EQUITY BANK RWANDA PLC

CONDENSED INTERIM FINANCIAL STATEMENTS
As at 30 JUNE 2020
[REVIEWED BY EXTERNAL AUDITORS]

STATEMENT OF FINANCIAL POSITION

	30 June 2020 Frw '000	31 December 2019 Frw '000
ASSETS		
Cash, deposits and balances due from financial institutions	68,301,299	64,883,075
Financial investments – amortised cost	22,467,212	17,252,625
Financial investments – FVOCI	40,198,930	28,552,058
Loans and advances to customers	166,251,506	156,299,235
Balances due from related parties	52,193	117,504
Other assets and prepaid expenses	4,223,199	2,955,981
Non-current assets held for sale	-	245,000
Property and equipment	2,593,732	3,021,673
Intangible assets	230,644	274,937
Right of use assets	2,259,957	2,498,711
TOTAL ASSETS	**306,578,672**	**276,100,799**
LIABILITIES		
Deposits from customers	197,758,900	184,177,472
Deposits from banks and other financial Institutions	27,279,692	13,913,744
Balances due to related parties	541,330	255,093
Borrowed funds	26,269,616	27,782,541
Other liabilities and accrued expenses	4,784,929	3,468,045
Lease liabilities	2,335,418	2,472,123
Current income tax	339,298	2,139,161
Deferred income tax liabilities	171,191	171,191
TOTAL LIABILITIES	**259,480,374**	**234,379,370**
CAPITAL AND RESERVES		
Share capital	18,175,000	18,175,000
Share premium	2,112,690	2,112,690
FVOCI reserve	1,497,394	677,287
Retained earnings	25,313,214	20,756,452
TOTAL EQUITY	**47,098,298**	**41,721,429**
TOTAL LIABILITIES AND EQUITY	**306,578,673**	**276,100,799**

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2020
[REVIEWED BY EXTERNAL AUDITORS]

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30 June 2020 Frw '000	30 June 2019 Frw '000
Interest and similar income	14,779,309	12,703,775
Interest and similar expense	(3,723,171)	(3,079,308)
Net interest income	**11,056,138**	**9,624,467**
Fees and commission income	3,476,231	3,106,814
Fees and commission expense	(822,706)	(807,138)
Net fees and commission income	**2,653,525**	**2,299,676**
Net foreign exchange income	780,058	762,499
Other operating income	180,932	103,928
Operating income before impairment	**14,670,653**	**12,790,570**
Impairment losses on loans and advances to customers	(1,325,145)	(1,180,074)
Operating income after impairment losses	**13,345,508**	**11,610,496**
Employee benefits	(3,127,779)	(2,712,593)
Depreciation of property and equipment	(544,822)	(570,300)
Amortisation of intangible assets	(44,234)	(36,274)
Depreciation of Right of use assets	(381,907)	(356,007)
Other operating expenses	(2,737,107)	(2,003,154)
Total operating expenses	**(6,835,849)**	**(5,678,328)**
Profit before income tax	**6,509,661**	**5,932,168**
Income tax expense	(1,952,898)	(1,779,650)
Profit for the period	**4,556,762**	**4,152,518**
Other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)	820,108	(182,162)
Total comprehensive income for the period	**5,376,870**	**3,970,356**

The Condensed interim financial statements of **Equity Bank Rwanda PLC** were approved by the board of directors on 28th August 2020 and signed on its behalf by:

Hannington Namara
Managing Director

Dr. Patrick Uwizeye
Chairperson of the Board Audit Committee

EQUITY BANK RWANDA PLC

OTHER DISCLOSURES

AT 30 JUNE 2020

APPENDIX: OTHER INFORMATION

ITEM	30-June-20 Frw 000 Amount/ Ratio/Number
I. CAPITAL STRENGTH	
1.Core Capital (Tier 1)	43,091,879
2.Supplementary Capital (Tier 2)	2,099,948
3.Total Capital	45,191,827
4.Total Risk Weighted Assets	248,066,511
5.Core Capital/ Total Risk Weighted Assets Ratio (Tier 1 Ratio)	17.37%
6.Tier 2 Ratio	0.85%
7.Total Capital/Total Risk Weighted Assets Ratio	18.22%
8.Leverage Ratio	12.00%
II.CREDIT RISK	
1.Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	170,705,952
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	1,556,973
• Building and construction	7,269,218
• Education	10,719,357
• Energy and water	4,677,371
• Financial intermediation	-
• Health and other	674,663
• Manufacturing	19,205,296
• Mining & quarrying	103,482
• Mortgage	13,990,077
• Personal/household	16,295,606
• Real estate	34,567,392
• Tourism, rest & hotels	28,279,827
• Trade	12,417,314
• Transport and communication	20,949,376
b) Debt securities;	-
c) OTC derivatives;	-
3. Regional or geographic distribution of gross exposures, broken down in significant areas by major types of credit exposure:	
a) Kigali	147,353,187
b) Southern	5,933,576
c) Western	7,689,440
d) Northern	4,342,243
e) Eastern	5,387,505
4.Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:	
a) Government	11,556,082
b) Financial	-
c) Manufacturing	19,135,008
d) Infrastructure and construction	48,632,597
e) Services and commerce	69,416,392
f) Others	21,965,873

ITEM	30-June-20 Frw 000 Amount/ Ratio/Number
5. Off- balance sheet items	
a) Guarantees issued outward	41,503,732
b) Outward letter of credit contra	3,268,423
6. Non-performing loans indicators	
a) Non-performing loans (NPL)	7,189,015
b) NPL ratio	4.18%
7. Related parties	
a) Loans to directors, shareholders and subsidiaries	58
b) Loan to employees	3,938,375
III. LIQUIDITY RISK	
1) Liquidity Coverage Ratio (LCR)	377%
2) Net Stable Funding Ratio (NSFR)	168%

IV. OPERATIONAL RISK

	Type	Number	Amount (000)
Number and types of frauds and their corresponding amount	Internal fraud	1	19200

V. MARKET RISK	
1. Interest rate risk	48,791,818
2. Equity position risk	-
3. Foreign exchange risk % of Core Capital (NOP)	(6.63%)
VI. COUNTRY RISK	
1. Credit exposures abroad	1,120,273
2. Other assets held abroad	26,198,386
3. Liabilities to abroad	22,268,965
VII. MANAGEMENT AND BOARD COMPOSITION	
1. Number of Board members	8
2. Number of independent directors	5
3. Number of non-independent directors	3
4. Number of female directors	2
5. Number of male directors	6
6. Number of Senior Managers	11
7. Number of females senior managers	4
8. Number of males senior managers	7

EQUITY BANK RWANDA PLC
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These Condensed interim statements and other disclosures can be accessed on the institutions website **www.rw.equitybankgroup.com.** They may also be accessed at the institutions head office located at **Grand Pension Plaza, 2nd floor Kigali Rwanda.**