

URWEGO BANK PLC
CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 30 JUNE 2022 (REVIEWED BY EXTERNAL AUDITORS)

	Note	June-22 Frw'000	June-21 Frw'000
Interest and similar income	3	2,514,045	1,859,544
Interest and similar expense	4	(203,807)	(189,267)
Net interest income		<u>2,310,238</u>	<u>1,670,277</u>
Fees and commissions income	5	441,781	399,333
Fees and commissions expense	6	(137,155)	(151,819)
Net fees and commission income		<u>304,626</u>	<u>247,514</u>
Net foreign exchange income		47,018	94,159
Premium income		-	6,868
Other operating income	7	<u>102,982</u>	<u>215,571</u>
Total operating income		<u>2,764,864</u>	<u>2,234,389</u>
Net impairment charge on loans and advances	8	<u>67,278</u>	<u>79,737</u>
Operating income after impairment losses		<u>2,832,142</u>	<u>2,314,126</u>
Personnel expenses	9	(1,325,176)	(1,225,971)
Depreciation on property and equipment	10	(81,658)	(73,614)
Depreciation on right of use assets	11	(102,364)	(121,188)
Amortisation of intangible assets	12	(6,899)	(11,394)
Other operating expenses	14	<u>(744,396)</u>	<u>(608,992)</u>
Total operating expenses		<u>(2,260,493)</u>	<u>(2,041,159)</u>
Profit before tax		<u>571,649</u>	<u>272,967</u>
Income tax		-	-
Profit for the period		<u>571,649</u>	<u>272,967</u>
Other comprehensive income		-	-
Total comprehensive profit		<u>571,649</u>	<u>272,967</u>

URWEGO BANK PLC
CONDENSED STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 JUNE 2022 (REVIEWED BY EXTERNAL AUDITORS)


	Note	June-22 Frw'000	Dec-21 Frw'000
ASSETS			
Cash in hand	15(a)	1,179,585	755,711
Due from the National Bank of Rwanda	15(b)	730,812	1,189,619
Due from other banking institutions	15(c)	3,671,578	4,000,729
Loans and advances to customers	16	18,110,060	17,120,080
Financial instruments at amortized costs	17	2,146,199	2,146,427
Other assets	18	641,638	415,715
Current income tax assets	13	319,673	300,916
Property and equipment	10	409,600	429,711
Right of use assets	11	790,297	655,589
Intangible assets	12	19,620	26,519
Deferred tax assets	13	<u>276,268</u>	<u>276,268</u>
TOTAL ASSETS		<u>28,295,330</u>	<u>27,317,284</u>
LIABILITIES			
Deposits from customers	19	19,702,866	18,754,064
Other payables	20	1,001,128	1,365,311
Borrowed funds	21	1,847,088	2,090,954
Lease Liabilities	22	<u>863,694</u>	<u>798,050</u>
TOTAL LIABILITIES		<u>23,414,776</u>	<u>23,008,379</u>
EQUITY			
Share capital	23	9,491,629	9,491,629
Share premium		126,568	126,568
Accumulated losses	24	<u>(4,737,643)</u>	<u>(5,309,292)</u>
Total equity		<u>4,880,554</u>	<u>4,308,905</u>
TOTAL LIABILITIES AND EQUITY		<u>28,295,330</u>	<u>27,317,284</u>

The interim financial information on pages 6 to 21 was approved by the Board of Directors on 30th August 2022 and signed on its behalf by



 Christine Baingana
 Chief Executive Officer





 Amanda Y. Fung
 Chairperson of the Board Audit Committee

URWEGO BANK PLC
APPENDIX 1: OTHER DISCLOSURES (REVIEWED BY EXTERNAL AUDITORS)
AS AT 30 JUNE 2022

Item			
A. Capital Strength	Figures in Frw'000		
a. core capital (Tier 1)	4,298,842		
b. supplementary capital (Tier 2)	200,251		
c. total capital	4,499,093		
d. total risk weighted assets	16,020,077		
e. core capital/ Total risk weighted assets ratio (Tier 1 ratio)	26.83%		
f. tier 2 ratio	1.25%		
g. total capital/total risk weighted assets ratio	28.08%		
h. leverage ratio	15%		
B. Credit Risk			
1. total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	26,498,434		
2. average gross credit exposures, broken down by major types of credit exposure:	26,498,434		
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	17,508,593		
b. Northern Province	1,273,479		
c. Eastern province	3,962,523		
d. Western Province	1,869,245		
f. Southern Province	1,884,594		
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:			
a) public;	730,812		
b) financial;	5,278,403		
c) manufacturing;	-		
d) infrastructure and construction;	10,060,156		

URWEGO BANK PLC
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AS AT 30 JUNE 2022

e) services and commerce.	6,749,791		
f) others	3,679,272		
5. Off- balance sheet items	500,000		
6. Non-performing loans indicators			
a) Non-performing loans (NPL)	362,600		
b) (b) NPL ratio	1.92%		
7. Related parties			
a. Loans to directors, shareholders and subsidiaries	-		
b. Loans to employees	340,504		
8. Restructured loans as at 31 June 2022			
a. No. of borrowers with restructured loans	147		
b. No. of loans restructured	161		
c. Amount outstanding (Frw'000) on restructured loans	2,106,631		
d. Provision thereon (Frw'000) (regulatory)	113,919		
e. Restructured loans as % of outstanding loan amounts (all borrowers)	11%		
C. LIQUIDITY RISK			
a. Liquidity Coverage Ratio (LCR)	180%		
b. Net Stable Funding Ratio (NSFR)	186%		
D. OPERATIONAL RISK			
	Types	Number	Amount Frw'000
a. Number and types of frauds and their corresponding amount	Misappropriation of Funds	28	1,925
E. MARKET RISK			
a. Interest rate risk	1,594		
b. Equity position risk	-		
c. Foreign exchange risk	13,695		
F. COUNTRY RISK			
a. Credit exposures abroad	-		
b. Other assets held abroad	377,898		
c. Liabilities to abroad	1,890,670		
G. Management and board composition			
a. Number of Board members	10		

URWEGO BANK PLC
APPENDIX 1: OTHER DISCLOSURES (REVIEWED BY EXTERNAL AUDITORS)
AS AT 30 JUNE 2022

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		

EXPLANATORY NOTES ON KEY VARIANCES FOR Q2-2022 VERSUS Q2-2021

- The Bank realized a 38% yoy growth on net interest income due to higher portfolio in Q2-2022 compared to Q2-2021. This was namely triggered by rebound of economic activities as COVID-19 slowed down and the Bank increased its loan portfolio compared to Q2-2021.
- In Q2-2022, fee income is 11% higher than fee income for Q2-2021 triggered namely by fees from loans that are higher than prior year by 11% due to increase in lending activities, as well as from client deposits which are 5% higher than prior year same period due to higher deposits compared to prior period
- Impairment loss is 16% lower than prior year because of lower expected credit loss and reduction in portfolio at risks.
- Due to better performance in Q2-2022 compared to Q2-2021, the Bank's bottom line was 128% better than Q2-2021 due to better performance triggered by slow down of COVID-19
- The Bank's net portfolio was 6% higher than December 2021 due more disbursement in the 6 months of 2022
- Right of use assets increased by 21% due to new offices leased by the Bank to accommodate its credit offices as it expands its outreach.
- Customers deposits were 5% higher than prior year due to efforts put forth to mobilize more deposits.
- The total equity increased by 14% compared to December 2021 due to profits realized over the 6 months of 2022
- Bank realized a 4% growth of its total assets in Q2-2022 compared to December 2021.

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

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