

URWEGO BANK PLC
STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 31 MARCH 2021 (UNAUDITED)

	Note	Mar-21 Frw'000	Mar-20 Frw'000
Interest and similar income	1	885,637	908,107
Interest and similar expense	2	<u>(101,444)</u>	<u>(93,249)</u>
Net interest income		<u>784,193</u>	<u>814,858</u>
Fee and commission income	3	204,307	176,286
Fee and commission expense	4	<u>(66,464)</u>	<u>(36,040)</u>
Net fees and commission income		<u>137,843</u>	<u>140,246</u>
Net foreign exchange income		51,254	30,872
Premium income		2,782	4,050
Other operating income	5	<u>94,570</u>	<u>79,342</u>
Total operating income		<u>1,070,642</u>	<u>1,069,368</u>
Impairment losses on financial assets	6	<u>(108,682)</u>	<u>(88,398)</u>
Operating income after impairment losses		<u>961,960</u>	<u>980,970</u>
Personnel expenses	7	<u>(626,310)</u>	<u>(636,239)</u>
Depreciation on property, plant and equipment	9	<u>(35,839)</u>	<u>(46,113)</u>
Depreciation on right of use assets	10	<u>(59,223)</u>	<u>(76,897)</u>
Amortisation on intangible assets	11	<u>(5,696)</u>	<u>(6,110)</u>
Other operating expenses	8	<u>(255,738)</u>	<u>(348,232)</u>
Total operating expenses		<u>(982,806)</u>	<u>(1,113,591)</u>
Loss before tax		<u>(20,846)</u>	<u>(132,621)</u>
Income tax expenses		-	-
Loss for the year		<u>(20,846)</u>	<u>(132,621)</u>
Other comprehensive income		-	-
Total comprehensive loss		<u>(20,846)</u>	<u>(132,621)</u>


URWEGO BANK PLC
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 MARCH 2021 (UNAUDITED)

	Note	Mar-21 Frw'000	Dec-20 Frw'000
ASSETS			
Cash in hand	12(a)	1,219,737	652,572
Due from the National Bank of Rwanda	12(b)	190,861	515,712
Due from other banking institutions	12(c)	4,086,902	4,894,856
Loans and advances to customers	13	11,705,633	12,216,022
Financial instruments at amortized costs	14	3,629,216	3,001,761
Other assets	15	477,351	339,954
Current income tax assets		313,812	310,524
Property, plant and equipment	9	423,412	453,349
Right of use assets	10	930,752	968,174
Intangible assets	11	38,858	44,554
TOTAL ASSETS		<u>23,016,534</u>	<u>23,397,478</u>
LIABILITIES			
Deposits from customers	16	15,904,916	16,080,577
Other payables	17	984,990	980,770
Borrowed funds	18	2,717,295	2,905,953
TOTAL LIABILITIES		<u>19,607,201</u>	<u>19,967,300</u>
EQUITY			
Share capital	19	11,012,677	11,012,677
Share premium		(1,394,481)	(1,394,481)
Retained earnings	20	(6,208,864)	(6,188,018)
Total equity		<u>3,409,332</u>	<u>3,430,178</u>
TOTAL LIABILITIES AND EQUITY		<u>23,016,533</u>	<u>23,397,478</u>

The statement of financial position and statement of profit or loss were approved by the Board of Directors on

May 28th 2021 and signed on its behalf by


 Chief Executive Officer


 Chairperson of the Board of Audit Committee



URWEGO BANK PLC
AS AT 31 MARCH 2021
APPENDIX 1: OTHER DISCLOSURES (UNAUDITED)

