



Date: 28th March 2023
Ref: IM/IRO/RSE/001/2023

**Rwanda Stock Exchange
Po Box 3682
Kigali – Rwanda**

Attention: Mr. Celestin Rwabukumba



Dear Sir,

Subject: I&M Bank (Rwanda) PLC – 2022 Full Year Financials

Enclosed please find attached the audited financial statements and accompanying press release for the year ended 31st December 2022.

Please note that the Board of Directors has recommended a dividend payment of RWF 1.84 per share, subject to approval from the Annual General Meeting of Shareholders.

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

Yours sincerely,

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

Dederi WIMANA
Chief Finance Officer

I&M
HEAD OFFICE

Iddy RUGAMBA
Company Secretary

I&M BANK (RWANDA) PLC
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Email: info@imbank.co.rw | Website: www.imbank.com/rwanda
TIN N°: 100054122

BOARD OF DIRECTORS: Bonaventure Niyibizi, Christopher Low, Robin Bairstow, Crystal Rugege, Paul Simon Morris, Nikhil Hira, Alice Nkulikiyinka, Julius Tichelaar, Alan Dodd.
Capital: FRW 21,399,832,114



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

ASSETS	31/12/2022	31/12/2021
Cash and balances with National Bank of Rwanda	16,767,428	30,502,283
Due from Banks	54,395,647	75,020,885
Due from group companies	2,995,560	1,303,319
Financial assets at fair value through other comprehensive income	53,751,644	56,270,151
Financial assets at fair value through profit or loss	1,685,336	1,354,856
Financial assets at amortised cost	81,546,649	33,881,215
Loans and advances to customers	231,719,807	222,423,047
Tax recoverable	-	2,392,951
Other assets	9,856,340	3,279,764
Intangible assets	3,181,176	4,321,743
Investment Property	13,874,622	13,820,629
Property, equipment and right of use assets	21,559,957	22,355,320
TOTAL ASSETS	491,334,166	466,926,163
LIABILITIES	31/12/2022	31/12/2021
Deposits from banks and other financial Institutions	62,182,772	60,430,768
Deposits from customers	295,239,951	266,462,345
Other liabilities	10,276,134	13,313,408
Current income tax	1,725,939	-
Deferred income tax	3,126,307	3,481,942
Long term debt	36,698,561	50,907,060
Subordinated Debt	10,762,769	10,126,673
TOTAL LIABILITIES	420,012,433	404,722,196
EQUITY	31/12/2022	31/12/2021
Share capital	15,150,000	15,150,000
Share premium	6,249,832	6,249,832
Retained earnings	47,674,841	38,335,409
Revaluation reserve	1,945,902	1,964,142
Fair value through OCI reserve	301,158	504,584
TOTAL EQUITY	71,321,733	62,203,967
TOTAL LIABILITIES AND EQUITY	491,334,166	466,926,163
OFF BALANCESHEET ITEMS	31/12/2022	31/12/2021
Acceptances and Letters of Credit Issued	27,038,793	17,667,785
Guarantees commitments given	47,189,649	37,612,212

Robin C. Bairstow
Managing Director:
Date: 29th March 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

	31/12/2022	31/12/2021
Interest and similar income	50,352,640	44,694,998
Interest and similar expense	(18,284,610)	(17,818,505)
Net interest income	32,068,030	26,876,493
Fees and commission income	5,028,575	4,068,478
Fees and commission expense	(2,660,308)	(2,093,696)
Net fees and commission income	2,368,267	1,974,782
Net foreign exchange income	5,158,421	4,123,874
Other operating income	2,834,922	470,348
Operating income before impairment	42,429,640	33,445,497
Net Impairment charge on loans and advances to customers	(3,373,077)	(1,704,740)
Operating income after impairment losses	39,056,563	31,740,757
Employee benefits	(10,277,519)	(9,943,343)
Operating expenses	(11,024,355)	(7,336,004)
Depreciation and amortization expense	(4,331,277)	(3,477,007)
Total operating expenses	(25,633,151)	(20,756,354)
Profit before income tax	13,423,412	10,984,403
Income tax expense	(4,110,037)	(1,814,664)
Profit for period	9,313,375	9,169,739
Other comprehensive income		
Items that are or may be reclassified to profit or loss:		
Fair Value through the Other Comprehensive Income (FVOCI)	(290,609)	364,473
Deferred tax - FVOCI	87,183	(109,342)
	(203,426)	255,131
Items that will not be reclassified to profit or loss:		
Revaluation of land and building	-	146,063
Deferred tax on revaluation	-	(43,819)
	-	102,244
Total other comprehensive income for the year	(203,426)	357,375
Total comprehensive income for the period	9,109,949	9,527,114

