

I. STATEMENT OF FINANCIAL POSITION

	Reviewed 30-Jun-21 Frw'000	Audited 31-Dec-20 Frw'000
ASSETS		
Cash in hand	1,335,660	941,492
Balance with National Bank of Rwanda	1,215,029	2,179,813
Deposits and balances due from other banking institutions	8,934,268	3,397,818
Other assets	2,265,938	1,774,323
Financial investments –at amortized cost	15,834,408	13,922,171
Loans and advances to customers	39,262,569	32,795,838
Property and equipment	2,495,112	1,865,762
Right of use assets	1,136,880	1,286,617
Intangible assets	327,509	382,038
Derivative financial instrument (currency swap)	-	55,773
Total assets	72,807,373	58,601,645
LIABILITIES		
Deposits from customers	44,233,496	35,867,128
Deposits from banks	6,190,413	5,344,031
Overnight treasury borrowings	7,003,570	650,080
Balances due to Group companies	574,588	831,488
Other liabilities	1,501,976	2,791,298
Lease Liability	1,072,229	1,264,650
Deferred tax liability	190,288	190,288
Total liabilities	60,766,560	46,938,963
EQUITY		
Share capital	21,399,604	21,399,604
Retained earnings	(9,358,791)	(9,736,922)
Total Equity	12,040,813	11,662,682
Total equity and liabilities	72,807,373	58,601,645

II. STATEMENT OF COMPREHENSIVE INCOME

	Reviewed 30-Jun-21 Frw'000	Reviewed 30-Jun-20 Frw'000
Revenue		
Interest income	3,712,784	2,280,323
Interest expenses	(1,377,408)	(941,717)
Net interest income	2,335,376	1,338,606
Loan Impairment losses	(197,859)	(845,169)
Net interests income after impairment	2,137,517	493,437
Fee and commission income	290,303	256,310
Net foreign exchange gains	504,487	100,803
Non funded income	794,790	357,113
Income from banking activities	2,932,307	850,550
Employee benefits expenses	(939,132)	(754,866)
Finance costs	(65,312)	(60,439)
Depreciation and amortization	(364,536)	(381,359)
Operating expenses	(1,185,196)	(1,189,074)
Total operating expenses	(2,554,176)	(2,385,738)
Loss before income tax	378,131	(1,535,188)
Income tax expense	-	-
Loss for the period	378,131	(1,535,188)
Other comprehensive income	-	-
Total comprehensive loss for the period	378,131	(1,535,188)

III. OTHER DISCLOSURES

	Reviewed 30-Jun-21 Frw'000	Audited 31-Dec-20 Frw'000
A CAPITAL STRENGTH		
a. Core Capital (Tier1)	11,548,801	11,309,296
b. Supplementary Capital (Tier 2)	576,167	540,570
c. Total Capital	12,124,968	11,849,866
d. Total risk weighted assets	46,093,364	43,245,596
e. Core capital/Total risk weighted assets ratio	25.1%	26.2%
f. Tier 1 ratio	25.1%	26.2%
g. Total capital/total risk weighted assets ratio	26.3%	27.4%
h. Tier 2 Ratio	1.25%	1.25%
i. Leverage ratio	16.7%	17.0%
B CREDIT RISK		
1. Total gross credit risk exposures		
a. On-balance sheet exposure	41,609,686	34,635,765
b. Guarantees, commitments given (off balance sheet)	3,251,454	4,473,641
c. Financing commitments given (off balance sheet)	2,200,579	2,726,207
d. Letter of credits	-	348,140
e. Total gross credit risk exposures	47,061,719	42,183,753
f. Credit Risk Weighted Assets	43,318,899	37,587,928
g. Credit Risk Weighted Assets/RWA	93.98%	86.92%
2. Average gross credit Exposure (Average between June 2021 and (Dec 2020)		
a. Loans	38,122,725	19,266,710
b. Commitments	2,463,393	1,941,876
c. Guarantees	3,862,548	4,458,787
d. Letters of credit	174,070	232,991
e. Debt securities	14,878,290	10,587,594
f. OTC derivatives	-	28,815
3. Sector Distribution of Exposures		
a. Infrastructure and construction	3,887,793	7,433,739
b. Manufacturing	9,715,965	7,881,475
c. Services and commerce	18,263,507	11,099,685
d. Others	9,742,421	8,220,866
e. Total on balance sheet exposure	41,609,686	34,635,765
4. Off Balance sheet Items		
a. Guarantees, commitments given (off balance sheet)	3,251,454	4,473,641
b. Financing commitments given (Off balance sheet)	2,200,579	2,726,207
c. Letters of credit	-	348,140
5. Non-performing loan indicators		
a. Non-performing loans	3,246,591	2,490,383
b. NPL Ratio	7.80%	7.19%

