



STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2021

AUDITED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

ASSETS	31/12/2021	31/12/2020
Cash and balances with National Bank of Rwanda	30,502,283	30,266,747
Due from Banks	75,020,885	39,302,920
Due from group companies	1,303,319	1,131,523
Financial assets at fair value through other comprehensive income	56,270,151	48,943,246
Financial assets at fair value through profit or loss	1,354,856	644,061
Financial assets at amortised cost	33,881,215	51,263,367
Loans and advances to customers	222,423,047	205,229,128
Tax recoverable	2,392,951	-
Other assets	3,279,764	3,001,489
Intangible assets	4,321,743	5,140,236
Property and equipment and right of use assets	22,355,320	32,280,971
Investment Property	13,820,629	-
TOTAL ASSETS	466,926,163	417,203,688
LIABILITIES	31/12/2021	31/12/2020
Deposits from banks and other financial Institutions	60,430,768	49,823,984
Deposits from customers	266,462,345	248,435,597
Other liabilities	13,313,408	13,373,871
Current income tax	-	595,345
Deferred income tax	3,481,942	1,393,422
Long term debt	50,907,060	39,349,792
Subordinated Debt	10,126,673	9,754,824
TOTAL LIABILITIES	404,722,196	362,726,835
EQUITY	31/12/2021	31/12/2020
Share capital	15,150,000	12,120,000
Share premium	6,249,832	6,249,832
Retained earnings	38,335,409	33,995,670
Revaluation reserve	1,964,142	1,861,898
Fair value through OCI reserve	504,584	249,453
TOTAL EQUITY	62,203,967	54,476,853
TOTAL LIABILITIES AND EQUITY	466,926,163	417,203,688
OFF STATEMENT OF FINANCIAL POSITION ITEMS	31/12/2021	31/12/2020
Acceptances and Letters of Credit Issued	17,667,785	19,692,072
Guarantees commitments given	37,612,212	42,538,490

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

AUDITED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

	31/12/2021	31/12/2020
Interest and similar income	44,694,998	39,123,691
Interest and similar expense	(17,818,505)	(16,710,944)
Net interest income	26,876,493	22,412,747
Fees and commission income	4,068,478	3,588,222
Fees and commission expense	(2,093,696)	(1,619,018)
Net fees and commission income	1,974,782	1,969,204
Net foreign exchange income	4,123,874	5,277,228
Other operating income	470,348	1,531,921
Operating income before impairment	33,445,497	31,191,100
Net Impairment charge on loans and advances to customers	(1,704,740)	(5,536,066)
Operating income after impairment losses	31,740,757	25,655,034
Employee benefits	(9,943,343)	(8,934,839)
Operating expenses	(7,336,004)	(5,773,005)
Depreciation and amortization expense	(3,477,007)	(3,108,842)
Total operating expenses	(20,756,354)	(17,816,686)
Profit before income tax	10,984,403	7,838,348
Income tax expense	(1,814,664)	(2,698,567)
Profit for period	9,169,739	5,139,781

Nikhil Hira

Chairman of Board Audit committee
Date: 23rd March 2022

[Signature]

Managing Director:
Date: 23rd March 2022

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

STATEMENT OF CHANGE IN EQUITY FOR THE PERIOD ENDED 31ST DECEMBER 2021

AUDITED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

	Share capital	Share premium	Revaluation reserves	Retained earnings	Statutory credit risk reserve	Fair value reserve	Total
	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000
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 gain on land and building			146,063	-	-	-	146,063
Deferred tax on revaluation of land and building	-	-	(43,819)	-	-	-	(43,819)
Fair value gain 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	-	255,1321	9,527,114
Transactions with owners recorded directly in equity							
Bonus issue during the period	3,030,000	-	-	(3,030,000)	-	-	-
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	-	504,5854	62,203,967
At 01 January 2020	5,050,000	400,000	2,011,095	34,952,216	200,117	173,454	42,786,882
Profit for the Year	-	-	-	5,139,781	-	-	5,139,781
Other comprehensive income							
Disposal of property and equipments	-	-	(268,556)	268,556	-	-	-
Deferred tax on Disposal of property and equipments	-	-	119,359	-	-	-	119,359
Fair value gain through the other comprehensive income	-	-	-	-	-	108,571	108,571
Deferred tax on financial assets measured at FVOCI	-	-	-	-	-	(32,572)	(32,572)
Statutory credit risk reserve	-	-	-	200,117	(200,117)	-	-
Total comprehensive income	-	-	(149,197)	5,608,454	(200,117)	75,999	5,335,139
Transactions with owners recorded directly in equity							
Bonus issue during the period	5,050,000	-	-	(5,050,000)	-	-	-
Rights issue during the period	2,020,000	5,849,832	-	-	-	-	7,869,832
Final Dividend payable - 2019	-	-	-	(1,515,000)	-	-	(1,515,000)
Total transactions with owners for the year	7,070,000	5,849,832	-	(5,050,000)	-	-	6,354,832
Balance as at 31 December 2020	12,120,000	6,249,832	1,861,898	33,995,670	-	249,453	54,476,853



