

**REVIEWED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 June 2022**

	Reviewed Jun 2022 FRW '000	Reviewed Jun 2021 FRW '000
STATEMENT OF COMPREHENSIVE INCOME		
Interest and similar income	36,389,284	32,810,638
Interest and similar expense	(10,135,111)	(10,799,690)
Net interest income	26,254,173	22,010,948
Fees and commission income	6,363,892	6,441,934
Fees and commission expense	(930,256)	(871,047)
Net fees and commission income	5,433,636	5,570,887
Net foreign exchange income	1,166,053	1,597,791
Other operating income	609,144	346,999
Operating income before impairment	33,463,006	29,526,625
Impairment charge on financial assets	102,155	(3,681,945)
Impairment charges for non-current asset held for sale	-	(80,000)
Total impairment charge	102,155	(3,761,945)
Operating income after impairment losses	33,565,161	25,764,680
Operating expenses	(8,394,119)	(6,579,678)
Employee benefits	(9,054,849)	(8,536,146)
Depreciation and amortization	(3,181,001)	(2,889,226)
Total operating expenses	(20,629,969)	(18,005,050)
Profit before tax	12,935,192	7,759,630
Income tax expense	(4,005,439)	(2,509,492)
Profit for the period	8,929,753	5,250,138
Other comprehensive income		
to profit or loss in subsequent periods (net of tax)	-	-
Other comprehensive income (net of tax)	-	-
Total comprehensive income for the period	8,929,753	5,250,138

STATEMENT OF FINANCIAL POSITION

	Reviewed Jun 2022 FRW '000	Audited Dec 2021 FRW '000	Reviewed Jun 2021 FRW '000
ASSETS			
Cash and balances with National Bank of Rwanda	47,826,791	47,072,656	55,058,541
Amounts due from banks	40,402,922	50,609,923	43,748,199
Government securities	135,372,067	163,748,221	164,960,116
Loans and advances	422,548,084	363,204,144	345,102,903
Current income tax recoverable	2,951,446	4,119,051	2,911,188
Other assets	4,013,947	5,279,151	7,004,253
Due from related parties	318,090	281,426	2,876,915
Deferred tax asset	1,672,841	1,672,841	745,556
Non-Current asset held for sale	-	-	40,000
Intangible assets	1,664,506	2,044,375	2,129,183
Property and equipment	26,970,468	25,724,934	27,078,508
Right of use asset	4,105,023	5,063,039	6,758,017
TOTAL ASSETS	687,846,185	668,819,761	658,413,379
LIABILITIES			
Deposit from customers	445,339,564	399,395,784	400,191,838
Deposit from financial institutions	59,183,674	119,141,983	125,007,390
Provision for legal claims	583,802	818,836	327,065
Credit funds	1,344,484	1,187,337	368,096
Borrowings	32,017,441	26,699,064	9,424,949
Other payables	21,915,857	10,048,657	19,980,998
Due to related parties	13,116,692	1,809,940	1,345,450
Deferred income tax	1,471,267	1,471,268	2,420,967
Current income tax	2,298,927	5,339,361	1,945,074
Lease Liability	3,967,983	5,044,348	5,865,665
TOTAL LIABILITIES	581,239,691	570,956,578	566,877,492
EQUITY			
Share capital	81,509,050	63,614,562	63,614,562
Share premium	8,032,565	4,978,042	4,978,042
Revaluation reserves	1,101,308	1,101,308	1,426,118
Statutory reserves	-	536,908	536,908
Retained earnings	15,963,571	27,632,363	20,980,257
TOTAL EQUITY	106,606,494	97,863,183	91,535,887
TOTAL LIABILITIES AND EQUITY	687,846,185	668,819,761	658,413,379

**REVIEWED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2022**

STATUTORY DISCLOSURES	30/06/2022 FRW '000		
A) Capital Strength			
Core capital (Tier 1)	97,702,961		
Supplementary capital (Tier 2)	275,327		
Total capital	97,978,288		
Total risk weighted assets	511,761,169		
Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	19.09%		
Tier 2 ratio	0.05%		
Total capital/total risk weighted assets ratio	19.15%		
Leverage Ratio	9.39%		
B) Credit Risks			
1. Total gross credit risk exposure: after accounting offsets and without taking into account credit risk mitigation	605,606,557		
2. Average gross credit exposure, broken down by major types of credit exposure:			
a) Loans, commitments, and other non-derivatives off-balance sheet exposure	492,876,865		
b) Debt securities	135,564,031		
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	135,564,031	391,173,797	
b) Northern Region	-	19,195,010	
c) Southern Region	-	28,907,962	
d) Eastern Region	-	25,834,318	
e) Western Region	-	27,765,778	
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated:			
	Debt Securities	Loans & Commitments	
a) Government	135,564,031	-	
b) Financial	-	-	
c) Manufacturing	-	56,127,492	
d) Infrastructure and construction	-	105,611,129	
e) Services and Commerce	-	128,409,264	
f) Others	-	202,728,980	
5. Off-balance sheet items		53,133,443	
6. Non-performing loans indicators			
a) Non-performing loans (NPL)		19,785,541	
b) NPL ratio		4.01%	
7. Related parties			
a) Loans to Directors, shareholders and subsidiaries		5,187,762	
b) Loan to employees		10,833,967	
8. Restructured loans as at 30 June 2022			
a. No. of borrowers		1,749	
b. Amount outstanding (Frw '000)		85,157,843	
c. Provision thereon (Frw '000) (regulatory):		1,566,684	
d. Restructured loans as % of gross loans		19.37%	
C) Liquidity Risk			
a) Liquidity Coverage Ratio		778.95%	
b) Net Stable Funding Ratio		124.75%	
D) Operational risk			
	TYPE	NUMBER	FRW '000
	Fraud cases	4	4,750
	Forged documents	2	22,858
	Account Manipulation	-	-
	Error	-	-
E) Market Risk			
a) Interest rate risk		1,060,206	
b) Equity position risk		-	
c) Foreign exchange risk		1,383,833	
F) Country Risk			
a) Interest rate risk		-	
b) Equity position risk		40,402,922	
c) Foreign exchange risk		-	
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		14	
g) Number of females senior managers		4	
h) Number of males senior managers		10	

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

- i. Interest and similar income: Up by 10.91% year on year driven by the growth in loan book of 22.44% y-o-y.
- ii. Interest expense- decreased by 6.15% year on year while customer deposits grew by 11.28% in the same period driven by growth in customer base and low-cost deposits due to enhanced deployment of technology to serve our customers.
- iii. Impairment charge on financial assets: The decrease on net impairment charges was due to substantial recoveries of written off loans and improved loan book quality.
- iv. Total assets: Increased by 4.47% year on year driven by loan book growth – 22.44% funded by customer deposits which grew by 11.28% over the same period. The growth in customer deposits demonstrates continued confidence that our customers have in the merged bank.
- v. 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.
- vi. The 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.

The financial statements and other disclosures are available on our website at www.bpr.rw

The interim reviewed financial statements were approved by the board of directors on 29th July 2022 and Signed on its behalf by:



Managing Director



Chair Audit Committee



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ONE

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OF NATIONS**

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