

BK GROUP PLC FINANCIAL RESULTS

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

UNAUDITED ALL FIGURES ARE IN FRw '000 FOR THE PERIOD ENDED	31 Mar 2020	31 Mar 2019
Interest income	34,468,931	28,368,651
Interest expense	(6,887,755)	(4,993,764)
Net interest income	27,581,176	23,374,887
Net Fees and Commission income	3,555,725	3,007,617
Foreign exchange income	1,993,326	2,157,377
Net premium income	1,290,340	1,258,083
Other operating income	104,142	281,463
	6,943,534	6,704,540
Operating income	34,524,710	30,079,427
Credit impairment losses	(12,811,751)	(6,989,779)
Net claims	(499,734)	(312,142)
Net Operating income	21,213,224	22,777,505
Employee benefits expense	(5,295,738)	(5,652,285)
Administration and general expenses	(5,343,153)	(4,636,440)
Depreciation and amortisation	(1,431,141)	(1,663,174)
Total Operating expenses	(12,070,032)	(11,951,899)
Profit Before Tax	9,143,192	10,825,606
Taxation	(2,918,770)	(3,363,738)
Profit After Tax	6,224,422	7,461,868

EXPLANATORY NOTES

- Total interest income rose by 21.6% y-o-y to FRw 34.5bn supported higher income from loans & advances, which grew by 14.6% from 1Q 2019. The loan book expanded by 1.4% year-to-date to FRw 735.8bn while investments in government securities increased by 38.4% YTD to FRw 172.7 billion.
- Total interest expenses rose by 38.2% to FRw 6.9bn in line with a 21.8% growth in customer deposits y-o-y to FRw 685.1 billion. Customers deposits increased by 6.6% year-to-date. Overall, net interest income growth was at 18.0% to FRw 27.6 billion. Net Interest margin rose to 11.5% from 11.0% in FY19.
- Non-interest income of FRw 6.2 billion; decreased y-o-y by 3.0% impacted by low trade and FX volume. Total operating income rose by 13.5% to FRw 33.8 billion.
- Loan loss provisions rose by 75.2% y-o-y to FRw 13.2 billion due to uncertainties around the current COVID-19 crisis; while non-performing loans increased to FRw 47.4 billion. Asset quality remained at the same level at 5.7 % from December 2019.
- Excluding provisions, operating expenses rose by 1.0% y-o-y to FRw 12.1 billion; with an improved cost to income ratio of 35.7% from 42.2% at year-end 2019. Profit after tax (PAT) declined by 18.9% y-o-y to FRw 6.1 billion for the period.
- Bank of Kigali Plc as the largest Subsidiary of BK Group PLC is adequately capitalized with core capital to risk weighted assets at 26.5 % ; 14% above the statutory requirements.

STATEMENT OF FINANCIAL POSITION

UNAUDITED ALL FIGURES ARE IN FRw '000 AS AT	31 Mar 2020	31 Dec 2019
ASSETS		
Cash in hand	11,562,052	14,400,534
Balances with the National Bank of Rwanda	65,699,491	68,351,345
Due from banks	102,741,307	77,286,457
Held to maturity investments	172,680,918	124,797,114
Loans and advances to customers	678,626,567	678,005,885
Insurance receivable	2,026,314	2,923,995
Deferred income tax	7,385,968	5,261,914
Assets held for sale	1,634,510	1,634,510
Other assets	12,512,302	9,943,427
Right of use assets	3,102,541	3,309,375
Property and equipment	26,003,413	26,389,977
Intangible assets	6,689,492	6,771,054
TOTAL ASSETS	1,090,664,874	1,019,075,587
LIABILITIES		
Due to banks	47,858,538	54,160,261
Deposits and balances from customers	685,129,067	642,698,799
Current income tax	11,876,171	7,441,556
Dividends payable	15,467,269	13,291,112
Insurance liabilities	4,569,074	5,079,081
Other liabilities	19,796,502	26,189,778
Lease liabilities	3,240,868	3,426,696
Long-term finance	77,870,623	45,977,418
TOTAL LIABILITIES	865,808,113	798,264,701
CAPITAL AND RESERVES		
Share capital	9,045,474	9,045,474
Share premium	76,573,491	76,573,491
Revaluation Reserves	13,000,149	13,000,149
Retained earnings	124,695,066	120,862,519
Equity attributable to the owners of the parent	223,314,181	219,481,633
Non-controlling interests	1,542,580	1,329,253
TOTAL EQUITY	224,856,761	220,810,886
TOTAL LIABILITIES AND EQUITY	1,090,664,874	1,019,075,587

Diane Karusisi
CEO


Date: 19 March 2020

Risper Alaro Mukoto
Director


Date: 19 March 2020

BANK OF KIGALI PLC FINANCIAL RESULTS

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

UNAUDITED ALL FIGURES ARE IN FRw '000 FOR THE PERIOD ENDED	31 Mar 2020	31 Mar 2019
Interest income	34,233,019	28,245,706
Interest expense	(6,795,920)	(4,880,537)
Net interest income	27,437,099	23,365,169
Net Fees and Commission income	3,555,788	3,007,617
Foreign exchange income	2,043,526	2,158,277
Other operating income	58,992	58,011
	5,658,306	5,223,905
Operating income	33,095,405	28,589,074
Net impairment on loans and advances	(12,812,232)	(6,989,779)
Net Operating income	20,283,173	21,599,295
Employee benefits expense	(4,949,350)	(5,349,756)
Administration and general expenses	(5,987,288)	(4,731,435)
Depreciation and amortisation	(1,588,611)	(848,292)
Total Operating expenses	(12,525,249)	(10,929,483)
Profit Before Tax	7,757,924	10,669,812
Taxation	(2,564,568)	(4,004,132)
Profit After Tax	5,193,356	6,665,680

