique Contre la Faim et pour le Développement
CEO	Chief Executive Officer
DFCU	Development Finance Company of Uganda
EA	East Africa
ESG	Environmental, Social and Governance
IA	Investment analyst
MAIN	Microfinance African Institutions Network
MFIs	Microfinance Institutions
POs	Producer Organizations
SACCO	Savings and Credit Cooperative Organization
SIDI	Solidarité Internationale pour le Développement et l'Investissement
SMEs	Small and Medium Enterprises
SSNUP	Smallholder Safety Net Upscaling Programme
UGX	Uganda Shillings
UMRA	Uganda Microfinance Regulatory Authority
USD	United States Dollar

Table Of Contents

Legal Status	3
Company Vision And Mission	6
Our Products And Services	8
Message From The Board Chairperson	11
2023 Key Events	14
Corporate Governance Report	17
Board Of Directors	18
Message From The Chief Executive Officer	20
Management And Staff	22
2023 Key Figures	23
Summary Of Key Performance Highlights Of The Year 2023	24
Our Impact	28
Soluti In The East African Region	32
Business Performance Highligts	33
Statement Of Financial Position As Of 31 December, 2023	35
Statement Of Comprehensive Income	36
Our Partners	37



Legal Status

Incorporation

Soluti Finance East Africa Limited (SOLUTI) is a limited liability company, incorporated in Uganda under the Companies Act of Uganda and domiciled in Uganda with registration Number 80010000408603. The Company is also registered in Tanzania.

Regulation



Principle Place of Business and Registered Office(s)

Plot 1| Kololo Hill Drive Block A Ground Floor

P.O.BOX 6109| Kampala| Uganda

Tel +256-414-232010

Email: soluticeo@solutifinance.org

website: www.solutifinance.org

Tanzania Contact Office

CRB Africa Legal

5th Floor, Tanzanite Park,

New Bagamoyo Road Plot No.60, Ursino Street, Regent Estate

P.O Box 79958

Dar es Salaam, Tanzania



Bankers

Standard Chartered Bank, Uganda

Speke Road
P O Box 544, Kampala, Uganda.

Centenary Bank

Plot 44-46 Kampala Road & 2 Burton Street,
Mapeera House
P.O.Box 1892, Kampala, Uganda

KCB Tanzania

Oyster Bay, Harambee Plaza
A.H.Mwinyi Road/Kaunda Drive,
P.O. Box 804, Dar es Salaam, Tanzania

DFCU Bank

Plot 26, Kyadondo Road, Nakasero
P.O. Box 70, Kampala, Uganda

KCB Uganda

Commercial Plaza 7th Floor,
Plot 7 Kampala Road
P.O Box 7399, Kampala, Uganda.



Solicitors

Nambogo & Company Advocates

Plot 26, Buganda Road, Park Royal Building
4th Floor Suite B-4. P.O. Box 9071 , Kampala

TRIPLEOKLAW Advocates,

ACK Garden House, 5th Floor, Wing C
First Ngong Avenue, off Bishops Road, P. O. Box
43170 - 00100, Nairobi, Kenya

CRB AFRICA LEGAL Advocates Notaries Public,

Commissioners for Oaths and Corporate Law
Consultants

5th Floor, Tanzanite Park

Plot No 38| South Ursino | Victoria Area
New Bagamoyo Road, PO Box 79958,
Dar es Salaam | Tanzania



Auditors

Ernst and Young

Plot 18 Clement Hill Road, Kampala, Uganda
Office: +256 (0) 414 343 520/4
Website: <http://www.ey.com>

Dativa & Associates

Plot 31 Ntinda Road
Ntinda Complex, Block A Office F3-01

Tanzania office:

Ernst and Young

Mzinga Way-Oysterbay
Plot No. 162/1, 14111 Dar es Salaam, Tanzania.
P.O BOX 2475 Dar es Salaam
Office: +255 222927868

A close-up photograph of a hand holding a black pen, poised to write on a document. The document features a bar chart with blue bars of varying heights. The background is slightly blurred, showing what appears to be a window with a grid pattern.

Through its financing and supporting activities, SIDI aims to reduce economic inequalities in the Global South.

Who We Are

A regional social impact investment company that provides sustainable, market-responsive financial solutions and technical assistance to organizations in the Eastern Africa region. We are an affiliate of Solidarité Internationale pour le Développement et l'Investissement (SIDI) based in the East African region.

About SIDI

SIDI is a social investor created in 1983 by CCFD-Terre Solidaire, one of the French major private donor agencies, to improve the living conditions of vulnerable and marginalized people in developing countries, through the creation and strengthening of individual and community-level income-generating activities.

Through its financing and supporting activities, SIDI aims to reduce economic inequalities in the Global South by enabling the emergence of local economic actors and helping them become autonomous.

SIDI seeks to fight poverty through an approach centered on the vulnerable people, particularly those living in rural areas, women, and young people (who are the lifeblood of these countries and the promise of a more equitable, fairer, and more united world). Finally, SIDI is firmly committed to building a more sustainable and environmentally friendly world, capable of adapting to climate change. Through all its partnerships, SIDI aims to support the economic, ecological, and social transition in the Global South.

Our Vision

A world free from poverty, fair and environmentally friendly.



Our Mission

To finance and support inclusive finance and the agricultural sectors in East Africa, through local, innovative, and sustainable partnerships, to improve the living conditions of vulnerable populations, particularly in rural areas



Our Values



Dignity

We believe in all people realizing their rights, respect, and healthy self-esteem.



Justice

We strive for social rights of individuals and communities and access to resources and power.



Solidarity

We empathically identify ourselves with the plight of marginalized and discriminated groups.



Commitment

We work with partners sustainably for the long run and aim to help them ensure good governance and management practices for positive impacts.

Our Promise

Financing Opportunities
to Transform Lives



What We Do

We build partnerships, mainly in rural areas of Eastern Africa, with local partner institutions (Microfinance Institutions, Cooperatives, and Agriculture Small and Medium Enterprises). We finance and support these organizations in the long run and aim to foster their development and autonomy.

How We Do It

We provide a complete range of products and services adapted to the needs of our partners. We are committed to causing positive change in the vulnerable populations through providing credit facilities and capacity building/Technical Assistance to Microfinance institutions (MFIs), Savings and Credit Co-operatives (SACCOs), and Small and Medium Enterprises (SMEs) in Agriculture. We aim for strong additionality and positive social and environmental impact, in return for an expected level of risk and financial return in the medium to long term.



Our Products And Services

Financial products

Institutional Business Loans

This is extended to Microfinance Institutions through direct capital injection of substantial loan amounts for working capital. It is intended to enable such institutions to grow their outreach and increase their loan portfolio to the vulnerable populations.



Institutional Agricultural Value Chain Loans

These loans are extended to MFIs and SMEs that work directly with smallholder farmers in the various agricultural value chain activities.



The loans are intended to enhance.

- i. Medium to long term needs i.e. equipment and mechanization that falls into production, irrigation, storage, post-harvesting, processing, marketing, transport.
- ii. Short-term needs, i.e. working capital.

Institutional Housing Loans

The Institutional Housing finance product aims to provide affordable working capital to enable the target MFIs and SACCOs to provide low-income households and other value chain actors with access to loans for: New residential house construction or renovation; Construction of commercial (rentals) units; Social infrastructure (e.g water and sanitation facilities, renewable energy, fencing, water points etc).



Non-Financial Services

SOLUTI has an in-house Capacity-building unit that provides tailored capacity-building services to MFIs, SACCOs, and the Small and Medium Enterprises (SMEs) in Agriculture. This is a service complementary to loan facilities that SOLUTI provides to its partners in the form of grants, technical assistance in kind, and consultancy expertise.



