

**AUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DEC 2023**

	Dec-23 Frw'000	Dec-22 Frw'000
STATEMENT OF COMPREHENSIVE INCOME		
Interest income	89,699,193	80,388,942
Interest expense	(24,536,972)	(20,666,257)
Net interest income	65,162,221	59,722,685
Fee and commission income	12,515,947	11,688,331
Fee and commission expense	(1,901,272)	(2,443,346)
Net fee and commission income	10,614,675	9,244,985
Net foreign exchange income	2,088,502	1,696,646
Other operating income	3,240,046	1,349,373
Total operating income before impairment charge	81,105,443	72,013,689
Impairment charge on financial assets	(733,622)	771,111
Impairment Charges for non current asset held for sale	-	-
Total impairment charge	(733,622)	771,111
Total operating income after impairment charge	80,371,821	72,784,800
Operating expenses	(16,356,938)	(16,109,519)
Employee benefits	(19,268,046)	(18,722,227)
Depreciation and amortization	(6,868,304)	(5,795,562)
Total operating expenses	(42,493,288)	(40,627,308)
Profit before income tax	37,878,533	32,157,492
Income tax expense	(11,982,761)	(9,886,493)
Profit for the period	25,895,772	22,270,999
Other comprehensive income:		
Items that will not be reclassified to profit or loss	-	-
Other comprehensive income (net of tax)	-	-
Total comprehensive income for the period	25,895,772	22,270,999

STATEMENT OF FINANCIAL POSITION AS AT 31 DEC 2023

	Audited Dec-23 Frw'000	Audited Dec-22 Frw'000
ASSETS		
Cash and balances with National Bank of Rwanda	51,617,777	76,189,863
Amounts due from banks	33,230,934	16,503,185
Government securities	145,610,838	144,495,970
Net Loans and advances	572,749,472	456,813,644
Due from Related Parties	215,642	464,895
Prepaid Income Tax	3,353,728	6,059,326
Other Assets	15,020,819	10,430,256
Deferred tax asset	859,262	1,947,592
Intangible assets	8,018,525	3,712,052
Property and equipment	23,619,676	26,665,922
Right of use asset	6,042,731	3,484,245
TOTAL ASSETS	860,339,404	746,766,950
LIABILITIES		
Deposit from customers	588,616,484	441,349,679
Deposit from financial institutions	48,830,635	85,118,231
Provision for legal claims	159,131	913,668
Credit funds	2,710,733	2,691,599
Borrowings	59,971,355	49,897,656
Other payables	4,382,808	20,136,189
Due to related parties	2,118,583	13,526,096
Current income tax	1,424,470	9,843,091
Lease Liability	6,281,695	3,343,004
TOTAL LIABILITIES	714,495,894	626,819,211
EQUITY		
Share capital	81,509,050	81,509,050
Share premium	8,032,565	8,032,565
Revaluation reserves	-	550,654
Statutory reserves	-	-
Retained earnings	56,301,895	29,855,469
TOTAL EQUITY	145,843,510	119,947,739
TOTAL EQUITY AND LIABILITIES	860,339,404	746,766,950

AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DEC 2023

	31/12/2023 FRW '000	
OTHER REGULATORY DISCLOSURES		
I. Capital Strength		
a) Core capital (Tier 1)	124,017,748	
b) Supplementary capital (Tier 2)	0	
c) Total capital	124,017,748	
d) Total risk weighted assets	566,195,423	
e) Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	21.904%	
f) Tier 2 ratio	0%	
g) Total capital/total risk weighted assets ratio	21.904%	
h) Leverage Ratio	13.35%	
II. Credit risk		
1. Total gross credit risk exposure: after accounting offsets and without taking into account credit risk mitigation	836,727,316	
2. Average gross credit exposure, broken down by major types of credit exposure:		
a) Loans, commitments, and other non-derivatives off-balance sheet exposure	691,116,478	
b) Debt securities	145,610,838	
c) OCT derivatives	-	
3. Regional or geographic distribution of exposures, broken down in significant areas by major types of credit exposure;		
	Debt Securities	Loans & Commitments
a) Kigali	145,610,838	567,577,151
b) Northern Region	-	24,788,216
c) Southern Region	-	32,279,959
d) Eastern Region	-	35,162,105
e) Western Region	-	31,309,047
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated:		
	Debt Securities	Loans & Commitments
a) Government	145,610,838	-
b) Financial	-	-
c) Manufacturing	-	105,589,272
d) Infrastructure and construction	-	118,817,313
e) Services and Commerce	-	199,639,587
f) Others	-	177,155,144
5. Off-balance sheet items		89,915,162
6. Non-performing loans indicators		
a) Non-performing loans (NPL)		23,938,926
b) NPL ratio		3.47%
7. Related parties		
a) Loans to Directors, shareholders and subsidiaries		11,946,410
b) Loan to employees		12,833,845
8. Restructured loans as at 31 Dec 2023		
a. No. of borrowers		736
b. Amount outstanding (Frw '000)		58,263,380
c. Provision thereon (Frw '000) (regulatory):		1,528,086
d. Restructured loans as % of gross loans		9.70%
III. Liquidity Risk		
a) Liquidity Coverage Ratio		237.65%
b) Net Stable Funding Ratio		180.28%
IV. Operational risk		
Type	Number	Frw '000'
a) Fraud cases	8	109,924
b) Forged documents	1	30,771
c) Account Manipulation	2	1,555
d) Error	1	2,000
e) Corruption	1	500
V. Market risk		
a) Interest rate risk		-
b) Equity position risk		-
c) Foreign exchange risk		759,563
VI. Country Risk		
a) Credit exposure abroad		-
b) Other asset held abroad		20,694,875
c) Liabilities to abroad		1,961,906
VII. Management and board composition		
a) Number of Board members		7
b) Number of independent Directors		4
c) Number of non-independent Directors		3
d) Number of female Directors		2
e) Number of male Directors		5
f) Number of senior managers		15
g) Number of females senior managers		4
h) Number of males senior managers		11

EXPLANATORY NOTES TO THE REVIEWED FINANCIAL STATEMENTS:

- **Total assets:** Increased by 15.2% year on year driven by loan book growth of 25.4% funded by customer deposits which grew by 33.4% over the same period. The growth in customer deposits demonstrates continued confidence that our customers have in the bank since its merger.
- In March 2022 the National Bank of Rwanda approved the amalgamation of KCB Bank Rwanda Plc and Banque Populaire du Rwanda Plc into a new entity BPR Bank Rwanda Plc. The amalgamation was effective 1 April 2022.
- **Net loans:** net loans grew by 25.4% year on year driven by focus on trade and manufacturing in both corporate and SME.
- **Net Income:** grew by 9.1% year on year driven by loan book growth and increase in costs of funds that led to increase in interest expense.
- **Interest and similar income:** Up by 11.6% year on year driven by the growth in loan book of 25.4% y-o-y, supported by new deals booked during the year in line with market opportunities.
- **Interest expense:** Increased by 18.7% year on year while customer deposits grew 33.4% in the same period driven by growth in customer base and institutional deposits.
- **Impairment charge on financial assets:** The increase in net impairment charges was due to growth in the loan book. The impact of ECL growth was reduced by major recoveries on written off Book done in the year.
- The 2022 comparative financial statements contained in this publication are consolidated and the comparative information was restated retrospectively to reflect the amalgamated financial performance at the earliest presented comparative period.
- We are pleased to announce that we have upgraded our core banking system from T24 Release 12 and 14 (R12, R14) to T24 Release 21 (R21) to expand all digital channels and service delivery points to provide efficient customer experiences. Among many other benefits of the core banking system upgrade is that customers will now experience more functionalities, flexibility, and improved service uptime.

The financial statements and other disclosures are available on our website at www.bpr.rw

The financial statements were approved for issue by the Board of Directors on 23rd February 2024 and signed on its behalf by:



Managing Director



Chair Audit Committee

bpr BANK

Creating
better futures
for scholars

For People.
For Better.