

**URWEGO BANK PLC**  
**STATEMENT OF PROFIT OR LOSS**  
**FOR THE PERIOD ENDED 31 MARCH 2023 (UNAUDITED)**

	Note	Mar-23 Frw'000	Mar-22 Frw'000
Interest and similar income	3	1,485,226	1,228,504
Interest and similar expense	4	<u>(171,474)</u>	<u>(95,088)</u>
<b>Net interest income</b>		<b><u>1,313,752</u></b>	<b><u>1,133,416</u></b>
Fees and commissions income	5	224,824	205,520
Fees and commissions expense	6	<u>(68,730)</u>	<u>(72,545)</u>
<b>Net fees and commission income</b>		<b><u>156,094</u></b>	<b><u>132,975</u></b>
Net foreign exchange income		36,954	26,759
Other operating income	7	<u>52,258</u>	<u>53,830</u>
<b>Total operating income</b>		<b><u>1,559,058</u></b>	<b><u>1,346,980</u></b>
Net impairment charge on loans and advances	8	27,941	135,344
<b>Operating income after impairment losses</b>		<b><u>1,586,999</u></b>	<b><u>1,482,324</u></b>
Personnel expenses	9	(800,646)	(668,473)
Depreciation on property and equipment	10	(39,008)	(38,334)
Depreciation on right of use assets	11	(46,594)	(51,208)
Amortisation of intangible assets	12	(2,701)	(3,716)
Other operating expenses	13	<u>(430,574)</u>	<u>(321,625)</u>
<b>Total operating expenses</b>		<b><u>(1,319,523)</u></b>	<b><u>(1,083,356)</u></b>
<b>Profit before tax</b>		<b><u>267,476</u></b>	<b><u>398,968</u></b>
<b>Income tax</b>		<b>=</b>	<b>=</b>
<b>Profit after tax</b>		<b><u>267,476</u></b>	<b><u>398,968</u></b>

**URWEGO BANK PLC**  
**STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 31 MARCH 2023 (UNAUDITED)**


	Note	Mar-23 Frw'000	Dec-22 Frw'000
<b>ASSETS</b>			
Cash in hand	14(a)	1,431,742	973,623
Due from the National Bank of Rwanda	14(b)	1,150,132	1,133,388
Due from other banking institutions	14(c)	3,189,111	2,670,774
Loans and advances to customers	15	20,499,309	22,478,240
Financial investments	16	1,739,315	1,743,373
Other assets	17	634,079	507,375
Current income tax assets		328,421	328,012
Property and equipment	10	662,399	663,576
Right of use assets	11	689,437	718,477
Intangible assets	12	10,808	13,509
Deferred tax assets		<u>64,178</u>	<u>64,179</u>
<b>TOTAL ASSETS</b>		<b><u>30,398,931</u></b>	<b><u>31,294,526</u></b>
<b>LIABILITIES</b>			
Deposits from customers	18	19,137,709	19,429,862
Other payables	19	1,367,130	1,635,955
Borrowed funds	20	2,698,532	3,255,715
Lease Liabilities	21	<u>771,421</u>	<u>816,331</u>
<b>TOTAL LIABILITIES</b>		<b><u>23,974,792</u></b>	<b><u>25,137,863</u></b>
<b>EQUITY</b>			
Share capital	22	11,077,450	11,077,450
Share premium		126,605	126,605
Accumulated losses	23	<u>(4,779,916)</u>	<u>(5,047,392)</u>
<b>TOTAL EQUITY</b>		<b><u>6,424,139</u></b>	<b><u>6,156,663</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b><u>30,398,931</u></b>	<b><u>31,294,526</u></b>

The statement of financial position and statement of profit or loss were approved by the Board of Directors on 30th May 2023 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 (UNAUDITED)**  
**AS AT 31 MARCH 2023 (CONT'D)**

Item	Figures in Frw'000		
<b>A. Capital Strength</b>			
a. Core capital (Tier 1)	6,215,413		
b. Supplementary capital (Tier 2)	233,929		
c. Total capital	6,449,342		
d. Total risk weighted assets	18,714,144		
e. Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	33.21%		
f. Tier 2 ratio	1.25%		
g. Total capital/total risk weighted assets ratio	34.46%		
h. Leverage ratio	20%		
<b>B. Credit Risk</b>			
1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	29,503,657		
2. Average gross credit exposures, broken down by major types of credit exposure:	29,503,657		
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	18,590,147		
b. Northern Province	1,611,402		
c. Eastern province	4,717,541		
d. Western Province	2,613,955		
f. Southern Province	1,970,612		
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:			
a) Public;	1,150,132		
b) Financial;	3,210,008		
c) Manufacturing;	-		
d) Infrastructure and construction;	10,451,953		
e) Services and commerce.	10,422,921		
f) Others	4,268,643		
<b>5. Off- balance sheet items</b>	-		
<b>6. Non-performing loans indicators</b>			
a) Non-performing loans (NPL)	207,955		

**URWEGO BANK PLC**  
**APPENDIX 1: OTHER DISCLOSURES (UNAUDITED)**  
**AS AT 31 MARCH 2023 (CONT'D)**

b) NPL ratio	1.01%		
<b>7. Related parties</b>			
a. Loans to directors, shareholders and subsidiaries	-		
b. Loans to employees	444,843		
<b>8. Restructured loans as at 31 March 2023</b>			
a. No. of borrowers with restructured loans	67		
b. No. of loans restructured	86		
c. Amount outstanding (Frw'000) on restructured loans	1,508,759		
d. Provision thereon (Frw'000) (regulatory)	8,703		
e. Restructured loans as % of outstanding loan amounts (all borrowers)	7.0%		
<b>C. LIQUIDITY RISK</b>			
a. Liquidity Coverage Ratio (LCR)	218%		
b. Net Stable Funding Ratio (NSFR)	184%		
<b>D. OPERATIONAL RISK</b>			
	Types	Number	Amount Frw'000
a. Number and types of frauds and their corresponding amounts	cash misappropriation	1	109
<b>E. MARKET RISK</b>			
a. Interest rate risk	1,594		
b. Equity position risk	-		
c. Foreign exchange risk	20,737		
<b>F. COUNTRY RISK</b>			
a. Credit exposures abroad	-		
b. Other assets held abroad	362,892		
c. Liabilities to abroad	1,731,452		

**URWEGO BANK PLC**  
**APPENDIX 1: OTHER DISCLOSURES (UNAUDITED)**  
**AS AT 31 MARCH 2023 (CONT'D)**

<b>G. Management and board composition</b>			
a. Number of Board members		9	
b. Number of independent directors		6	
c. Number of non-independent directors		3	
d. Number of female directors		3	
e. Number of male directors		6	

**EXPLANATORY NOTES ON KEY VARIANCES FOR Q1-2023 VERSUS Q1-2022**

- In Q1-2023, net interest income was 16% higher than prior year same period due to increase in lending activities
- Fees and commission income was 9% higher than prior year same period due to increase in lending and banking operations
- Impairment loss is 79% lower than prior year same period as a result of increased quality of loans, recovery activities and increased loan monitoring
- Net operating income is 16% higher than prior year same period due to increase in lending and banking operations compared to prior year same period
- Personnel expenses increased by 20% compared to prior year due to increase in staff to support Bank's efforts to serve the underserved and increase its outreach
- Due to better underwriting and loan monitoring as well as recovery effort, the ratio of Non-Performing loans was impressively standing at 1.01%
- The Bank has sound liquidity in the short and long term period with a buffer of 118% for LCR and 84% for NSFR

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

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