The new strategic plan for 2023-2026, starting from June 2023, will focus on ensuring that the company attains sustainable growth with balanced financial, social, and environmental goals.

Message From Our Board Chairperson

Successfully Achieving our Transition Aspirations

On behalf of the Board of Directors, I am pleased to present to you our company results for the year ended December 31st, 2023. The company remained a going concern despite the economic and market challenges.

I am glad that the Board approved a new strategic plan for 2023-2026, and the company embarked on its implementation from June 2023, with a major focus on ensuring that the company attains sustainable growth with balanced financial, social, and environmental goals. It is worth noting that while considering the company's new strategic direction, the Board also approved the new company logo to ensure continued alignment and positioning of the company in line with the shareholder's focus. Indeed, our new logo is a major part of our business branding and depicts SOLUTI as a subsidiary of SIDI East Africa.

I am pleased to inform you that the Board also reviewed and approved the company's vision, mission, and values, all intended to ensure that the company continues to finance and support inclusive finance and the agricultural sectors in East Africa, through local, innovative, and sustainable partnerships, to improve the living conditions of vulnerable populations, particularly in rural areas.

TOTAL ASSETS
UGX
61.96
BILLION

The company remained a going concern with the asset base increasing from UGX 57.8bn (USD 15.21 million) in 2022 to UGX 61.96bn (USD 16.31 million) in 2023 mainly due to increase in cash and cash equivalent (arising from additional loan funding received towards the end of the year).

2023 Key Moments

I am happy to share with you our key milestones during the year that enabled us to remain focused on the company's transition.

- ◇ In June 2023, we strengthened our Environmental, Social, and Governance (ESG) focus and hence embarked on the development of the ESG Strategy, policy, and procedures. This prioritization is aligned with the company's investment objectives as per its strategic plan for 2023-2026. Special appreciation goes to the French Development Agency (AFD) which has enabled us to reach this milestone.
- ◇ In June 2023, the Company further strengthened its Board composition. I take this opportunity to welcome the two new directors, Mr. Pascal Pommier and Mr. Francois Galland who joined the Board on June 5, 2023. I also welcome Mr. Jon Salle, who joined the ESG committee of the Board as an Ex-officio. Indeed, the company is moving in the right direction with strengthened governance.
- ◇ In July 2023, SOLUTI hosted the President of CCFD-Terre Solidaire, Sylvie Bukhari de Pontual, the Treasurer of CCFD-Terre Solidaire, Mr. Patrice Leloup, and board member for SIDI and Mr. Nicolaas Heeren, SIDI's board member (and now a full-time Administrator at SIDI). The visit was successful and was intended to expose the leadership of CCFD-Terre Solidaire to SOLUTI's operations in the East African region.
- ◇ On November 9, 2023, our key shareholder (SIDI) celebrated its 40th Anniversary with an event hosted both physically in Paris and also broadcast online. This was indeed a unique opportunity to look back at the history of SIDI, a pioneer in solidarity finance, and the major successes and challenges that marked its path. We congratulate SIDI upon this milestone.
- ◇ With support from SIDI through the company's capacity-building initiatives, the company was able to join Appui au développement autonome (ADA), coordinated by the Smallholder Safety Net Upscaling Programme (SSNUP) and raised Euros 82,011 to support building capacity of partner staff and partner clients in ESG and agroecological practices. All this was planned and undertaken to ensure the company's increased focus on ESG implementation.

SOLUTI hosted the President of CCFD-Terre Solidaire, Sylvie Bukhari de Pontual, the Treasurer of CCFD-Terre Solidaire, Mr. Patrice Leloup, and board member for SIDI and Mr. Nicolaas Heeren, SIDI's board member

2023 Performance at a Glance

We achieved great milestones for the year ending December 31st, 2023, despite the turbulent market and economic environment. On behalf of the Board, I am happy to share our performance highlights and updates below:

- ◇ The Company's Asset base increased from UGX 57.8bn (USD 15.21 million) in 2022 to UGX 61.96bn (USD 16.31 million) in 2023.
- ◇ Our gross loan portfolio volume dropped to UGX 40.3bn (USD 10.6 million) in 2023 compared to UGX51.1bn (USD 13.5 million) in 2022.
- ◇ Our profitability after tax dropped from UGX 513.4m (USD 135,105) in 2022 to a loss of UGX 1.26bn (USD 331,579) in 2023.
- ◇ The company received additional debt funding of Ugx 15.4bn (USD 4.1 million) from aBi Finance, Centenary Bank and SIDI and we are very grateful to our funding Partners.

UGX
15.4
BILLION

The company received additional debt of Ugx 15.4bn (USD 4.1 million) and we are very grateful to our funding Partners

Our 2024 Outlook

The company remains committed to ensuring sustainable growth with balanced financial, social and environmental goals. As per the company's strategic direction, the 4(four) pillars below shall continue to drive our business focus:

1. Ensure Diversified Growth
2. Deepen Non-Financial Support to Partners
3. Ensure a Dual Quantitative and Qualitative approach to our Social and Environmental Performance
4. Mobilization of Required Resources.

The company continues to put clients at the center of its decisions, and we are hopeful that our planned interventions shall enable the improvement of the living conditions of vulnerable populations, particularly in rural areas.

On behalf of the Board of Directors, I extend my humble appreciation to all our stakeholders, especially our valued partners, our shareholders, and our employees for their confidence and trust bestowed on Soluti Finance East Africa Ltd. Our continued resilience comes from your diligent support, collaboration, and relationship with you. We believe 2024 will be a more fruitful year.

Yours sincerely,



Mrs. Priscilla M. Serukka
Board Chairperson.

2023 Key Events

1. SOLUTI management unveiling the new SOLUTI Logo at SOLUTI's Offices.
2. SIDI staff and guests during SIDI's 40th anniversary celebration.
3. CCFD's President Ms. Sylvie Bukhari (holding the seedling), Mr. Nicolaas Heeren, SIDI's Board member (in yellow sweater), and Mr. Patrice Leloup, CCFD's Treasurer (in grey jacket) during a partner monitoring visit with ASA Uganda in Lyantonde District, South Central Uganda
4. SOLUTI's new Board members Mr. Pascal Pommier 2nd left, and Mr. Françoise Galland 3rd left with SOLUTI staff during a visit to SOLUTI.







The company's Board members have diverse knowledge and experience in microfinance, business, finance, accounting, legal, Human Resources, audit and governance.

Corporate Governance Report

It is with great pleasure to let you know that the Board continued to fulfill their major governing roles and responsibilities succinctly stated in SOLUTI's Corporate Governance Policy. We have established a system of best practices in corporate governance. Our corporate governance framework is based on an effective independent board, the separation of the board's supervisory role from the executive management, and the constitution of board committees generally comprising a majority of non-executive directors and chaired by non-executive directors to oversee critical areas.

The Company has a broad-based Board of Directors comprised of eight (8) members as of 31 December 2023. Board members have diverse knowledge and experience in microfinance, business, finance, accounting, legal, Human Resources, audit and governance. The Board functions as a full board, and through its 5 (five) committees comprising of mainly non-executive directors. The committees are:

- a. Executive Committee:** This committee is responsible for recruitment of Senior Managers and vetting of Board, formulating personnel policies, Board development, evaluation, and appreciation.
- b. Finance Committee:** This committee is responsible for the proper financial management of resources, risk management especially liquidity, interest, and foreign exchange risks as well as fundraising for the company.
- c. Audit Committee:** This committee is charged with overseeing the adequacy of Soluti's system of internal control in ensuring assets of the Company are safeguarded and that financial information is accurate, risk management, compliance, and the effectiveness of the internal audit and external audit activities.
- d. Operations Committee:** This committee is responsible for identifying, measuring, and monitoring credit risk, and business development and ensuring that related policies are in place. Its objective is to ensure that loans are properly appraised, disbursed, and monitored to ensure that collections are on time.
- e. ESG Committee:** This committee is Responsible for overseeing aspects and elements of the company related to its contribution to sustainable development, beyond its financial performance and social mission.

