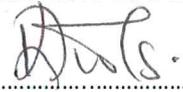


URWEGO BANK LIMITED
 STATEMENT OF FINANCIAL POSITION
 AS AT 30 SEPTEMBER 2017 (REVIEWED BY EXTERNAL AUDITORS)

ASSETS	Note	30 SEPTEMBER	31 DECEMBER
		2017	2016
		Frw'000	Frw'000
Cash in hand	9	1,143,985	861,740
Due from the National Bank of Rwanda	10	664,959	885,454
Due from other Banking Institutions	11	3,202,155	1,963,886
Loans and advances to customers	12	11,230,523	13,514,592
Financial Investments	13	2,972,456	2,392,840
Other assets	14	976,628	822,786
Current income tax	15	198,847	182,791
Deferred income tax assets	15	331,037	-
Non-current assets held for sale		28,631	28,318
Property and equipment	16	1,313,961	1,557,517
Intangible assets	17	167,963	203,763
Total assets		22,231,145	22,413,687
LIABILITIES			
Deposits from Customers	18	15,679,877	16,077,096
Other liabilities	19	1,959,360	1,734,323
Borrowings	20	1,612,328	1,344,493
Deferred tax liabilities	15	-	122,991
Total Liabilities		19,251,565	19,278,903
EQUITY			
Share capital	21	5,914,200	5,089,100
Share premium		126,326	126,370
Accumulated losses	22	(3,060,946)	(2,080,686)
Total Shareholders' equity		2,979,580	3,134,784
Total Equity and Liabilities		22,231,145	22,413,687

The statement of financial position and statement of profit or loss were approved by the Board of Directors on Nov 30 2017 and signed on its behalf by


 Chief Executive Officer



Chairperson of the Board of Audit Committee



URWEGO BANK LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 30 SEPTEMBER 2017 (REVIEWED BY EXTERNAL AUDITORS)

	Notes	30 SEPTEMBER 2017 Frw'000	30 SEPTEMBER 2016 Frw'000
Interest and similar income	1	2,541,462	2,581,199
Interest and similar expense	2	<u>(478,747)</u>	<u>(369,493)</u>
Net interest income		2,062,715	2,211,706
Fee and commissions income	3	785,944	945,419
Fee and commissions expense	4	<u>(39,913)</u>	<u>(47,855)</u>
Net fee and commission income		746,031	897,564
Net foreign exchange income		174,801	93,427
Premium income		11,340	27,346
Other operating Income	5	<u>632,879</u>	<u>842,015</u>
Total operating income		3,627,766	4,072,058
Impairment loss on financial assets	6	<u>(1,131,029)</u>	<u>(488,047)</u>
Operating income after impairment losses		<u>2,496,737</u>	<u>3,584,011</u>
Personnel expense	7	(1,898,394)	(2,168,814)
Depreciation of property, plant and equipment	16	(229,176)	(220,645)
Amortization of intangible assets	17	(75,247)	(72,946)
Gross claims and policyholders benefits' payable		-	(5,600)
Other operating expenses	8	<u>(1,728,208)</u>	<u>(1,986,060)</u>
Total operating expenses		<u>(3,931,025)</u>	<u>(4,454,065)</u>
Loss before income tax		(1,434,288)	(870,053)
Income tax for the period	15	<u>454,028</u>	<u>288,912</u>
Net loss for the period		<u>(980,260)</u>	<u>(581,141)</u>

URWEGO BANK LIMITED
AS AT 30 SEPTEMBER 2017
APPENDIX 1: OTHER DISCLOSURES (REVIEWED BY EXTERNAL AUDITORS)

	30 SEPTEMBER 2017
Item	Amount Frw'000
1. Off balance sheet items	-
2. Non-performing loan indicators	
(a) Non-performing loans	959,303
(b) NPL Ratio	8%
3. Capital Strength	
a. Core Capital (Tier1)	2,811,617
b. Supplementary Capital (Tier 2)	-
c. Total Capital	2,811,617
d. Total risk weighted assets	13,386,017
e. Core capital/Total risk weighted assets ratio	21%
f. Tier 1 ratio	21%
g. Total capital/total risk weighted assets ratio	21%
h. Tier 2 Ratio	0%
4. Liquidity	
a. Liquidity ratio	63%
5. Insider lending	
a. Loans to directors, shareholders and subsidiaries	-
b. Loans to employees	302,382
6. Management and board composition	
a. Number of Board members	10
b. Number of executive directors	1
c. Number of Non-executive directors	9
d. Number of female directors	3
e. Number of male directors	7
f. Number of executive committee	4
g. Number of females in the Executive committee	1
h. Number of males in the Executive committee	3

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:

- Cash in hand increased in Q3 2017 compared to December 2016 due to capital injection done in Q1-2017 and reduction in loan portfolio.
- Interest income was relatively stable compared to Q3 2016 performance with a reduction of 2% as a result of decrease in loan portfolio.
- Interest expenses increased by 30% compared to Q3 2016 performance as a result of mobilization fees for lines of credit coupled with an increase in saving deposits.
- Fees and commission income reduced by 17% compared to Q3 2016 due to maintenance fees, penalties income on non-performing loans were higher in Q3 2016 due to bad weather affecting mainly agriculture loans and this was not the case in the current period.