Nikhil Hira
Chairman of Board Audit committee
Date: 29th March 2023

**I&M BANK (RWANDA) PLC FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST DECEMBER 2022**

STATEMENT OF CHANGE IN EQUITY FOR THE PERIOD ENDED 31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

	Share Capital	Share Premium	Revaluation Reserves	Retained Earnings	Fair value Reserve	Total
	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000
At 01 January 2022	15,150,000	6,249,832	1,964,142	38,335,409	504,584	62,203,967
Profit for the Year	-	-	-	9,313,375	-	9,313,375
Other comprehensive income						
Disposal of land and building			(26,057)	26,057	-	-
Deferred tax on Disposal of land and building	-	-	7,817		-	7,817
Fair value gains on financial assets measured at FVOCI	-	-	-	-	(290,608)	(290,608)
Deferred tax on financial assets measured at FVOCI	-	-	-	-	87,182	87,182
Total comprehensive income	-	-	(18,240)	9,339,432	(203,426)	9,117,766
Balance as at 31 December 2022	15,150,000	6,249,832	1,945,902	47,674,841	301,158	71,321,733
At 01 January 2021	12,120,000	6,249,832	1,861,898	33,995,670	249,453	54,476,853
Profit for the Year	-	-	-	9,169,739	-	9,169,739
Other comprehensive income						
Revaluation of land and building	-	-	146,063	-	-	146,063
Deferred tax on revaluation of Land and Building	-	-	(43,819)	-	-	(43,819)
Fair value gains on financial assets measured at FVOCI	-	-	-	-	364,473	364,473
Deferred tax on financial assets measured at FVOCI	-	-	-	-	(109,342)	(109,342)
Total comprehensive income	-	-	102,244	9,169,739	255,131	9,527,114
Transactions with owners recorded directly in equity						
Bonus issue during the period	3,030,000	-	-	(3,030,000)	-	-
Final Dividend payable - 2021	-	-	-	(1,800,000)	-	(1,800,000)
Total transactions with owners for the year	3,030,000	-	-	(4,830,000)	-	(1,800,000)
Balance as at 31 December 2021	15,150,000	6,249,832	1,964,142	38,335,409	504,584	62,203,967



Robin C. Bairstow
Managing Director:
Date: 29th March 2023



Nikhil Hira
Chairman of Board Audit committee
Date: 29th March 2023



STATEMENT OF CASH FLOWS AS AT

31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

	31/12/2022	31/12/2021
Net cash flows generated from/ (used) in operating activities	(11,455,552)	34,367,461
Cash flows from investing activities		
Purchase of property and equipment	(2,020,126)	(5,700,926)
Purchase of intangible assets	(548,120)	(809,700)
Proceeds from disposal of property and equipment	240,751	91,142
Net cash used in investing activities	(2,327,495)	(6,419,484)
Cash flows from financing activities		
Dividend paid	(1,812,001)	-
Repayment of principal of lease liabilities	(526,488)	(591,456)
Proceeds from long term debt	467,531	12,979,248
Principal repayment on long term debt	(16,792,400)	(2,384,511)
Grant Received	-	2,931,039
New capital received from rights issue	-	-
Net cash inflows from financing activities	(18,663,358)	12,934,320
Net increase in cash and cash equivalents	(32,446,405)	40,882,297
Cash and cash equivalents at start of the year	100,178,025	59,295,728
Cash and cash equivalents at end of the year	67,731,620	100,178,025

