

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022. UNREVIEWED BY EXTERNAL AUDITORS.**

in `000 Frw	MARCH 2022	MARCH 2021
Interest income	1,156,997	915,601
Interest expense	(210,770)	(359,290)
Net income interest before impairment charge	946,228	556,311
Impairment credit/ (charge) on loans and advances	(6,929)	(131,514)
<b>Net Interest Income</b>	<b>939,299</b>	<b>424,797</b>
Fee and commission income	61,885	178,966
Fee and commission expense	(1,506)	(2,150)
<b>Net fee and commission income</b>	<b>60,379</b>	<b>176,816</b>
Net result from foreign exchange operations	(10,390)	(4,664)
Net other operating income	23,318	1,092
<b>Net non-interest income</b>	<b>73,307</b>	<b>173,244</b>
<b>Net operating income</b>	<b>1,012,605</b>	<b>598,041</b>
Personnel expenses	(514,169)	(478,136)
Depreciation and amortization expenses	(98,569)	(90,855)
Other administrative expenses	(224,604)	(258,399)
<b>Total operating expenses</b>	<b>(837,343)</b>	<b>(827,390)</b>
<b>Profit or loss before tax</b>	<b>175,262</b>	<b>(229,349)</b>
Deferred income tax/Income	(52,345)	68,805
Income tax expense/Income	(52,345)	68,805
<b>Profit or loss for the period</b>	<b>122,917</b>	<b>(160,544)</b>

The financial statements were approved and authorized for issue by the Board of Directors on 30<sup>th</sup> May 2022 and were signed on its behalf by:



**Mr. Klaus Müller**  
Chief Executive Officer

DocuSigned by:  
*Dianne Dusaidi*  
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**Mrs. Dianne Dusaidi**  
Chairperson of the Board of Directors

These financial statements and other disclosures can be accessed on the institution's website [www.abbank.rw](http://www.abbank.rw). They may also be accessed at the institution's Head Office located at KN 78 Street #15, Nyarugenge, Kiyovu (BCK Building). Telephone: +25078 819 83 00.

## EXPLANATORY NOTES TO THE FINANCIALS

### Interest and similar income:

#### Increase of 26.36%

The increase is attributed to growth in earning assets mainly in loans to customers (5%) and government bonds.

### Interest expense:

#### Decrease of 41.34%

The decrease of interest expense is associated with full repayment of external debt in Q1 2022.

### Impairment charge for loan losses

The decrease of net impairment charges for loan losses is mainly explained by substantial recoveries of loan written-off and overall improvement of loan portfolio quality.

### Loans and advances to customers

#### Increase of 5.33%

The increase is due to positive trend in loan disbursement during Q1 2022.

### Customer Deposits

#### Increase of 11.97%

The increase is explained by new significant inflows that were booked in Q1 2022.

### Loans from banks and other financial institutions

The outstanding amount of external debt was fully repaid in Q1 2022 in order to efficiently manage cost of funds.

**STATEMENT OF FINANCIAL POSITION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022.**

in `000 Frw	31 MAR 2022	31 DEC 2021
	(UNREVIEWED)	(AUDITED)
<b>ASSETS</b>		
Cash and cash equivalents	1,090,557	731,288
Debt securities	914,950	1,363,785
Loans and advances to banks	1,407,635	1,567,534
Loans and advances to customers	8,566,797	8,132,971
Other financial assets	195,497	161,316
Other non-financial assets	254,991	282,718
Intangible assets	67,941	77,350
Property and equipment	636,389	673,055
Rights-of-use assets	858,228	907,869
Deferred income tax asset	880,590	932,935
<b>Total assets</b>	<b>14,873,575</b>	<b>14,830,821</b>
<b>LIABILITIES</b>		
Loans from banks and other financial institutions	-	1,019,422
Customer accounts	9,681,123	8,646,478
Provisions	61,117	119,406
Lease Liabilities	856,745	951,219
Other financial liabilities	220,997	153,670
Other non-financial liabilities	78,988	88,938
<b>Total liabilities</b>	<b>10,898,970</b>	<b>10,979,133</b>
<b>EQUITY</b>		
Share capital	11,461,300	11,461,300
Retained earnings	(7,486,695)	(7,609,612)
<b>Total equity</b>	<b>3,974,605</b>	<b>3,851,688</b>
<b>Total liabilities and equity</b>	<b>14,873,575</b>	<b>14,830,821</b>