STATEMENT OF CASH FLOWS AS AT 31ST DECEMBER 2021

AUDITED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

	31/12/2021	31/12/2020
Net cash flows generated from/ (used) in operating activities	34,367,461	(14,926,774)
Cash flows from investing activities		
Purchase of property and equipment	(5,700,926)	(8,544,743)
Purchase of intangible assets	(809,700)	(836,835)
Proceeds from disposal of property and equipment	91,142	36,362
Net cash used in investing activities	(6,419,484)	(9,345,216)
Cash flows from financing activities		
Repayment of principal of lease liabilities	(591,456)	(705,943)
Proceeds from long term debt	12,979,248	28,642,138
Principal repayment on long term debt	(2,384,511)	(2,316,059)
Grant Received	2,931,039	3,586,099
New capital received from rights issue	-	7,869,832
Net cash inflows from financing activities	12,934,320	37,076,067
Net increase in cash and cash equivalents	40,882,297	12,804,077
Cash and cash equivalents at start of the year	59,295,728	46,491,651
Cash and cash equivalents at end of the year	100,178,025	59,295,728

OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST DECEMBER 2021

AUDITED BY EXTERNAL AUDITORS (FIGURES IN FRW '000)

	31 December 2021	31 December 2020
I. Capital Strength		
a. Core Capital (Tier 1)	57,398,611	48,800,553
b. Supplementary Capital (Tier 2)	8,471,906	9,495,250
c. Total Capital	65,870,517	58,295,803
d. Total Risk weighted assets	317,436,863	296,639,446
e. Core Capital/Total risk weighted assets ratio	18.08%	16.45%
f. Tier 2 ratio	2.67%	3.20%
g. Total Capital/Total risk weighted assets ratio	20.75%	19.65%
h. Leverage Ratio	11.62%	10.02%
II. Credit Risk		
1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation	287,522,503	274,621,842
2. Average gross credit exposures, broken down by major types of credit exposure:		
a) loans, commitments and other non-derivative off-balance sheet exposures :	287,522,503	274,621,842
b) debt securities:	90,151,366	100,206,614
c) OTC derivatives :	1,354,856	644,062
3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure:		
Northern	4,873,522	3,294,875
Southern	2,346,428	2,301,071
Eastern	2,433,866	2,131,107
Western	5,717,499	5,583,210
Kigali City	272,151,188	261,311,579
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:		
a) Government;	183,162	377,110
b) financial;	252,970	-
c) manufacturing;	56,219,723	53,097,765
d) infrastructure and construction;	81,909,415	65,746,321
e) services and commerce.	94,873,362	116,385,221
f) others	54,083,871	39,015,425
5. Off Balance sheet items	55,279,996	62,230,562
6. Non-Performing Loans		
(a) Non performing Loans	9,927,109	9,628,881
(b) NPL Ratio	3.45%	3.51%
7. Related Parties		
a. Loans to Directors, shareholders and subsidiaries	6,993,022	67
b. Loans to Employees	5,271,521	5,164,311

Nkechi Hira

Chairman of Board Audit committee
Date: 23rd March 2022

[Signature]

Managing Director:
Date: 23rd March 2021

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

8. Restructured loans	31 December 2021	31 December 2020
a. No. of borrowers	1,761	1,663
b. Amount outstanding (Frw '000)	56,160,720	69,028,314
c. Provision thereon (Frw '000) (regulatory):	1,520,671	1,589,029
d. Restructured loans as % of gross loans	16%	25.14%
III. Liquidity		
a. Liquidity Coverage ratio (LCR)	504%	542%
b. Net Stable Funding ratio (NSFR)	156%	155%
IV. Operational Risk		
Number and types of frauds and their corresponding amount		
Type	N°	Amount FRW'000
External - Use of forged payment order	-	-
Internal - Use of forged payment order	-	-
Internal - Theft	1	149,589
V. Market Risk		
1. Interest rate risk	2,143,591	1,846,203
2. Equity position risk	-	-
3. Foreign exchange risk	326,737	579,272
VI. Country Risk		
1. Credit exposures abroad	61,894,936	36,528,842
2. Other assets held abroad	-	-
3. Liabilities to abroad	53,567,062	44,389,403
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	11
g. Number of female senior managers	5	5
h. Number of male senior managers	8	6

EXPLANATORY NOTES TO THE FINANCIALS

Interest and similar income up by 14 per cent supported by loan book growth of 8 per cent.

Interest and similar expense up by 7 per cent year on year, In line with the growth of interest bearing liabilities during the year. Customers deposits and Long term debt increased by 7 per cent and 29 per cent respectively as result of business growth.

Balance sheet management led to 20 per cent increase in Net interest income.

Total operating expenses, excluding provisions, increased by 16 per cent, in line with the business growth. The Bank is ensuring control of its costs as well as efficiency in the service delivered.

Increase in Net loans and advances is supported by new deals booked during the year in all Bank's segments

Improvement in Assets quality led to 69 per cent decrease in net Impairment losses on loans and advances. NPL ratios closed at 3.45 per cent.

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

The share capital increase is a result of additional 1:4 bonus issued to shareholders effected during the period.

The Bank remains liquid and well capitalised with Tier I & II capital ratios closing at 18.08 per cent and 20.75 per cent respectively and liquidity coverage ratio at 504 per cent.



Chairman of Board Audit committee
Date: 23rd March 2021



Managing Director:
Date: 23rd March 2021