



Date: 28th May 2021
Ref: IM/IRO/RSE/28/05/021

**Rwanda Stock Exchange
Po Box 3882
Kigali – Rwanda**



Attention: Mr. Celestin Rwabukumba

Dear Sir,

Subject: I&M Bank (Rwanda) PLC Quarter 1 2021 Financials

Enclosed please find I&M Bank (Rwanda) PLC financials for the year ended 31st March 2021 to be availed to the public.

We look forward to a continued good working relationship and co-operation.

Yours sincerely,

FOR AND ON BEHALF OF I&M BANK (RWANDA) PLC

Digitally signed by IM
BANK RWANDA PLC
(CFO)
Date: 2021.05.28
13:51:42 +02'00'

**Anita UMULISA
Chief Financial Officer**

Digitally signed by IM
BANK RWANDA PLC
(Company Secretary)
Date: 2021.05.29
17:53:37 +02'00'

**Iddy RUGAMBA
Company Secretary**

I&M BANK (RWANDA) PLC
KN 03AV/9 P.O. Box 354, Kigali, Rwanda
Tel: +250 788 162 000 | Fax: +250 252 573 395
Email: info@imbank.co.rw | Website: www.imbank.com/rwanda
TIN N°: 100054122

BOARD OF DIRECTORS: Bonaventure Niyibizi, Soundararajan Madabhushi, Arun S. Mathur, Robin Bairstow, Crystal Rugege, Paul Simon Morris, Nikhil Hira, Alice Nkulikiyinka, Julius Tichelaar.
Capital: FRW 18,499,200,000



STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2021

UNREVIEWED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

| ASSETS | 31/03/2021 | 31/12/2020 (Audited) |
|--|--------------------|-------------------------|
| Cash and balances with Central Bank | 24,568,033 | 30,266,747 |
| Due from Banks | 90,627,754 | 39,302,920 |
| Due from group companies | 680,777 | 1,131,523 |
| Derivative financial instruments | 564,417 | 644,061 |
| Investment securities - at amortized cost | 52,165,781 | 51,263,367 |
| Investment securities - at fair value through other comprehensive income | 49,643,609 | 48,943,246 |
| Loans and advances to customers | 211,651,297 | 205,229,128 |
| Other assets | 6,980,957 | 3,001,489 |
| Intangible assets | 4,908,821 | 5,140,236 |
| Property, equipment and right of use assets | 32,955,100 | 32,280,971 |
| TOTAL ASSETS | 474,746,546 | 417,203,688 |
| LIABILITIES | 31/03/2021 | 31/12/2020 (Audited) |
| Deposits from customers | 295,704,250 | 248,435,597 |
| Deposits from banks and other financial Institutions | 59,844,348 | 49,823,984 |
| Items in the course of collection | 1,310,957 | 2,371,917 |
| Other liabilities | 9,322,350 | 11,001,955 |
| Current income tax | 765,839 | 595,345 |
| Deferred income tax | 1,425,452 | 1,393,422 |
| Borrowed funds | 40,389,762 | 39,349,792 |
| Subordinated Debt | 9,792,822 | 9,754,824 |
| TOTAL LIABILITIES | 418,555,780 | 362,726,835 |
| EQUITY | 31/03/2021 | 31/12/2020 (Audited) |
| Share capital | 12,120,000 | 12,120,000 |
| Share premium | 6,249,832 | 6,249,832 |
| Retained earnings | 35,634,847 | 33,995,670 |
| Revaluation reserve | 1,861,898 | 1,861,898 |
| Fair value through OCI reserve | 324,189 | 249,453 |
| Total equity | 56,190,766 | 54,476,853 |
| TOTAL LIABILITIES AND EQUITY | 474,746,546 | 417,203,688 |
| OFF-BALANCE SHEET ITEMS | 31/03/2021 | 31/12/2020 (Audited) |
| Acceptances and Letters of Credit Issued | 20,597,058 | 19,692,072 |
| Guarantees commitments given | 35,141,254 | 42,538,490 |

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST MARCH 2021

UNREVIEWED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

| | 31/03/2021 | 31/03/2020 |
|---|--------------------|--------------------|
| Interest and similar income | 11,044,566 | 8,959,373 |
| Interest and similar expense | (4,388,805) | (3,366,028) |
| Net interest income | 6,655,761 | 5,593,345 |
| Fees and commission income | 769,218 | 910,869 |
| Fees and commission expense | (372,605) | (463,723) |
| Net fees and commission income | 396,613 | 447,146 |
| Net foreign exchange income | 963,156 | 945,059 |
| Other operating income | 27,121 | 196,966 |
| Operating income before impairment | 8,042,651 | 7,182,516 |
| Net impairment charge on loans and advances | (508,075) | (346,607) |
| Operating income after impairment losses | 7,534,576 | 6,835,909 |
| Employee benefits | (2,661,288) | (2,446,088) |
| Operating expenses | (1,536,294) | (1,251,052) |
| Depreciation and amortization expense | (815,183) | (774,949) |
| Total operating expenses | (5,012,765) | (4,472,089) |
| Profit before income tax | 2,521,811 | 2,363,820 |
| Income tax expense | (882,634) | (827,337) |
| Profit for period | 1,639,177 | 1,536,483 |

