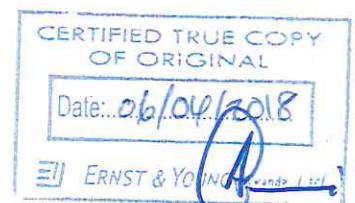


URWEGO BANK LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 Frw'000	2016 Frw'000
Interest and similar income	3	3,408,014	3,284,045
Interest and similar expense	4	<u>(645,698)</u>	<u>(530,375)</u>
Net interest income		2,762,316	2,753,670
Fee and commission income	5(a)	1,055,684	1,384,342
Fee and commission expense	5(b)	<u>(54,707)</u>	<u>(61,707)</u>
Net fees and commission income		1,000,977	1,322,635
Net foreign exchange income		218,487	147,641
Premium income	5(c)	15,313	31,585
Other operating income	6	<u>864,749</u>	<u>1,084,841</u>
Total operating income		4,861,842	5,340,372
Impairment losses on financial assets	7	<u>(1,308,655)</u>	<u>(1,065,829)</u>
Operating income after impairment losses		<u>3,553,187</u>	<u>4,274,543</u>
Personnel expenses	8	(2,445,320)	(2,810,523)
Depreciation on property and equipment	9	(299,178)	(297,409)
Amortisation of intangible assets	10	(98,981)	(97,855)
Gross claims and policyholders benefits' payable		-	(5,600)
Other operating expenses	11	<u>(2,669,444)</u>	<u>(2,615,729)</u>
Total operating expenses		<u>(5,512,923)</u>	<u>(5,827,116)</u>
Loss before tax		(1,959,736)	(1,552,573)
Income tax credit/ (charge)	12	<u>527,404</u>	<u>(278,433)</u>
Loss for the year		(1,432,332)	(1,831,006)
Other comprehensive income		-	-
Total comprehensive loss		<u>(1,432,332)</u>	<u>(1,831,006)</u>




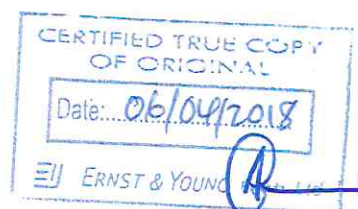
URWEGO BANK LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Note	2017 Frw'000	2016 Frw'000
ASSETS			
Cash in hand	13(a)	543,844	861,740
Due from the National Bank of Rwanda	13(b)	331,077	885,454
Due from other banking institutions	13(c)	4,732,345	1,963,886
Loans and advances to customers	14	10,566,418	13,514,592
Financial investments - held to maturity	15	2,457,058	2,392,840
Other assets	16	920,311	822,786
Current income tax assets	12	213,780	182,791
Non-current asset held for sale	17	47,269	28,318
Property and equipment	9	972,443	1,557,517
Intangible assets	10	152,533	203,763
Deferred tax assets	12	404,414	-
TOTAL ASSETS		<u>21,341,492</u>	<u>22,413,687</u>
LIABILITIES			
Deposits from customers	18	15,453,114	16,077,096
Other payables	19	1,786,747	1,734,323
Borrowed funds	20	872,453	1,344,493
Deferred tax liabilities	12	-	122,991
TOTAL LIABILITIES		<u>18,112,314</u>	<u>19,278,903</u>
EQUITY			
Share capital	21(a)	8,136,777	5,089,100
Share (discount)/ premium	21(b)	(1,394,581)	126,370
Accumulated losses		(3,513,018)	(2,080,686)
Total equity		<u>3,229,178</u>	<u>3,134,784</u>
TOTAL LIABILITIES AND EQUITY		<u>21,341,492</u>	<u>22,413,687</u>

The financial statements were approved by the Board of Directors on 02/04/2018 2018
and signed on its behalf by:

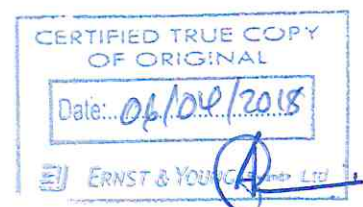

.....
Chief Executive Officer


.....
Chairperson of the Audit committee



URWEGO BANK LIMITED
 STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2017

	Share capital	Accumulated losses	Share premium/ (Discount)	Other Reserves	Total equity
	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000
As at 01 January 2016	4,504,300	(249,680)	126,341	11,423	4,392,384
Loss for the year	-	(1,831,006)	-	-	(1,831,006)
Transfer of convertible loan	-	-	-	(11,423)	(11,423)
Issue of shares	<u>584,800</u>	<u>-</u>	<u>29</u>	<u>-</u>	<u>584,829</u>
At 31 December 2016	<u>5,089,100</u>	<u>(2,080,686)</u>	<u>126,370</u>	<u>-</u>	<u>3,134,784</u>
As at 01 January 2017	5,089,100	(2,080,686)	126,370	-	3,134,784
Loss for the year	-	(1,432,332)	-	-	(1,432,332)
Issue of shares	<u>3,047,677</u>	<u>-</u>	<u>(1,520,951)</u>	<u>-</u>	<u>1,526,726</u>
At 31 December 2017	<u>8,136,777</u>	<u>(3,513,018)</u>	<u>(1,394,581)</u>	<u>-</u>	<u>3,229,178</u>



URWEGO BANK LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 Frw'000	2016 Frw'000
Cash flows from operating activities :			
Loss before tax		(1,959,736)	(1,552,573)
Adjustments for:			
Amortisation of intangible assets	10	98,981	97,855
Depreciation on property and equipment	9	299,178	297,409
Grant income from amortization of deferred revenue		(700,328)	(983,450)
Income from amortisation of loan processing fees		(320,404)	-
(Gains) / loss on disposal of property and equipment		195,631	45,175
Provision for impairment on assets held for sale		32,100	-
Finance costs	4	126,049	142,508
Exchange gain difference		<u>(218,487)</u>	<u>39,754</u>
Operating profit before changes in operating assets and liabilities		(2,447,016)	(1,913,322)
Changes in working operating assets and liabilities			
Decrease/(increase) in loans and advances	14	2,948,174	1,151,240
Decrease/(increase) in other assets		(97,527)	43,131
(Decrease) / increase in deposits from customers		(623,982)	3,056,165
Decrease in Deposits from banks and other financial Institutions		-	(450,000)
(Increase)/ decrease in Financial investments - held to maturity		(463,384)	(1,717,948)
Increase/(decrease) in other payables (excluding deferred items)		216,899	(160,479)
Loan processing fees collected		425,179	-
Grants received		569,272	1,581,934
Increase in cash reserve balances with National Bank		<u>(52,892)</u>	<u>(107,722)</u>
Cash generated from operations		<u>474,723</u>	<u>1,482,999</u>
Taxes paid		<u>(30,988)</u>	<u>(23,110)</u>
Net cash flows from operating activities		<u>443,735</u>	<u>1,459,889</u>
Cash flows from investing activities			
Purchase of property and equipment	9	(67,583)	(336,767)
Purchase of intangible assets	10	(49,406)	(20,763)
Non-current assets held for sale		-	3,131
Proceeds from sale of property and equipment		<u>141,641</u>	<u>48,264</u>
Net cash flows from / (used in) investing activities		<u>24,652</u>	<u>(306,135)</u>
Cash flows from financing activities:			
Proceeds from long & short term borrowings	20	848,450	1,099,381
Repayment of long & short term borrowings		(1,425,658)	(1,419,289)
Interest paid		(104,299)	(138,969)
Proceeds of issuance of share capital	21 (b)	<u>1,526,726</u>	<u>584,829</u>
Net cash flows from financing activities		<u>845,219</u>	<u>125,952</u>
Net increase in cash and cash equivalents		1,313,606	1,279,706
Net foreign exchange difference		236,305	(39,754)
Cash and cash equivalents at 01 January		<u>3,251,847</u>	<u>2,011,895</u>
Cash and cash equivalents	13(d)	<u>4,801,758</u>	<u>3,251,847</u>