Board of Directors



Mr. Vuillod Emmanuel
SIDI Representative -
Chairperson - Finance Committee



Mr. Francois J. Galland
SIDI Representative



Mrs. Clare Wavamunno
ESG Committee
Chairperson



Mrs. Rosemary Kantai
Operations Committee
Chairperson



Mrs. Sarah Nankya Tumwesigye
Audit Committee
Chairperson



Mrs. Priscilla Mirembe Serukka
Board Chairperson



Mr. Pascal J. A. Pommier
SIDI Representative



Mr. Edward Kato Sekabanja
Executive Committee
Chairperson



Mr. Paul Katende
CEO and Board Secretary

Co-opted and Ex-Officio Members



Mrs. Sarah Nassozi Kiwanuka
Co-opted Member - Audit Committee



Mrs. Jackline Mbabazi
Co-opted Member - ESG
Committee



Mr. Joan Penche
EX-Officio - Operations
Committee



Mr. Jon Salle
Ex-Officio- ESG Committee

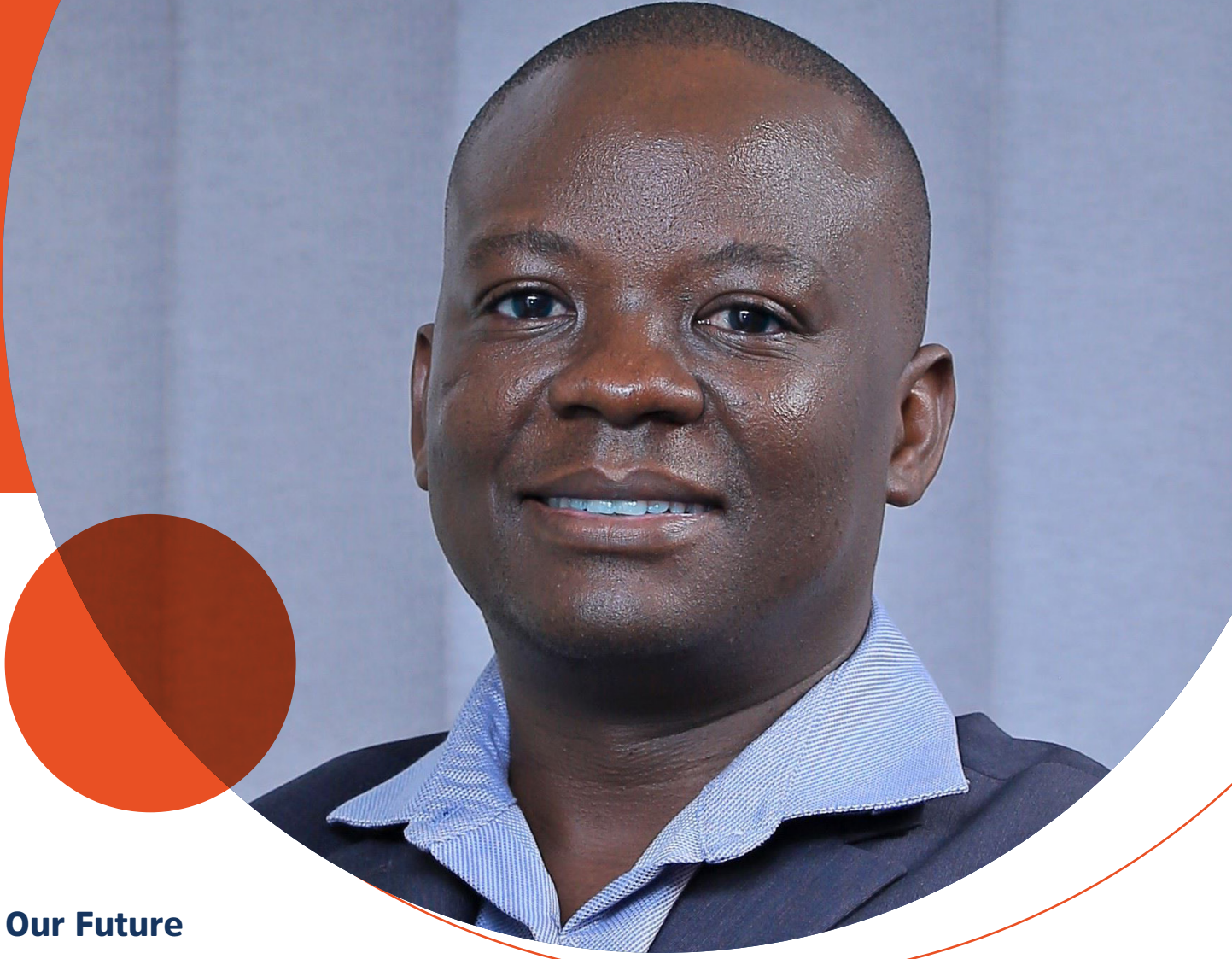
Message From The Chief Executive Officer

2023 was an exciting and inspiring year for us at SOLUTI. Our dedication and hard work have enabled us to remain focused on building an innovative impact investment company that aims to improve the living conditions of vulnerable populations, particularly in rural areas.

This year, we diligently focused on ensuring continued alignment of our business activities to the Shareholder's focus. Hence, I would like to take this opportunity to thank the Board of Directors for the strategic guidance that enabled us to finalize the new strategic plan 2023-2026. Our new strategic direction shall further enable us to diversify our product and service offerings and seize market opportunities in the East African region.

As per the Board Chairperson's message, I am happy to report that SOLUTI showed resilience and determination in delivering the Company's mandate despite the economic and market turbulences. Being the first year of implementing the 2023-2026 strategic plan, I am happy to share with you the following key milestones in addition to what has already been shared by the Board Chairperson:-

- a. We are happy to have been joined by two key staff in the operations unit. Mr. Didas Karyaija Tweheyo and Mr. Rogers Basirima joined as Investment Analysts.
- b. We continued engaging our critical segment of Small and Emerging partner institutions. The company supported a total of 33 partners during the year although ended with 30 partners as of December 31st, 2023. Of the partners supported, 61% were small and emerging institutions and mainly under the Tier 4 category group.
- c. We continued focusing on different partner categories and resultantly ended the year with 28 Microfinance institutions and 2 Agriculture SMEs.
- d. We continued focusing on increased outreach to the underserved areas. Resultantly, through our partner institutions, SOLUTI served 1.445 million borrowers of whom 1.318m were female and 322,048 were youth.
- e. In our continued efforts to promote rural & agricultural economies, we increased and grew the agriculture financing to 32% of SOLUTI's total portfolio, through which a total of 244,941 were direct agricultural borrowers served by our implementing partners.
- f. We are happy to have joined the Microfinance African Institutions Network (MAIN), an international non-profit-making association established in 1995 in Abidjan (Ivory Coast). SOLUTI intends to utilise this network for the promotion & consolidation of inclusive finance and enhanced economic, social, and environmental development of East Africa region.



Our Future

As per the company's strategic direction, we shall continue focusing on:

- ◇ Strong partnerships and collaborations to deliver on our mission.
- ◇ Growth in different countries, partner categories, products and management of growth-related risks.
- ◇ Blended approach and hence enhance the company's capacity-building interventions.
- ◇ Promoting local economic growth and fighting poverty.
- ◇ Promoting and contributing to climate change mitigation and adaptation.
- ◇ Supporting partner institutions to streamline environmental, social, and governance practices.

