

BANK OF UGANDA

OFFICE OF
THE EXECUTIVE DIRECTOR
SUPERVISION



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EDS.306

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Circular to all Chief Executives of Commercial Banks, Credit Institutions and Microfinance Deposit-taking institutions

Compliance with IFRS 9, Financial Instruments

As you may be aware, the International Accounting Standards Board (IASB) overhauled the **International Accounting Standard 39** and is set to replace it with the **International Financial Reporting Standard (IFRS) 9** effective **January 01, 2018**. Accordingly, Bank of Uganda would like to ascertain your institution's preparedness with regard to this new development come January 2018.

In this regard, the Bank of Uganda requires your institution, in conjunction with the institution's external auditors, to conduct an assessment of the impact of this new standard on the bank's capital adequacy as at **June 30, 2017** and submit a report on the same by **September 30, 2017** together with a capital restoration plan in case the institution's capital is expected to get impaired.

J Bagyenda (Mrs)

Executive Director Supervision