

THE REPUBLIC OF UGANDA

**CERTIFICATE  
OF  
FINANCIAL IMPLICATIONS**

(Made under Section 76 of the Public Finance Management Act, 2015)

**THIS IS TO CERTIFY** that the **COMPANIES (AMENDMENT) BILL, 2022** and the **INSOLVENCY (AMENDMENT) BILL, 2022** have been examined for financial implications as required under Section 76 of the Public Finance Management Act 2015 (as amended).

I wish to report as follows:

**a) Objectives of the Bill**

The purpose of the Bills is to amend the Companies Act 2012, and the Insolvency Act, 2011 in order to achieve the following:

- i. To create provisions that comply with international obligations and best practices for transparency and accountability in companies;
- ii. To eliminate redundant provisions in laws;
- iii. To bridge inadequacies and gaps in the current laws;
- iv. Harmonise contradictions and errors and omissions in the laws;
- v. To align with other laws.

**b) The Expected Outputs**

The Amendment will create the Companies (Amendment) Act 2022 and Insolvency (Amendment) Act 2022, which provide for:

- i. Compliance of the laws to international standards and best practices for transparency and disclosure of the ownership information in order to prevent misuse of legal persons for money laundering and financing of

- terrorism, and to enhance compliance to the requirements for transparency and accountability in oil and gas, and mining sectors.
- ii. improved functionality, effectiveness and efficiency of the two laws with regards to management of business affairs, equitable distribution of the Insolvents' assets, and conduct of debtors.

**c) The Impact of the Bill on the Economy and linkage with the National Policy and Planning Frameworks**

The proposed reforms are expected to improve the environment for doing business in Uganda, and improve Uganda's ranking in ease of doing business thereby boosting investor confidence. The proposed reforms are therefore in line with the National Development Plan strategic objective on strengthening the Private Sector to create Jobs, and the strategy for creating a suitable regulatory environment that promotes private sector investments.

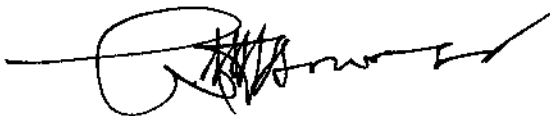
**d) Funding and budgetary implications**

The Companies' (Amendment) Bill 2022 and the Insolvency (Amendment) Bill 2022, do not introduce additional financial implications to the Government given that the implementation of the proposed amendments can be accommodated within the current resources and institutional arrangements.

**e) Expected savings and/or revenue to Government**

There are no expected revenues or savings to the Government from the proposed amendments.

Submitted to Parliament under my hand this <sup>1<sup>st</sup></sup>..... day of *April*..... 2022



Amos Lugoloobi - MP  
**MINISTER OF STATE FOR FINANCE, PLANNING AND ECONOMIC DEVELOPMENT (PLANNING) ALSO HOLDING THE PORTFOLIO OF MINISTER OF FINANCE, PLANNING AND ECONOMIC DEVELOPMENT**

Received by .....

Date .....