We continue to thank the Directors, Shareholders, Partners, Networks, Funders, and Service Providers who have enabled SOLUTI to continue providing financial solutions to its target group. We look forward to more fruitful engagement as we move forward.

Yours Sincerely,

Paul Katende
Chief Executive Officer

1.445

MILLION BORROWERS

Through our Partner Institutions, SOLUTI served 1.445 million borrowers of whom 1.318m were female and 322,048 were youth.

Management And Staff



1

Mr. Paul Katende
Chief Executive Officer



2

Mr. Cressy Musasiizi
Operations Manager



3

**Ms. Anne Rose
Namatovu**
Finance and Administration
Manager



4

Mr Denis Iutung
Capacity Building Coordinator



5

Mr. Abel Tukamubona
Investment Analyst



6

**Mr. Didas Karyaija
Tweheyo**
Investment Analyst



7

Mr. Rogers Basirima
Investment Analyst



8

Mr. Christopher Luyima
Finance and Administration
Specialist



9

**Ms. Deborah
Nampewo**
Accounts and Administration
Assistant

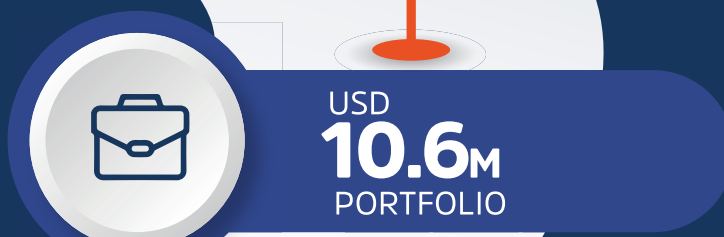


10

Mr. Joseph Odeke
Transport Assistant

Soluti's 2023 Key Figures





Soluti finance
Sidi in East Africa



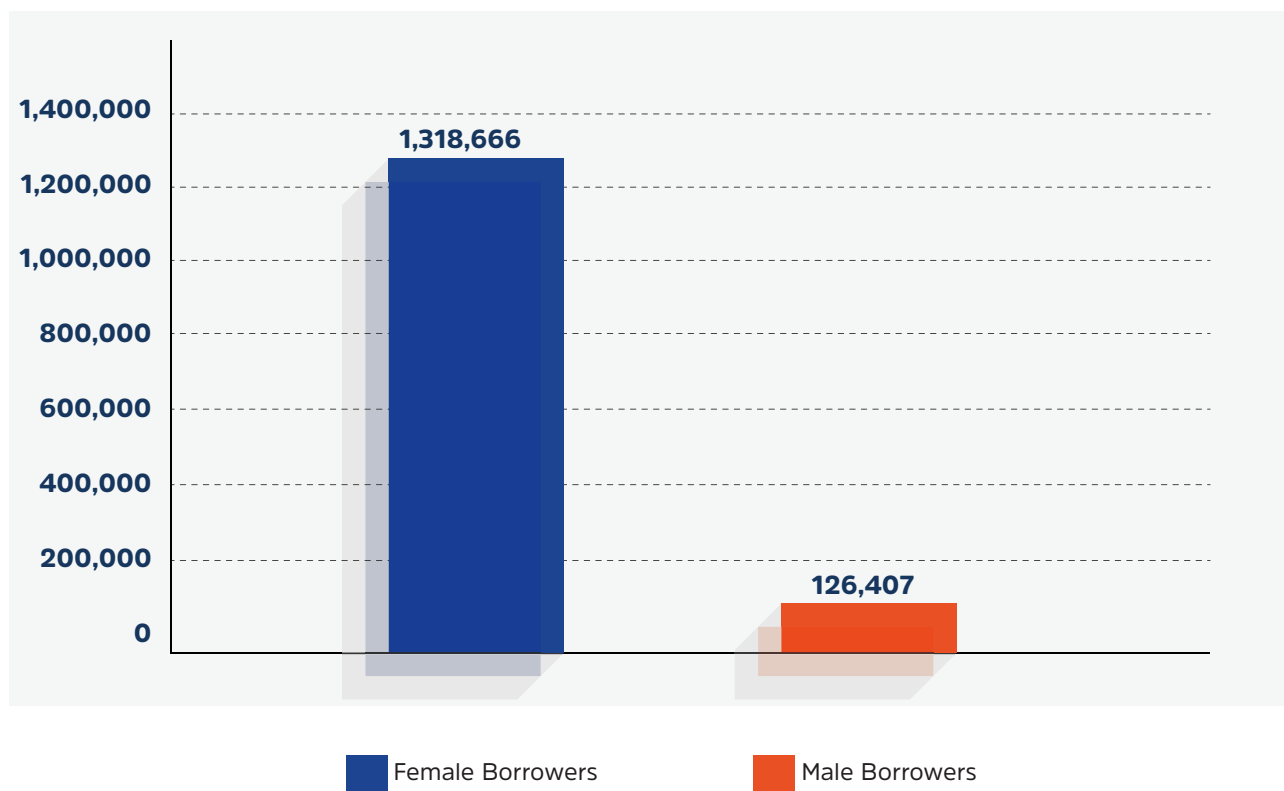
Summary Of Key Performance Highlights Of The Year 2023

Our focus on Social and Gender

Jobs sustained by our Partners in 2023

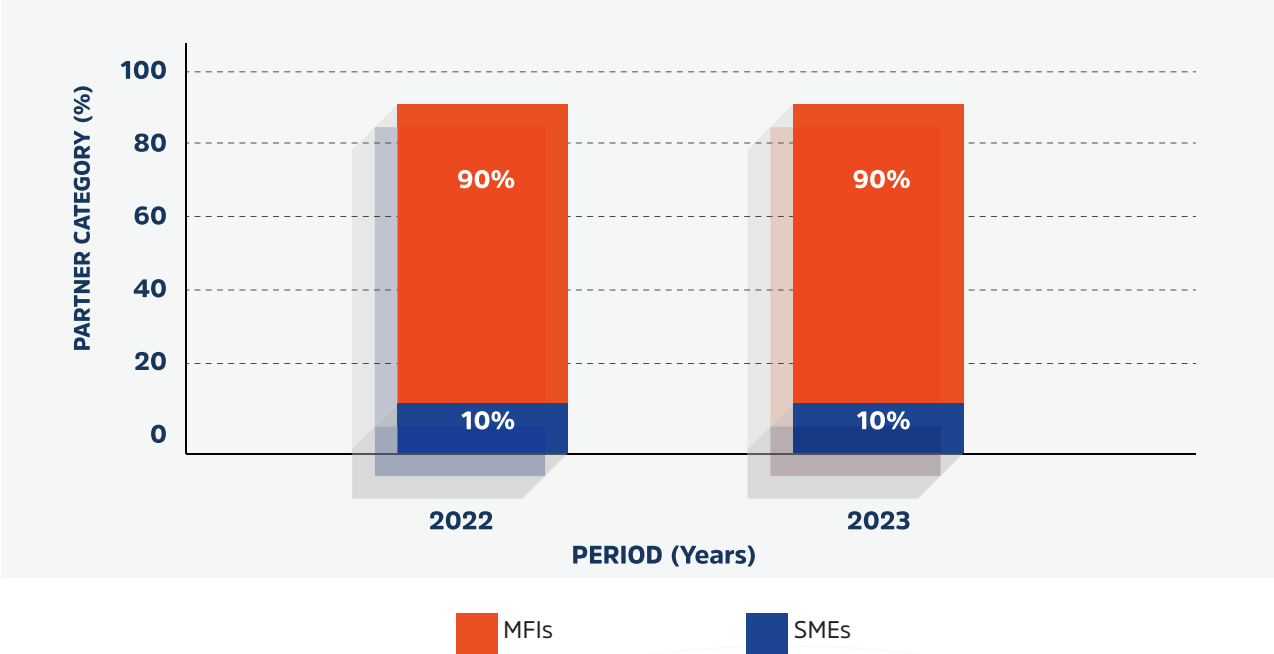
				
CATEGORY	Permanent Staff	Female Permanent Staff	Temporary Staff	Female Temporary Staff
2022	10,244	6,876	196	105
2023	11,172	7,321	220	174