III. OTHER DISCLOSURES (CONTINUED)

	Reviewed 30-Jun-21 Frw'000	Audited 31-Dec-20 Frw'000
6. Related parties		
a. Loans to directors, shareholders and subsidiaries	134,235	68,653
b. Loans to employees	1,054,141	992,955
7. Regional Exposure		
East Province	267,748	95,176
Kigali City	37,108,082	31,240,824
North Province	479	-
South Province	1,919,169	1,858,582
Mobile Loans	2,314,209	1,441,182
Total on balance sheet credit exposure	41,609,686	34,635,765
8. Restructured loans		
a. Number of borrowers	47	29
b. Amount outstanding	13,159,277	12,337,369
c. Regulatory Provision thereon	140,443	109,439
d. Restructured loans as % of gross loans	31.63%	35.62%
C LIQUIDITY RISK		
1 Liquidity ratio		
Liquid assets available	27,319,365	20,441,294
Total deposit liabilities	50,423,909	41,211,159
Liquidity coverage ratio	150%	122%
2 Net Stable Funding ratio		
Available stable funding	21,274,123	25,163,086
Required stable funding	9,171,821	7,062,278
NSFR	231.95%	356.30%
D OPERATIONAL RISK		
Number and type of frauds and their corresponding amount	-	-
Type: None Number: None Amount: Nil	-	-
E MARKET RISK		
a. Interest Risk	-	-
b. Foreign Exchange Risk	281,931	3,069,975
c. Equity Position	-	-
d. Market Risk/ RWA	0.59%	7.10%
F COUNTRY RISK		
a. Credit exposure Abroad	-	-
b. Other Assets Abroad	5,241,193	3,248,240
c. Liabilities due abroad	-	-
G MANAGEMENT AND BOARD COMPOSITION		
a. Number of Board members	8	9
b. Number of independent directors	6	6
c. Number of non-independent directors	2	3
d. Number of female directors	3	3
e. Number of male directors	5	5
f. Number of senior managers	12	9
g. Number of female senior managers	2	2
h. Number of male senior managers	10	7

V. EXPLANATORY NOTES TO THE FINANCIALS
1 Net Interest and similar income

The bank recorded a significant increase in interest and similar income by 63% mainly driven by the growth of the loan book by 86% from Rwf 21 billion to Rwf 39 billion between June 2020 and June 2021. Interest expense increased by 46% following the increase in deposits from Rwf 34 billion to Rwf 50 billion between June 2021 and June 2020.

2 Non funded income

Non funded income grew as a result of growth in business volume.

3 Impairment changes

Loan impairment charge declined as result of improvement in the quality of the loan book compared to prior year. We have in place necessary measures to avoid deterioration of the loan book quality.

4 Personnel expense

Staff cost has increased by 24% mainly to new staff recruitment following the bank growth.

5 Loans and advances to customers

The growth in loan book and deposits is attributed to new business booked during the period. The main growth segment was corporate book.

6 Deposits from customers

The increase of 22% from on the overall deposit book in 2021 is mainly attributed to new clients acquired during the period.



Ms. Lina M Higiho
Chief Executive Officer



Amb. Dr. Benjamin Rugangazi
Chairman

The accounts can be accessed from our website: www.ncbagroup.com

Head office: Kigali Heights 8th floor Plot No. 772, KG7 AVE

Email: contact@ncbagroup.com