Nikhil Hira

Chairman of Board Audit committee
Date: 31st May 2021

[Signature]

Managing Director:
Date: 31st May 2021

**I&M BANK (RWANDA) PLC FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 2021**

OTHER DISCLOSURES

FOR THE PERIOD ENDED 31ST MARCH 2021

UNREVIEWED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

| | |
|--|--------------------|
| I. Capital Strength | |
| a. Core Capital (Tier 1) | 49,886,223 |
| b. Supplementary Capital (Tier 2) | 10,249,945 |
| c. Total Capital | 60,136,168 |
| d. Total Risk weighted assets | 312,702,194 |
| e. Core Capital/Total risk weighted assets ratio | 15.95 % |
| f. Tier 2 ratio | 3.28 % |
| g. Total Capital/Total risk weighted assets ratio | 19.23 % |
| h. Leverage Ratio | 10.70 % |
| II. Credit Risk | |
| 1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation | 277,455,097 |
| 2. Average gross credit exposures, broken down by major types of credit exposure: | |
| a) loans, commitments and other non-derivative off-balance sheet exposures : | 277,455,097 |
| b) debt securities: | 101,809,391 |
| c) OTC derivatives : | 564,417 |
| 3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure: | |
| Northern | 3,459,809 |
| Southern | 2,322,433 |
| Eastern | 2,303,154 |
| Western | 5,508,228 |
| Kigali City | 263,861,474 |
| 4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas: | |
| a) Government; | 331,062 |
| b) financial; | - |
| c) manufacturing; | 49,873,924 |
| d) infrastructure and construction; | 65,521,989 |
| e) services and commerce. | 119,429,659 |
| f) others | 42,298,462 |
| 5. Off Balance sheet items | 55,738,312 |
| 6. Non-Performing Loans | |
| (a) Non performing Loans | 9,718,321 |
| (b) NPL Ratio | 3.51 % |

| | | |
|---|---------------|----------------------|
| 7. Related Parties | | |
| a. Loans to Directors, shareholders and subsidiaries | | 67 |
| b. Loans to Employees | | 5,164,311 |
| 8. Restructured loans as at 31st March 2021 | | |
| a. No. of borrowers | | 2,208 |
| b. Amount outstanding (Frw '000) | | 67,771,474 |
| c. Provision thereon (Frw '000) (regulatory): | | 2,524,225 |
| d. Restructured loans as % of gross loans | | 24.43 % |
| III. Liquidity | | |
| a. Liquidity Coverage ratio (LCR) | | 491 % |
| b. Net Stable Funding ratio (NSFR) | | 148 % |
| IV. Operational Risk | | |
| Number and types of frauds and their corresponding amount | | |
| Type | Number | Amount Frw000 |
| External - Use of forged payment order | | - |
| Internal - Use of forged payment order | | - |
| Internal - Theft | | - |
| V. Market Risk | | |
| 1. Interest rate risk | | 1,940,751 |
| 2. Equity position risk | | - |
| 3. Foreign exchange risk | | 627,571 |
| VI. COUNTRY RISK | | |
| 1. Credit exposures abroad | | 89,601,446 |
| 2. Other assets held abroad | | - |
| 3. Liabilities to abroad | | 44,960,685 |
| VII. Management and Board Composition | | |
| a. Number of Board members | | 10 |
| b. Number of independent directors | | 6 |
| c. Number of non-independent directors | | 4 |
| d. Number of female directors | | 2 |
| e. Number of male directors | | 8 |
| f. Number of Senior Managers | | 11 |
| g. Number of female senior managers | | 5 |
| h. Number of male senior managers | | 6 |

Nikhil Hira

Chairman of Board Audit committee
Date: 31st May 2021

[Signature]

Managing Director:
Date: 31st May 2021

The financial statements and other disclosures are available on our website at
www.imbank.com/rwanda

EXPLANATORY NOTES TO THE FINANCIALS

1. Interest and similar income: 23% increment

The increase in the interest income is attributed to the growth in both the loan book portfolio and the investments of excess funds in the money market.

2. Interest and similar expense: 30% increment

The increase is in line with the growth of our sources of funds : Deposits and borrowings in order to support the business growth.

3. Non interest income: 13% decrease

Non interest income decreased compared to last year same period as a result of a slow down in the business environment as affected by the global pandemic.

4. Impairment losses on loans and advances : 47% increment

The increase in the Loan Loss Provision is a result of an increase noted in the credit risk portfolio.

5. Loans and advances to customers: 3% Increase

A marginal growth in the loan book portfolio was noted during the year both in the Corporate and Retail segment.

6. Customer Deposits: 19% increase

The growth in the depositors funds is a reflection of confidence that the customers place with the Bank as well as the strategies put in place to increase the customer's base.



Chairman of Board Audit committee
Date: 31st May 2021



Managing Director:
Date: 31st May 2021

Bank, no matter where you are.



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