Gender

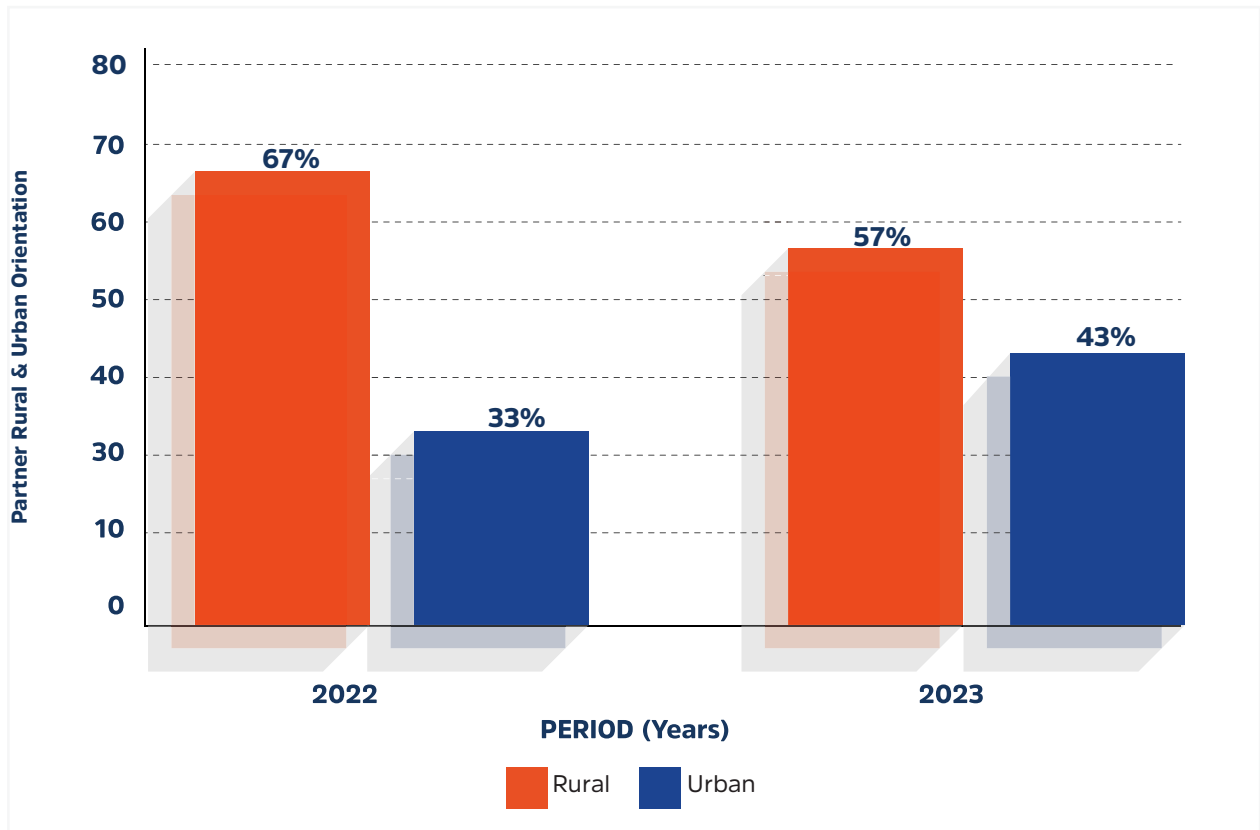


Outreach by our partner institutions

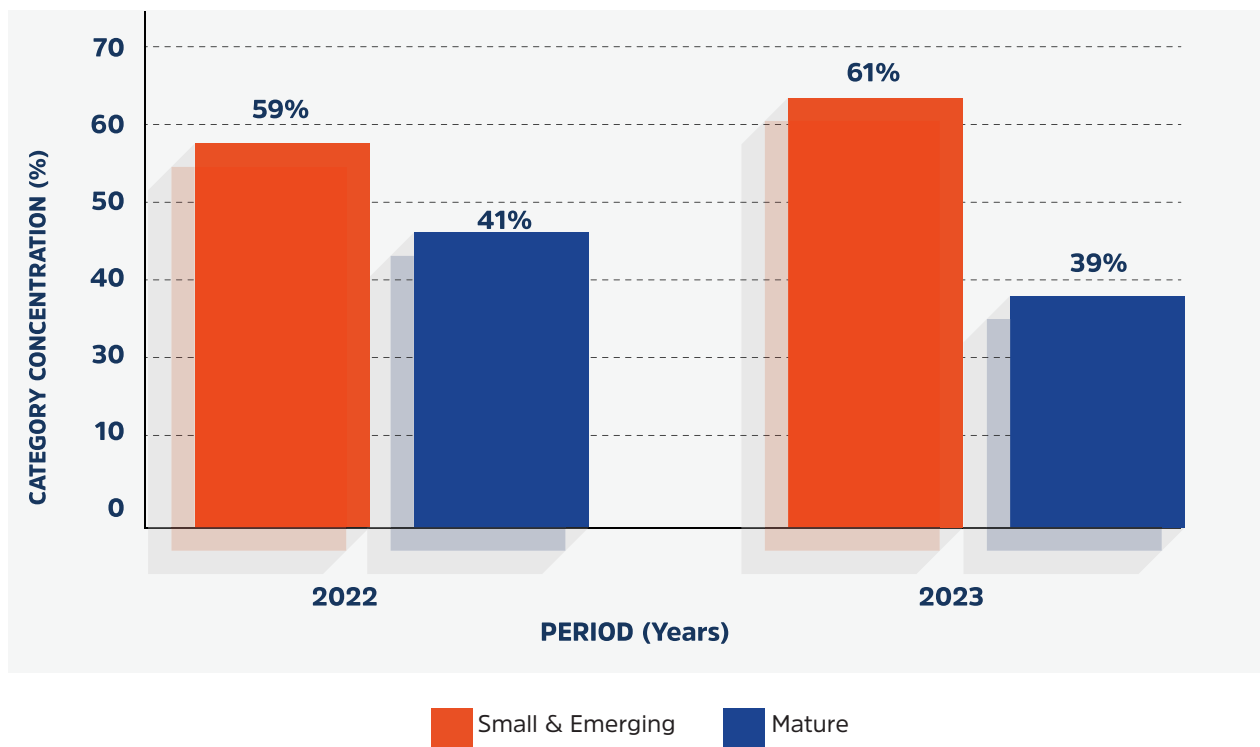
a) MFI and SME Distribution



Rural Urban Outreach



Our Partner Categorization



Our focus on outreach towards Smallholder farmers



154,930






Number of Active farmers supported by MFIs



16,523

Number of Active farmers supported by SMEs

MFI Partners' outreach

					
PARTICULARS	Borrowers	Female Borrowers	Youth Borrowers	Number of Savers	Female Savers
OUTREACH 2023	1,445,073	1,318,666	322,048	1,539,710	1,346,438



Our Impact

NUMA, Expanding Market opportunities for Farmers in Western Uganda with social loan from SOLUTI.