Diane Karusisi
CEO


Date: 19 March 2020

Risper Alaro Mukoto
Director


Date: 19 March 2020

STATEMENT OF FINANCIAL POSITION

UNAUDITED ALL FIGURES ARE IN FRw '000 AS AT	31 Mar 2020	31 Dec 2019
ASSETS		
Cash in hand	11,562,047	14,400,534
Balances with the National Bank of Rwanda	65,699,491	68,351,345
Due from banks	99,454,090	73,314,429
Held to maturity investments	166,986,231	121,063,025
Loans and advances to customers	678,626,567	678,005,885
Deferred income tax asset	12,053,384	10,000,696
Other assets	15,329,069	12,322,862
Right to use assets	11,576,401	12,395,123
Property and equipment	2,687,385	2,643,635
Intangible assets	6,483,200	6,560,055
TOTAL ASSETS	1,070,457,865	999,057,589
LIABILITIES		
Due to banks	63,277,608	54,160,261
Deposits and balances from customers	686,637,317	660,287,351
Tax Payable	11,127,475	7,013,901
Other liabilities	19,682,296	24,843,574
Lease liabilities	12,092,789	12,834,823
Long-term finance	75,652,222	43,122,875
TOTAL LIABILITIES	868,469,707	802,262,785
CAPITAL AND RESERVES		
Share capital	20,000,000	20,000,000
Share premium	141,582,995	141,582,995
Retained earnings	40,405,163	35,211,809
TOTAL EQUITY	201,988,158	196,794,804
TOTAL LIABILITIES AND EQUITY	1,070,457,865	999,057,589

IKOFI
INZIRA Y'UBUKUNGU

JYANA N'IGIHE
WIYANDIKISHA
MU IKOFI

*334*2#



BANK OF KIGALI PLC OTHER DISCLOSURE

I. Capital Strength	31 Mar 20	31 Dec 19
	FRw'000	FRw'000
1. Core capital (Tier 1)	175,302,377	172,628,844
2. Supplementary capital (Tier 2)	-	-
3. Domestic Important Bank	(1,402,419)	(1,381,031)
4. Total capital	173,899,958	171,247,813
5. Total risk weighted assets	658,242,406	648,251,750
6. Core capital/ Total risk weighted assets ratio (Tier 1 ratio)	26.6%	26.6%
7. Tier 2 ratio	0.0%	0.0%
8. Total capital/total risk weighted assets ratio	26.4%	26.4%
9. Leverage ratio	15.6%	16.9%
II. Credit Risk	31 Mar 20	31 Dec 19
1. Total gross credit risk exposures: after accounting offsets and without taking into account credit risk mitigation;	824,064,083	803,982,346
2. Average gross credit exposures, broken down by major types of credit exposure:		
a) Letter of credits	8,764,393	6,491,176
b) Acceptance to pay	18,894,083	22,822,103
c) Bank Guarantees	60,586,604	48,672,856
d) debt securities;	-	-
e) OTC derivatives	-	-
3. Regional or geographic distribution of exposures;	735,819,003	725,996,211
City of Kigali	674,324,614	664,000,124
Northern Province	18,721,775	18,675,643
Eastern Province	20,989,448	21,719,314
Western province	9,887,956	9,767,696
Southern province	11,895,211	11,833,434
4. Sector distribution of exposures, broken down by major types of credit exposure and aggregated in the following areas:	735,819,003	725,996,211
a) Transport, Warehousing and Communication	138,380,818	145,430,371
b) Energy and Water	48,162,774	47,558,393
c) Mortgage, Lease and Services to Companies	78,440,209	98,292,467
d) Construction	91,024,703	96,076,994
e) Other activities of collective, social and personal services	90,405,726	90,485,064
f) Manufacturing Industries	81,315,169	66,295,821
g) Hotels and Restaurants	58,352,778	58,201,034
h) Commerce	98,779,665	90,350,062
i) Education	7,527,591	5,800,965
j) Health and Social Actions	5,745,060	5,816,082
k) Financial Intermediation	12,985,166	12,285,286
l) Others	24,699,344	9,403,674
5. Off- balance sheet items	100,544,039	95,549,742

6. Non-performing loans indicators		
a) Non-performing loans (NPL)	47,363,254	45,599,820
b) NPL ratio	5.7%	5.7%

7. Related parties		
a) Loans to directors, shareholders and subsidiaries	280,404	192,354
b) Loan to employees	15,778,187	15,543,829

III. LIQUIDITY RISK	31 Mar 20	31 Dec 19
a) Liquidity Coverage Ratio (LCR)	147.1%	116.6%
b) Net Stable Funding Ratio (NSFR)	119.0%	117.1%

IV. OPERATIONAL RISK	31 Mar 20	
	Number	Amount
Number and types of frauds and their corresponding amount	4	22,365
Digital channel frauds	4	22,365

V. MARKET RISK	31 Mar 20	31 Dec 19
1. Interest rate risk	536,872,443	560,577,879
2. Equity position risk	-	-
3. Foreign exchange risk	(15,646,777)	(26,177,020)

VI. COUNTRY RISK	31 Mar 20	31 Dec 19
1. Credit exposures abroad	-	-
2. Other assets held abroad	60,205,756	66,130,907
3. Liabilities to abroad	75,652,222	43,122,875

VII. Management and board composition	31 Mar 20	31 Dec 19
1. Number of Board members	9	8
2. Number of independent directors	7	6
3. Number of non-independent directors	2	2
4. Number of female directors	3	3
5. Number of male directors	6	5
6. Number of Senior Managers	8	9
7. Number of females senior managers	4	4
8. Number of males senior managers	4	5

BK MORTGAGE, THE KEY TO YOUR DREAM HOME

