EQUITY BANK RWANDA PLC REVIEWED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE, 2023

EQUITY

STATEMENT OF FINANCIAL POSITION	30 Jun 2023 Frw '000' (Reviewed)	31 Dec 2022 Frw '000' (Audited)
ASSETS		
cash, deposits, and balances due from financial institutions	169,865,885	129,986,860
Restricted cash with Central Bank of Rwanda	25,071,743	21,720,791
Investment securities at amortised cost	81,213,719	64,980,528
Investment securities at FVOCI	95,520,710	95,464,957
Due from related parties	585,979	161,225
Loans and advances to customers	263,661,824	241,683,388
Other assets and prepaid expenses	8,937,720	9,958,078
Non-current assets held for sale	170,000	-
Property and equipment	3,647,419	3,204,822
Intangible assets	549,687	464,345
Right of use assets	2,865,716	2,781,674
Deferred income tax	4,221,325	4,221,325
TOTAL ASSETS	**656,311,727**	**574,627,993**
LIABILITIES		
Deposits from customers	452,753,192	423,027,467
Deposits from banks	48,790,230	17,158,110
Due to related parties	4,496,864	1,069,595
Borrowed funds	33,409,990	33,130,582
Other liabilities and deferred income	20,235,215	12,269,605
Lease liabilities	3,024,604	2,989,021
Current income tax	1,999,345	4,768,316
Dividend payable	13,979,580	13,979,580
TOTAL LIABILITIES	**578,689,020**	**508,392,276**
EQUITY		
Share capital	18,175,000	18,175,000
Share premium	2,112,690	2,112,690
FVOCI reserve	(11,019,847)	(7,714,395)
Regulatory reserve	-	3,008,558
Retained earnings	68,354,864	50,653,864
TOTAL EQUITY	**77,622,707**	**66,235,717**
TOTAL LIABILITIES AND EQUITY	**656,311,727**	**574,627,993**

The financial statements of Equity Bank Rwanda Plc were approved by the board of directors and signed on its behalf by:

Hannington Namara
Managing Director

28 August 2023

Camille Karamaga
Chair of Board Audit Commitee

28 August 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	30 Jun 2023 Frw '000' (Reviewed)	30 Jun 2022 Frw '000' (Reviewed)
Interest and similar income	29,515,904	23,051,004
Interest and similar expense	(4,841,354)	(4,860,315)
NET INTEREST INCOME	**24,674,550**	**18,190,689**
Fees and commission income	8,586,710	6,958,020
Fees and commission expense	(3,082,005)	(2,415,161)
NET FEES AND COMMISSION INCOME	**5,504,705**	**4,542,859**
Net foreign exchange income	2,886,171	1,406,760
Other operating income	347,550	330,890
OPERATING INCOME BEFORE IMPAIRMENT	**33,412,976**	**24,471,198**
Impairment losses on loans and advances to customers	(2,026,901)	(2,358,061)
OPERATING INCOME AFTER IMPAIRMENT LOSSES	**31,386,075**	**22,113,137**
Employee benefits	(5,352,849)	(3,912,973)
Depreciation of property and equipment	(487,042)	(534,659)
Amortisation of intangible assets	(65,494)	(53,180)
Depreciation of Right of use assets	(460,456)	(416,956)
Other operating expenses	(4,031,032)	(3,311,405)
TOTAL OPERATING EXPENSES	**(10,396,873)**	**(8,229,173)**
PROFIT BEFORE INCOME TAX	**20,989,202**	**13,883,964**
Income tax expense	(6,296,760)	(4,165,189)
PROFIT FOR THE PERIOD	**14,692,442**	**9,718,775**
STATEMENT OF OTHER COMPREHENSIVE INCOME		
Items that will be reclassified to profit or loss:		
FVOCI investment securities		
Fair value gain(loss)	(4,722,073)	(10,698,944)
Deferred income tax	1,416,622	3,209,683
Total other comprehensive income for the period	**(3,305,451)**	**(7,489,261)**
Total profit after tax and other comprehensive income	**11,386,991**	**2,229,514**

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Hannington Namara
Managing Director