NUMA is a rural-based SME specializing in the value addition of grain with 25 years of experience working with farmers in Western Uganda. The company employs 135 staff (both permanent and casual). NUMA produces a range of products that are certified by the Uganda National Bureau of Standards (UNBS).

In 2023, Soluti Finance East Africa extended a total of UGX 500,000,000 (USD 131,579) social loans to NUMA Feeds Limited. The loan was utilized as working capital for buying of millet grain and some part as asset capital purchase of machinery (single bin sifter for millet milling). With the social loan from Soluti, NUMA is now able to pay all their farmers on time, able to deliver all their products to the clients who are up-country on time and improve the quality of products.



NUMA's Testimonial

Kitagata Mixed Farmers' Cooperative Society Limited is one of the Cooperatives supplying NUMA Feeds Limited with cereals and cassava. Established in 2013 the cooperative now has up to 550 members (376 female) in 2023.

According to Mr Rogers the Manager of the Cooperative, the timely payment made by NUMA has helped them to diversify their crops. In addition to beans and millet, the members of the Cooperative have also started growing cassava, bananas, and coffee. "The production of beans has been increasing from 3,000kg in 2013 to 21,000kg in 2023 which has translated into increased earnings among the farmers. During the first harvest of the year 2023, the Cooperative was able to earn up to UGX 250,000,000 (USD 65,790). NUMA has also supported the Cooperative with saving boxes where members have been grouped and are practicing village saving," the General Manager noted.

**UGX
250
MILLION**

During the first harvest of the year 2023, the Cooperative was able to earn up to UGX 250,000,000 (USD 65,790).





ASA Uganda Deepening Financing Opportunities for Rural Entrepreneurs in Uganda

ASA Uganda, an affiliate of ASA International started its operations in Uganda in 2013 with just one branch.

The first loan from SOLUTI to ASA was UGX3bn, in 2017 another loan of UGX3bn, in 2019 an additional social loan of UGX4bn was disbursed, and an amount of UGX4bn disbursed in 2021 to ASA Uganda. This has helped the institution to expand its operations from 13 branches in 2013 to 120 branches in 2023 with over 121,000 clients across Uganda.

During a monitoring visit that was undertaken at one of their branches in Lyantonde district by SOLUTI staff and a team from CCFD in July 2023, ASA Uganda was recognised as a great partner that has ensured outreach to the vulnerable population in southern Central Uganda. We continue to appreciate ASA Uganda for enabling SOLUTI to achieve its mission.

120
BRANCHES

The institution to expand its operations from 13 branches in 2013 to 120 branches in 2023 with over 121,000 clients across Uganda.

ASA-Uganda's Testimonial

Nantale Asumpta, a 37-year-old trained nursery teacher is the chairperson of Kigaga A group, a group established by ASA Uganda in 2018.

She narrates how she has benefited from the services of partner ASA-Uganda.

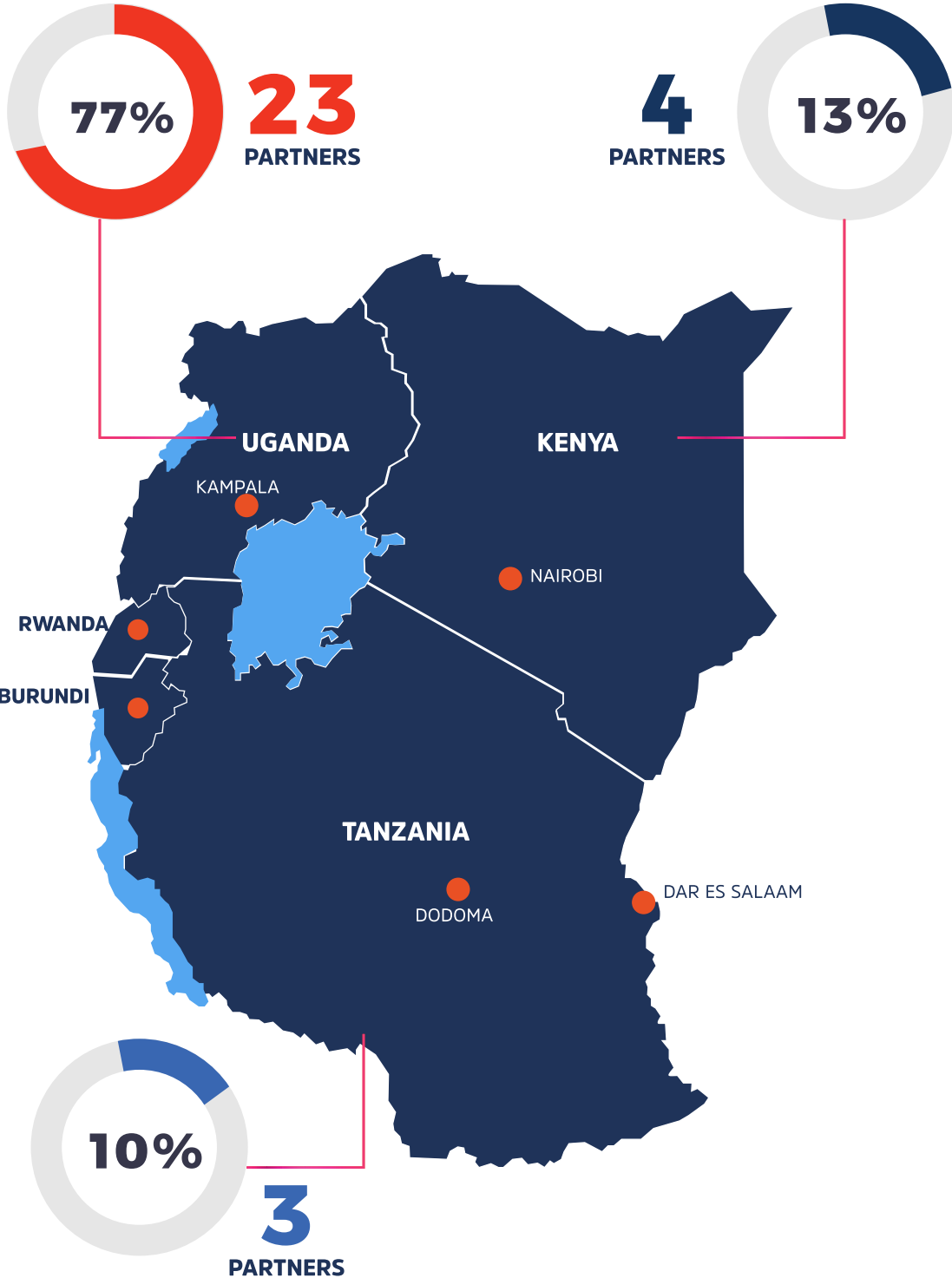
"I feel so much better, happy, and confident about myself and what I do. I sit among people and express myself freely and people listen to me; for me this is one of the biggest achievements in life." She consciously narrated. Joining this group was a great way-in for Asumpta. With a loan of Ugx300,000 (USD 79) in 2020, she has grown and now has a loan of Ugx1,600,000 (USD 421). She has bought 4 acres of land, ducks, and chickens, 13 pigs, bought a goat that has produced up to 6 goats. Asumpta appreciates that being in a group has helped her learn how to communicate freely with people, one of our efforts on social performance.

UGX
1.6
MILLION

With a loan of Ugx300,000(USD 79) in 2020, she has grown and now has a loan of Ugx1,600,000 (USD 421).