**OTHER DISCLOSURES**

ITEM	AMOUNT/ RATIO/NUMBER
<b>I. CAPITAL STRENGTH</b>	
1. Core capital (Tier 1)	2,964,616
2. Supplementary Capital (Tier 2)	114,818
3. Total capital	3,079,434
4. Total Risk Weighted Assets	9,185,437
5. Core capital /Total Risk Weighted Assets ( Tier 1)	32.28%
6. Tier 2 ratio	1.25%
7. Total Capital /Total Risk Weighted Assets	33.53%
8. Leverage Ratio	19%
<b>II. CREDIT RISK</b>	
1. Total Gross Credit risk exposures: After accounting offsets and without taking into account credit risk mitigation	10,452,932
2. Average gross credit exposure, broken down by major types of credit exposure	
Micro	9,250,269
SME	558,184
Other Loans	644,479
a) Loans, commitments and other non-derivative off-balance sheet exposure	-
b) Debt securities	914,950
c) OTC derivatives	-

**3. REGIONAL OR GEOGRAPHIC DISTRIBUTION OF EXPOSURES, BROKEN DOWN IN SIGNIFICANT AREAS BY MAJOR TYPES OF CREDIT EXPOSURES**

	KIGALI	NORTH	EAST	WEST	SOUTH	TOTAL
Micro Loans	5,617,241	742,872	1,108,092	456,476	1,325,588	9,250,269
SME Loans	558,184	-	-	-	-	558,184
Other Loans	159,187	335,897	98,442	21,178	29,775	644,479
	<b>6,334,612</b>	<b>1,078,769</b>	<b>1,206,534</b>	<b>477,654</b>	<b>1,355,363</b>	<b>10,452,932</b>

**4. SECTEUR DISTRIBUTION OF EXPOSURES, BROKEN DOWN BY MAJOR TYPES OF CREDIT EXPOSURE AND AGGREGATED IN THE FOLLOWING AREAS**

	MICRO LOANS	SME LOANS	OTHER LOANS	TOTAL
a) Government	-	-	-	-
b) Financial	-	-	-	-
c) Manufacturing	252,486	75,766	-	328,252
d) Infrastructure and construction	534,241	53,790	77,016	665,046
e) Service and commerce	8,051,166	428,628	83,083	8,562,877
f) Others	412,376	-	484,381	896,757
	<b>9,250,269</b>	<b>558,184</b>	<b>644,479</b>	<b>10,452,932</b>

**5. OFF-BALANCE SHEET ITEMS**

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**6. NON-PERFORMING LOANS INDICATORS**

a) Non-Performing Loans (NPL)	1,305,051
b) NPL Ratio	12.20%

**7. RELATED PARTIES**

Loans to Directors, Shareholders and Subsidiaries	-
Loans to employees	146,942

**8. RESTRUCTURED LOANS AS AT 31.03.2022**

a. Number of borrowers	877
b. Amount outstanding (Frw'000)	1,700,545
c. Provision thereon ( Frw'000) (regulatory)	631,277
c. Restructured loans as % of gross loans	16.27%

**OTHER RISKS**

<b>LIQUIDITY RISK</b>	
High Quality Liquidity Assets	1,959,759
Total net cash outflows	537,707
a) Liquidity Coverage Ratio (LCR)	364%
Available stable funding	10,253,282
Required stable funding	8,621,806
b) Net Stable Funding Ratio (NSFR)	119%

**OPERATIONAL RISK**

	TYPE	NUMBER	AMOUNT
Number and Types of Frauds and Their corresponding amount	-	-	-

**MARKET RISK**

Interest rate risk	-
Equity position risk	-
Foreign exchange risk	3,164

**COUNTRY RISK**

1. Credit exposures abroad	-
2. Other assets held Abroad	-
3. Liabilities to Abroad	-

**MANAGEMENT AND BOARD COMPOSITION**

a. Number of Board members	4
b. Number of independent directors	2
c. Number of non-independent directors	2
d. Number of female directors	1
e. Number of male directors	3
f. Number of senior managers	3
g. Number of females senior managers	0
h. Number of males senior managers	3



**9%**  
**FIXED TERM DEPOSIT**

**SMART SAVINGS.**

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