28 August 2023

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Chair of Board Audit Commitee

28 August 2023

EQUITY BANK RWANDA PLC REVIEWED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE, 2023

EQUITY

APPENDIX: OTHER INFORMATION	30 Jun 2023 Frw 000 Amount/ Ratio/Number
I. CAPITAL STRENGTH	
1.Core Capital (Tier 1)	64,768,035
2.Supplementary Capital (Tier 2)	5,392,272
3.Total Capital	70,160,307
4.Total Risk Weighted Assets	431,439,527
5.Core Capital/ Total Risk Weighted Assets Ratio (Tier 1 Ratio)	15.01%
6.Tier 2 Ratio	1.25%
7.Total Capital/Total Risk Weighted Assets Ratio	16.26%
8.Leverage Ratio	10.00%
II.CREDIT RISK	
1.Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	283,228,917
2. Average gross credit exposures, broken down by major types of credit exposure:	
a) Loans, commitments and other non-derivative off-balance sheet exposures;	
• Agriculture	8,517,004
• Building and construction	11,089,140
• Education	11,850,539
• Energy and water	3,832,733
• Financial intermediation	77,632
• Information and communication	12,639,400
• Manufacturing	15,458,072
• Mining & quarrying	355,756
• Other service activities	7,338,413
• Personal/household	87,284,090
• Real estate	25,588,870
• Tourism, rest & hotels	33,823,390
• Trade	49,610,781
• Transport and communication	15,763,100
b) Debt securities;	176,734,429
c) OTC derivatives;	-
3. Regional or geographic distribution of gross exposures, broken down in significant areas by major types of credit exposure:	
a) Kigali	225,257,665
b) Southern	21,072,186
c) Western	16,188,920
d) Northern	9,287,993
e) Eastern	11,422,154
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:	
a) Government	11,132,638
b) Financial	77,632
c) Manufacturing	14,404,815
d) Infrastructure and construction	39,754,744
e) Services and commerce	124,479,515
f) Others	93,379,574
5. OFF- BALANCE SHEET ITEMS	
a) Guarantees issued outward	87,331,581
b) Outward letter of credit contra	18,018,667
6. NON-PERFORMING LOANS INDICATORS	
a) Non-performing loans (NPL)	13,772,337.
b) NPL ratio	4.80%
7. RELATED PARTIES	
a) Loans to directors, shareholders, and subsidiaries	116,389
b) Loan to employees	6,608,782
8. RESTRUCTURED LOANS	
a. No. of borrowers	418
b. Amount outstanding	43,499,119
c. Regulatory Provision thereon	5,231,363
c. Restructured loans as % of gross loans	15.36%

APPENDIX: OTHER INFORMATION	30 Jun 2023 Frw 000 Amount/ Ratio/Number		
III. LIQUIDITY RISK			
1) Liquidity Coverage Ratio (LCR)	220%		
2) Net Stable Funding Ratio (NSFR)	177%		
IV. OPERATIONAL RISK	Type	Number	Amount (000)
Number and types of frauds and their corresponding amount	-	-	-
V. MARKET RISK			
1. Interest rate risk	96,343,874		
2. Equity position risk	-		
3. Foreign exchange risk % of Core Capital (NOP)	5.66%		
VI. COUNTRY RISK			
1. Credit exposures abroad	-		
2. Other assets held abroad	27,410,728		
3. Liabilities to abroad	4,496,864		
VII. MANAGEMENT AND BOARD COMPOSITION			
1. Number of Board members	8		
2. Number of independent directors	6		
3. Number of non-independent directors	2		
4. Number of female directors	2		
5. Number of male directors	6		
6. Number of Senior Managers	11		
7. Number of females senior managers	5		
8. Number of males senior managers	6		

These financial statements and other disclosures can be accessed on the institutions website **www.equitygroupholdings.com/rw.** They may also be accessed at the institution's head office located at **Grand Pension Plaza, 3rd Floor, Kigali, Rwanda, Boulevard de la Révolution, P.O. Box 494, Kigali Rwanda, Tel: 4555, +250 788 190 000 /737 360 000, Email: Info@equitybank.co.rw**