

**AUDIT REVIEWED STATEMENT OF COMPREHENSIVE
INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2023**

STATEMENT OF COMPREHENSIVE INCOME	June-23 FRW '000	June-22 FRW '000
Interest income	40,144,972	36,389,284
Interest expense	(11,290,303)	(10,135,111)
Net interest income	28,854,669	26,254,173
Fee and commission income	6,791,356	6,363,892
Fee and commission expense	(679,269)	(930,256)
Net fee and commission income	6,112,087	5,433,636
Net foreign exchange income	704,901	1,166,053
Other operating income	2,398,596	609,144
Total operating income before impairment charge	38,070,253	33,463,006
Impairment charge on financial assets	(1,687,179)	102,155
Impairment Charges for non current asset held for sale	-	-
Total impairment charge	(1,687,179)	102,155
Total operating income after impairment charge	36,383,074	33,565,161
Operating expenses	(8,017,805)	(8,394,119)
Employee benefits	(10,313,577)	(9,054,849)
Depreciation and amortization	(3,250,388)	(3,181,001)
Total operating expenses	(21,581,770)	(20,629,969)
Profit before income tax	14,801,304	12,935,192
Income tax expense	(4,663,126)	(4,005,439)
Profit for the period	10,138,178	8,929,753
Other comprehensive income:		
Items that will not be reclassified to profit or loss	-	-
Other comprehensive income (net of tax)	-	-
Total comprehensive income for the period	10,138,178	8,929,753

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Reviewed June 2023 Frw'000	Audited Dec 2022 Frw'000	Reviewed June 2022 Frw'000
ASSETS			
Cash and balances with National Bank of Rwanda	67,223,275	76,189,863	47,826,791
Amounts due from banks	39,211,175	16,503,185	40,402,922
Government securities	132,274,856	144,495,970	135,372,067
Loans and advances	495,146,562	456,813,644	422,548,084
Current income tax recoverable	6,749,761	6,059,326	2,951,446
Other assets	6,976,296	10,430,256	4,013,947
Due from related parties	215,642	464,895	318,090
Deferred tax asset	1,867,620	1,947,592	1,672,841
Non-Current asset held for sale	-	-	-
Intangible assets	4,248,018	3,712,052	1,664,506
Property and equipment	26,656,723	26,665,922	26,970,468
Right of use asset	5,081,177	3,484,245	4,105,023
TOTAL ASSETS	785,651,105	746,766,950	687,846,185
LIABILITIES			
Deposit from customers	467,878,687	441,349,679	445,339,564
Deposit from financial institutions	70,131,107	85,118,231	59,183,674
Provision for legal claims	161,761	913,666	583,802
Credit funds	2,691,599	2,691,599	1,344,484
Borrowings	65,289,099	49,897,656	32,017,441
Other payables	24,764,785	20,136,189	21,915,857
Due to related parties	18,940,063	13,526,096	13,116,692
Deferred income tax	-	-	1,471,267
Current income tax	89,279	9,843,091	2,298,927
Lease Liability	5,618,809	3,343,004	3,967,983
TOTAL LIABILITIES	655,565,189	626,819,211	581,239,691
EQUITY			
Share capital	81,509,050	81,509,050	81,509,050
Share premium	8,032,565	8,032,565	8,032,565
Revaluation reserves	1,101,308	1,101,308	1,101,308
Statutory reserves	0	-	-
Retained earnings	39,442,993	29,304,816	15,963,571
TOTAL EQUITY	130,085,916	119,947,739	106,606,494
TOTAL EQUITY AND LIABILITIES	785,651,105	746,766,950	687,846,185