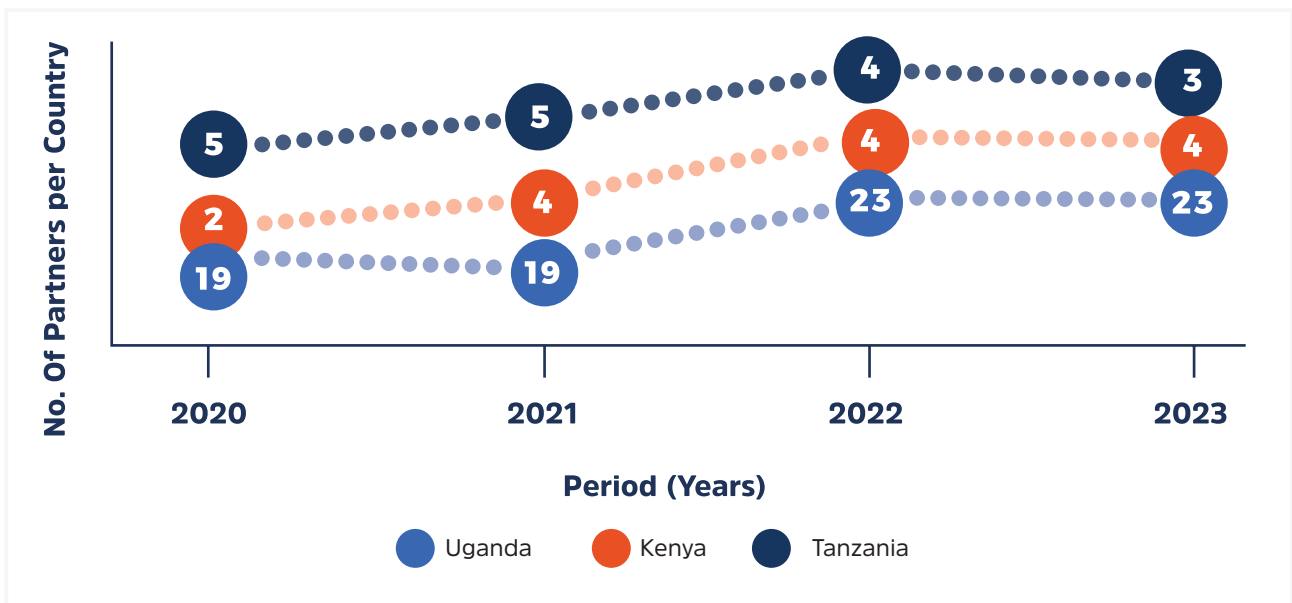


Soluti in the East African Region

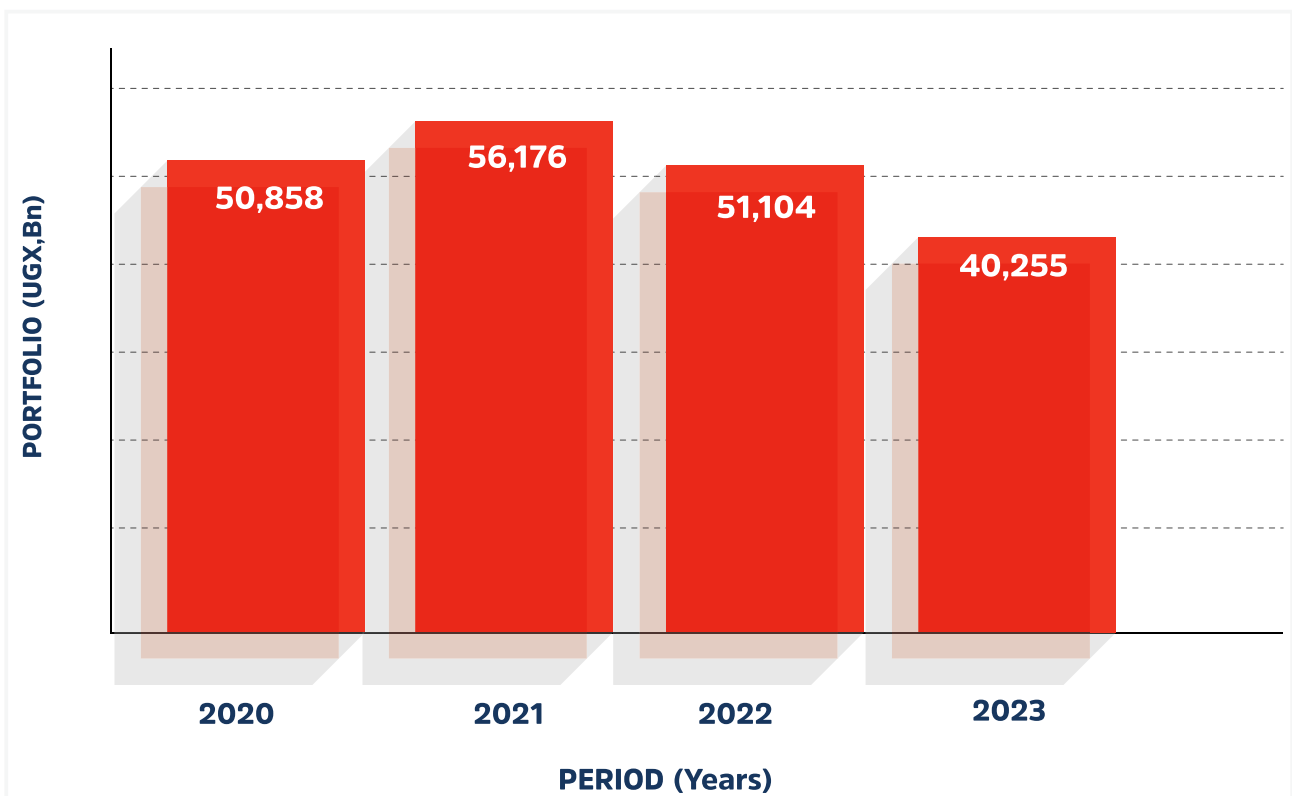


Soluti Business Performance Highlights

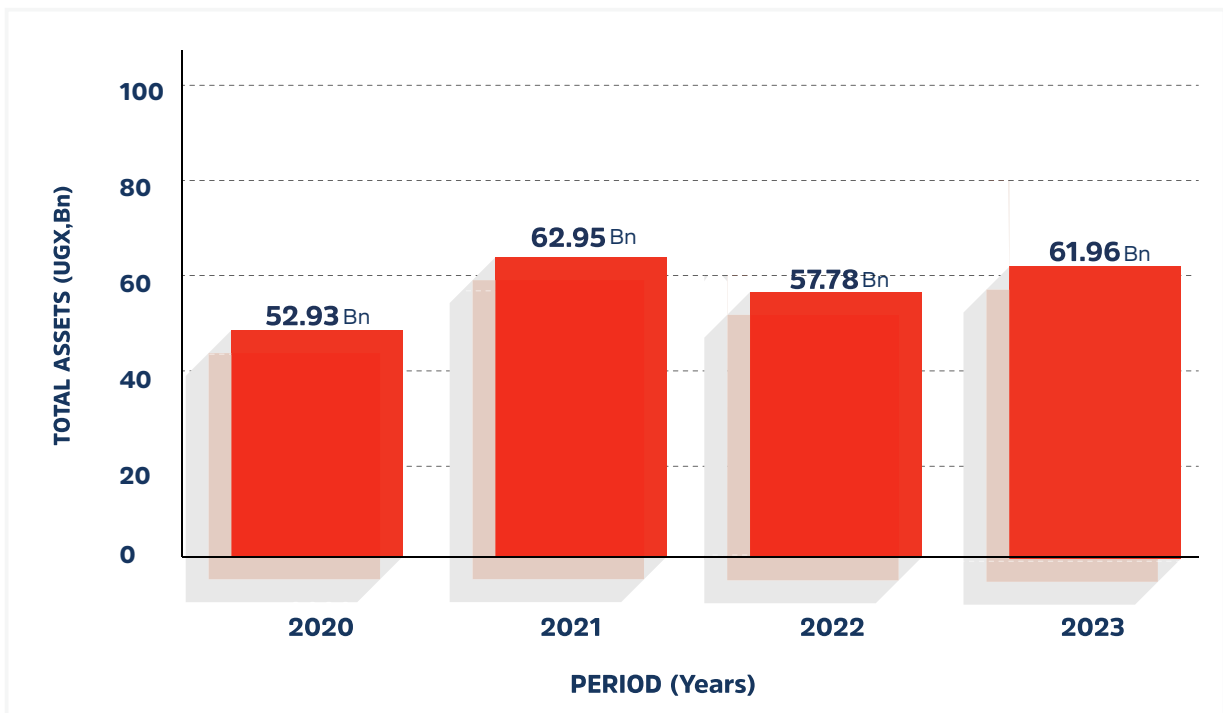
Partner Trends



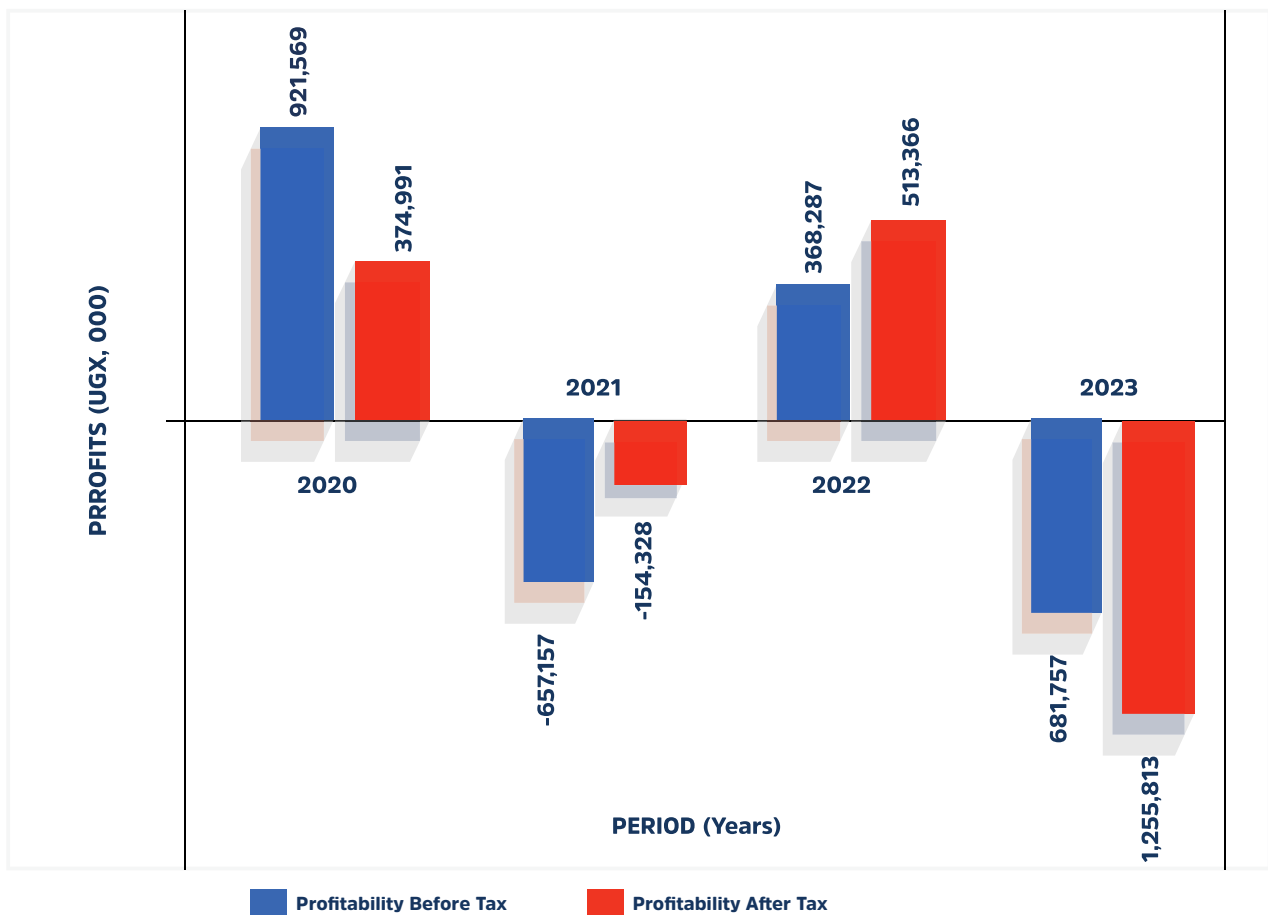
Trends in Gross Loan Portfolio



Trends in Total Assets



Profitability Trends



Statement Of Financial Position

As Of 31 December, 2023

	2023	2022
	Ushs'000	Ushs'000
ASSETS		
Cash and cash balances	3,509,300	1,542,195
Deposits with financial institutions	11,106,442	500,321
Loans and advances to customers	39,152,076	47,932,005
Other receivables	1,082,404	810,891
Income tax recoverable	2,163,841	1,861,807
Property and equipment	178,638	193,913
Intangible assets	14,497	20,710
Right-of-use asset	266,057	317,685
Deferred tax asset	4,484,500	4,600,073
TOTAL ASSETS	61,957,755	57,779,600
LIABILITIES AND EQUITY		
LIABILITIES		
Trade and other payables	1,848,813	1,820,029
Lease liability	266,057	356,951
Borrowings	35,833,625	30,280,907
Deferred grants	88,827	145,467
TOTAL LIABILITIES	38,037,322	32,603,354
EQUITY		
Share capital	5,387,270	5,387,270
Share premium	9,494,644	9,494,644
Retained earnings	9,038,519	10,294,332
TOTAL EQUITY	23,920,433	25,176,246
TOTAL LIABILITIES AND EQUITY	61,957,755	57,779,600

