

URWEGO BANK PLC (FORMERLY URWEGO BANK LIMITED)
 STATEMENT OF PROFIT OR LOSS
 FOR THE PERIOD ENDED 30 JUNE 2018 (REVIEWED BY EXTERNAL AUDITORS)


	Notes	30 JUNE 2018 Frw'000	30 JUNE 2017 Frw'000
Interest and similar income	1	1,543,001	1,700,119
Interest and similar expense	2	<u>(243,614)</u>	<u>(318,184)</u>
Net interest income		1,299,387	1,381,935
Fee and commissions income	3	483,136	531,442
Fee and commissions expense	4	<u>(33,727)</u>	<u>(26,236)</u>
Net fee and commission income		449,409	505,206
Net foreign exchange income		52,669	111,741
Premium income		7,174	7,599
Other operating Income	5	<u>352,488</u>	<u>458,049</u>
Total operating income		<u>2,161,127</u>	<u>2,464,530</u>
Impairment loss on financial assets	6	(53,704)	(987,710)
Operating income after impairment losses		<u>2,107,423</u>	<u>1,476,820</u>
Personnel expense	7	(1,161,699)	(1,337,741)
Depreciation of property, plant and equipment	16	(129,479)	(153,497)
Amortization of intangible assets	17	(37,552)	(52,694)
Other operating expenses	8	<u>(1,182,769)</u>	<u>(1,183,218)</u>
Total operating expenses		(2,511,499)	(2,727,150)
Loss before income tax		(404,076)	(1,250,330)
Income tax credit/(expense)	15	_____	<u>(69,047)</u>
Net loss for the period		<u>(404,076)</u>	<u>(1,319,377)</u>

URWEGO BANK PLC (FORMERLY URWEGO BANK LIMITED)
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018 (REVIEWED BY EXTERNAL AUDITORS)

ASSETS	Note	30 JUNE	31 DECEMBER
		2018	2017
		Frw'000	Frw'000
Cash in hand	9	1,010,647	543,844
Due from the National Bank of Rwanda	10	910,369	331,077
Due from other Banking Institutions	11	3,886,343	4,732,345
Loans and advances to customers	12	10,055,501	10,566,418
Financial Investments	13	2,224,978	2,457,058
Other assets	14	859,465	920,311
Current income tax	15	244,183	213,780
Deferred income tax assets	15	404,414	404,414
Non-current assets held for sale		-	47,269
Property and equipment	16	885,494	972,443
Intangible assets	17	<u>115,310</u>	<u>152,533</u>
Total assets		<u>20,596,704</u>	<u>21,341,492</u>
LIABILITIES			
Deposits from Customers	18	15,544,725	15,453,114
Other liabilities	19	1,737,651	1,786,747
Borrowings	20	<u>571,652</u>	<u>872,453</u>
Total Liabilities		<u>17,854,028</u>	<u>18,112,314</u>
EQUITY			
Share capital	21	8,136,777	8,136,777
Share premium		(1,394,581)	(1,394,581)
Accumulated losses	22	<u>(3,999,520)</u>	<u>(3,513,018)</u>
Total Shareholders' equity		<u>2,742,676</u>	<u>3,229,178</u>
Total Equity and Liabilities		<u>20,596,704</u>	<u>21,341,492</u>

The statement of financial position and statement of profit or loss were approved by the Board of Directors on 31/08/2018 2018 and signed on its behalf by


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Chief Executive Officer


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Chairperson of the Board of Audit Committee



URWEGO BANK PLC (FORMERLY URWEGO BANK LIMITED)
AS AT 30 JUNE 2018
APPENDIX 1: OTHER DISCLOSURES (REVIEWED BY EXTERNAL AUDITORS)

	30 JUNE 2018
Item	Amount Frw'000
1. Off balance sheet items	1,000,000
2. Non-performing loan indicators	
(a) Non-performing loans	542,861
(b) NPL Ratio	5%
3. Capital Strength	
a. Core Capital (Tier1)	2,742,676
b. Supplementary Capital (Tier 2)	-
c. Total Capital	2,742,676
d. Total risk weighted assets	11,909,795
e. Core capital/Total risk weighted assets ratio	23%
f. Tier 1 ratio	23%
g. Total capital/total risk weighted assets ratio	23%
h. Tier 2 Ratio	0%
4. Liquidity	
a. Liquidity coverage ratio (LCR)	231%
b. Liquidity ratio	44%
5. Insider lending	
a. Loans to directors, shareholders and subsidiaries	-
b. Loans to employees	299,639
6. Management and board composition	
a. Number of Board members	9
b. Number of executive directors	1
c. Number of Non-executive directors	8
d. Number of female directors	3
e. Number of male directors	6
f. Number of executive committee	3
g. Number of females in the Executive committee	1
h. Number of males in the Executive committee	2

Note: These financial statements and other disclosures are also accessible at Urwego website: www.urwegobank.com

Our head office address: KN5, Rukiri Cell, Remera Sector, Gasabo District

Explanatory notes to the financial statements:

- In June 2018, interest income on loans reduced by 9% compared to June 2017 interests due to scale down of lending activities as some lending products were being streamlined by the bank.
- In June 2018, fees and commissions incomes are 9% lower than 2017 commission incomes due to reductions in lending activities
- In June 2018, interest expenses are 23% lower than 2017 interest expenses due to mobilization of non-expensive deposits as well as repayment of long term debt in 2017.
- In June 2018, loans and advances to customers reduced by 5% compared to December 2017 balances due to scale down of lending activities as the bank is streamlining its loans products. It is worth noting a 3% increase of loans and advances in June 2018 compared to March 2018
- Deposits remained stable with a slight increase of 1% in June 2018 compared to December 2017 balances