**AUDIT REVIEWED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2023**

OTHER REGULATORY DISCLOSURES	30/06/2023 FRW '000	
I. Capital Strength		
a) Core capital (Tier 1)	118,901,191	
b) Supplementary capital (Tier 2)	275,327	
c) Total capital	119,176,518	
d) Total risk weighted assets	575,375,911	
e) Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	22.21%	
f) Tier 2 ratio	0.51%	
g) Total capital/total risk weighted assets ratio	22.26%	
h) Leverage Ratio	13.40%	
II. Credit risk		
1. Total gross credit risk exposure: after accounting offsets and without taking into account credit risk mitigation	714,341,155	
2. Average gross credit exposure, broken down by major types of credit exposure:		
a) Loans, commitments, and other non-derivatives off-balance sheet exposure	582,066,299	
b) Debt securities	132,274,856	
c) OCT derivatives	-	
3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure;		
	Debt Securities	Loans & Commitments
a) Kigali	132,274,856	404,358,703
b) Northern Region	-	23,301,526
c) Southern Region	-	20,097,724
d) Eastern Region	-	40,618,213
e) Western Region	-	22,236,218
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated:		
	Debt Securities	Loans & Commitments
a) Government	132,274,856	-
b) Financial	-	-
c) Manufacturing	-	25,325,493
d) Infrastructure and construction	-	113,485,875
e) Services and Commerce	-	97,604,524
f) Others	-	274,196,492
5. Off-balance sheet items		71,453,915
6. Non-performing loans indicators		
a) Non-performing loans (NPL)		41,254,356
b) NPL ratio		8.07%
7. Related parties		
a) Loans to Directors, shareholders and subsidiaries		11,113,130
b) Loan to employees		12,437,490
8. Restructured loans as at 30 June 2023		
a. No. of borrowers		1,051
b. Amount outstanding (Frw '000)		67,410,574
c. Provision thereon (Frw '000) (regulatory):		5,266,238
d. Restructured loans as % of gross loans		13.2%
III. Liquidity Risk		
a) Liquidity Coverage Ratio		313%
b) Net Stable Funding Ratio		187%
IV. Operational risk		
Type	Number	Frw '000'
a) Fraud cases	6	116,610
b) Forged documents	0	0
c) Account Manipulation	2	1,555
d) Error	1	2,000
V. Market risk		
a) Interest rate risk		-
b) Equity position risk		-
c) Foreign exchange risk		1,290,113
VI. Country Risk		
a) Credit exposure abroad		-
b) Other asset held abroad		32,176,935
c) Liabilities to abroad		2,111,032
VII. Management and board composition		
a) Number of Board members		7
b) Number of independent Directors		4
c) Number of non-independent Directors		3
d) Number of female Directors		2
e) Number of male Directors		5
f) Number of senior managers		15
g) Number of females senior managers		5
h) Number of males senior managers		10

EXPLANATORY NOTES TO THE REVIEWED FINANCIAL STATEMENTS:

- **Interest and similar income:** Up by 10.32% year on year driven by the growth in loan book of 17.2% y-o-y supported by new deals booked during the year in line with market opportunities.
- **Interest expense-** increased by 11.4% year on year while customer deposits grew by 5.1% in the same period driven by growth in customer base and low-cost deposits due to enhanced deployment of technology to serve our customers.
- **Impairment charge on financial assets:** The increase on net impairment charges was due to increase in the loan book.
- **Total assets:** Increased by 14.20% year on year driven by loan book growth 17.2% funded by customer deposits which grew by 5.1% over the same period. The growth in customer deposits demonstrates continued confidence that our customers have in the merged bank.
- In March 2022 the National Bank of Rwanda approved the amalgamation of KCB Bank Rwanda Plc and Banque Populaire du Rwanda Plc into a new entity **BPR Bank Rwanda Plc**. The amalgamation was effective 1 April 2022.
- The 2022 comparative financial statements contained in this publication are consolidated and the comparative information was restated retrospectively to reflect the amalgamated financial performance at the earliest presented comparative period.
- We are pleased to announce that we have upgraded our core banking system from T24 Release 12 and 14 (R12, R14) to T24 Release 21 (R21) to expand all digital channels and service delivery points to provide efficient customer experiences. Among many other benefits of the core banking system upgrade is that customers will now experience more functionalities, flexibility, and improved service uptime
- The financial statements and other disclosures are available on our website at www.bpr.rw

The financial statements were approved for issue by the Board of Directors on 10th August 2023 and signed on its behalf by:



Managing Director



Chair Audit Committee

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