The financial statements were approved by the Board of Directors on 27 March 2024 and signed on its behalf by:-



Director

27th March 2024



Director

Statement Of Comprehensive Income For The Year Ended 31 December, 2023

	2023	2022
	Ushs'000	Ushs'000
Interest and similar income	6,958,160	8,205,443
Interest and similar expense	(3,491,554)	(4,050,544)
Net interest income	3,466,606	4,154,899
Other income	145,979	107,753
Grant income	70,629	153,831
Operating income	3,683,214	4,416,483
Administrative expenses	(1,074,504)	(1,441,016)
Other expenses	(67,320)	(150,540)
Staff costs	(1,412,993)	(1,312,168)
Increase in expected credit losses	(221,887)	(1,296,164)
Net foreign exchange (loss) / gain	(1,588,267)	151,692
Operating expenses	(4,364,971)	(4,048,196)
(Loss) / profit before tax	(681,757)	368,287
Income tax (charge) / credit	(574,056)	145,079
(Loss) / profit for the year	(1,255,813)	513,366
Other comprehensive income	-	-
Total comprehensive (loss) / income for the year, net of tax	(1,255,813)	513,366

Our Partners

Microfinance and Agriculture SME Partners

UGANDA



TANZANIA



KENYA



Funding Partners



Networking Partners





Soluti Finance East Africa Ltd

Plot 1, Kololo Hill Drive

P.O.Box 6109, Kampala Ug

T: +256 414 232 010

E: soluticeo@solutifinance.org

W: www.solutifinance.org