Robin C. Bairstow
Managing Director:
Date: 29th March 2023

Nikhil Hira
Chairman of Board Audit committee
Date: 29th March 2023

OTHER DISCLOSURES

FOR THE PERIOD ENDED 31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

	31/12/2022	31/12/2021
I. Capital Strength		
a. Core Capital (Tier 1)	64,728,521	57,398,611
b. Supplementary Capital (Tier 2)	4,688,410	8,471,906
c. Total Capital	69,416,931	65,870,517
d. Total Risk weighted assets	336,154,741	317,436,863
e. Core Capital/Total risk weighted assets ratio	19.26%	18.08%
f. Tier 2 ratio	1.39%	2.67%
g. Total Capital/Total risk weighted assets ratio	20.65%	20.75%
h. Leverage Ratio	12.34%	11.62%
II. Credit Risk		
1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation	314,268,373	287,522,503
2. Average gross credit exposures, broken down by major types of credit exposure:		
a) loans, commitments and other non-derivative off-balance sheet exposures :	314,268,373	287,522,503
b) debt securities:	135,298,293	90,151,366
c) OTC derivatives :	1,685,336	1,354,856
3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure:		
Northern	5,157,158	4,873,522
Southern	2,349,907	2,346,428
Eastern	2,208,951	2,433,866
Western	8,507,404	5,717,499
Kigali City	296,044,953	272,151,188
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:		
a) Government;	-	183,162
b) financial;	901	252,970
c) manufacturing;	51,138,912	56,219,723
d) infrastructure and construction;	64,485,082	81,909,415
e) services and commerce.	152,148,734	94,873,362
f) others	46,494,744	54,083,871
5. Off Balance sheet items	74,228,443	55,279,996
6. Non-Performing Loans		
(a) Non performing Loans	13,198,333	9,927,109
(b) NPL Ratio	4.20%	3.45%
7. Related Parties		
a. Loans to Directors, shareholders and subsidiaries	5,978,609	6,993,022
b. Loans to Employees	5,619,315	5,271,521

I&M BANK (RWANDA) PLC FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER 2022

OTHER DISCLOSURES

FOR THE PERIOD ENDED 31ST DECEMBER 2022

AUDITED (FIGURES IN FRW '000)

	31/12/2022	31/12/2021
8. Restructured loans		
a. No. of borrowers	1,179	1,761
b. Amount outstanding (Frw '000)	42,925,569	56,160,720
c. Provision thereon (Frw '000) (regulatory):	1,177,987	1,520,671
d. Restructured loans as % of gross loans	13.7%	16.4%
III. Liquidity		
a. Liquidity Coverage ratio (LCR)	339%	504%
b. Net Stable Funding ratio (NSFR)	147%	156%
IV. Operational Risk		
Number and types of frauds and their corresponding amount		
Type	N°	Amount FRW'000
External - Use of forged payment order	2	54,028
Internal - Use of forged payment order	-	-
Internal - Theft	-	1
Hybrid (Internal&External)-Use of forged loan request documents	-	-
V. Market Risk		
1. Interest rate risk	2,004,389	2,143,591
2. Equity position risk	-	-
3. Foreign exchange risk	103,701	326,737
VI. Country Risk		
1. Credit exposures abroad	53,298,734	61,894,936
2. Other assets held abroad	-	-
3. Liabilities to abroad	41,182,125	53,567,062
VII. Management and Board Composition		
a. Number of Board members	9	9
b. Number of independent directors	6	6
c. Number of non-independent directors	3	3
d. Number of female directors	2	2
e. Number of male directors	7	7
f. Number of Senior Managers	13	13
g. Number of female senior managers	5	5
h. Number of male senior managers	8	8

EXPLANATORY NOTES TO THE FINANCIALS

Net interest income grew by 19 percent year-on-year, driven by the growth in net loans and advances and the increase from money market and securities trading.

The Bank's customer base growth and continued customer engagement have led to a steady growth in total deposits, which have recorded a 9 percent increase year on year.

Fees and commissions increased by 20 percent on the back of proper execution of revenue-generating strategic initiatives. An increase in foreign exchange volumes, and continued growth in digital transactions reflected a 25 percent year-on-year growth

Total operating expenses increased by 23 percent, in line with business growth and enhanced deployment of technology to improve customer experience, streamline our processes, and improve efficiency.

Tier 1 and 2 Capital are respectively 19.26 percent and 20.65 percent. Liquidity coverage ratio is 339 percent. Return On Equity and Return on Assets are respectively 13.92 percent and 1.92 percent.

The Board of Directors of I&M Bank (Rwanda) PLC has recommended the payment of FRW 1.84 dividend per share, a 55 percent increase over the prior year to be approved during the Annual General Meeting of shareholders.



Robin C. Bairstow
Managing Director:
Date: 29th March 2023



Nikhil Hira
Chairman of Board Audit committee
Date: 29th March 2023