

STATUTORY INSTRUMENTS SUPPLEMENT

to The Uganda Gazette No. 75, Volume CXV, dated 16th December, 2022

Printed by UPPC, Entebbe, by Order of the Government.

S T A T U T O R Y I N S T R U M E N T S

2022 No. 130.

The Financial Institutions (Revision of Minimum Capital Requirements) Instrument, 2022

(Under section 26(5) of the Financial Institutions Act, 2004, Act 2 of 2004)

IN EXERCISE of the powers conferred upon the Minister responsible for finance by section 26(5) of the Financial Institutions Act, 2004, and in consultation with the Central Bank, this Instrument is made this 15th day of November, 2022.

1. Title

This Instrument may be cited as the Financial Institutions (Revision of Minimum Capital Requirements) Instrument, 2022.

2. Minimum capital requirements for banks

(1) A person proposing to transact financial institution business in the capacity of a bank shall have a minimum paid-up cash capital of not less than six million currency points by 31st December 2022, invested initially in such liquid assets in Uganda as the Central Bank may approve.

(2) Subject to subparagraph (1), the minimum capital funds unimpaired by losses shall, at all times, not be less than six million currency points.

(3) A person proposing to transact financial institution business in the capacity of a bank shall have a minimum paid-up cash capital of not less than seven million five hundred thousand currency points, by 30th June 2024, invested initially in such liquid assets in Uganda as the Central Bank may approve.

(4) Subject to subparagraph (3), the minimum capital funds unimpaired by losses shall, at all times, not be less than seven million five hundred thousand currency points.

3. Minimum capital requirements for non-bank financial institutions

(1) A person proposing to transact business as a non-bank financial institution shall have a minimum paid up cash capital of not less than one million currency points, by 31st December 2022, invested initially in such liquid assets in Uganda as the Central Bank may approve.

(2) Subject to subparagraph (1), the minimum capital funds unimpaired by losses shall, at all times, not be less than one million currency points.

(3) A person proposing to transact business as a non-bank financial institution shall have a minimum paid up cash capital of not less than one million two hundred and fifty thousand currency points, by 30th June 2024, invested initially in such liquid assets in Uganda as the Central Bank may approve.

(4) Subject to subparagraph (3), the minimum capital funds unimpaired by losses shall, at all times, not be less than one million two hundred and fifty thousand currency points.

4. Revocation of S.I. No. 43 of 2010

The Financial Institutions (Revision of Minimum Capital Requirements) Instrument, 2010 is revoked.

MATIA KASAJA,
Minister of Finance, Planning and Economic Development.