Item			
A. Capital Strength	Figures in		
	Frw'000		
a. Core capital (Tier 1)	3,370,474		
b. Supplementary capital (Tier 2)	174,967		
c. Total capital	3,545,441		
d. Total risk weighted assets	13,946,559		
e. Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	24.17%		
f. Tier 2 ratio	1.25%		
g. Total capital/total risk weighted assets ratio	25.42%		
h. Leverage ratio	13%		
B. Credit Risk			
1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	20,208,059		
2. Average gross credit exposures, broken down by major types of credit exposure:	20,208,059		
a) Loans, commitments and other non-derivative off-balance sheet exposures;	-		
b) Debt securities;	-		
c) OTC derivatives	-		
3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure;			
a. Kigali City	7,866,461		
b. Northern Province	585,090		
c. Eastern province	2,248,067		
d. Western Province	998,426		
f. Southern Province	1,288,549		
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:			
a. Public;	190,861		
b. Financial;	4,086,902		
c. Manufacturing;	-		

URWEGO BANK PLC
AS AT 31 MARCH 2021 (CONT'D)
APPENDIX 1: OTHER DISCLOSURES (UNAUDITED)

4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas: (cont'd)			
d. Infrastructure and construction;	6,536,568		
e. Services and commerce.	5,623,028		
f. Others	2,204,878		

5. Off- balance sheet items	425,000		
6. Non-performing loans indicators			
a. Non-performing loans (NPL)	683,753		
b. NPL ratio	5.27%		
7. Related parties			
a. Loans to directors, shareholders, and subsidiaries	-		
b. Loans to employees	363,525		
8. Restructured loans as at 31 March 2021			
a. No. of borrowers with restructured loans	2,991		
b. No. of loans restructured	3,002		
c. Amount outstanding (Frw'000) on restructured loans	3,824,027		
d. Provision thereon (Frw'000) (regulatory)	690,853		
e. Restructured loans as % of outstanding loan amounts (all borrowers)	29%		
C. LIQUIDITY RISK			
a. Liquidity Coverage Ratio (LCR)	254%		
b. Net Stable Funding Ratio (NSFR)	233%		
D. OPERATIONAL RISK			
	Types	Number	amount Frw'000
a. Number and types of frauds and their corresponding amount	Misappropriation of Funds	-	-
E. MARKET RISK			
a. Interest rate risk	-		
b. Equity position risk	-		
c. Foreign exchange risk	5,150		
F. COUNTRY RISK			
a. Credit exposures abroad	0		
b. Other assets held abroad	304,881		
c. Liabilities to abroad	1,639,096		

URWEGO BANK PLC
AS AT 31 MARCH 2021 (CONT'D)
APPENDIX 1: OTHER DISCLOSURES (UNAUDITED)

G. Management and board composition			
a.	Number of Board members	10	
b.	Number of independent directors	6	
c.	Number of non-independent directors	4	
d.	Number of female directors	4	
e.	Number of male directors	6	
f.	Number of Senior Managers	6	
g.	Number of females Senior Managers	3	
h.	Number of males Senior Managers	3	

Note: These financial statements and other disclosures are also accessible at the website of Urwego Bank PLC with this URL address: www.urwegobank.com

Our head office address: Umuyenzi Plaza-3rd floor, KG 5 RD, Rukiri Cell, Remera Sector, Gasabo District

EXPLANATORY NOTES ON KEY VARIANCES FOR Q1-2021 VERSUS Q1-2020

- In Q1-2021, Interest income were 2% lower than prior same period namely driven by slow lending as a result of COVID-19.
- In Q1-2021, Interest expenses were 9% higher than prior year same period, namely due to long term terms loans contracted by the Bank to support its operations
- In Q1-2021, Impairment losses was 88% higher than prior year same period as a result of expected credit loss from clients struggling with impact of COVID-19
- In Q1-2021, net loans portfolio was 4% lower than prior year same period due to slow down in lending activities as a result of COVID-19 as well increase in loan loss reserve due to expected credit loss stemming from COVID-19 impact
- In Q1-2021, Cash in hand and cash in banks reduced by 9% while investment in financial instruments were 21% higher than prior year same period, as the Bank invested in financial instruments to compensate slow-down in lending activities.
- In Q1-2021, customers deposits were almost equal to prior year same period with a slight negative variance of 1%
- Bank's equity was almost equal to prior year same period with a slight negative variance of 1%