

GUARANTY TRUST BANK (RWANDA) PLC

Audited by External Auditors (EY Rwanda Ltd)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

ASSETS	31-Dec-21 Frw'000 (Audited)	31-Dec-20 Frw'000 (Audited)
TREASURY OPERATIONS AND OPERATIONS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS		
Cash and balances with National Bank of Rwanda	31,720,667	23,898,032
Balances with Other Banks and Financial Institutions	14,911,472	6,800,072
Sub-Total	46,632,139	30,698,104
LOANS AND ADVANCES TO CUSTOMERS		
Net Loans and Advances to Customers	48,908,518	48,622,677
Sub-Total	48,908,518	48,622,677
FINANCIAL INSTRUMENTS		
Financial Instruments At Amortized Cost	28,972,542	27,426,389
Sub-Total	28,972,542	27,426,389
PROPERTY, EQUIPMENT AND OTHER ASSETS		
Intangible Assets	550,967	743,062
Property and Equipment	2,735,414	2,767,362
Right of Use Assets	1,851,472	2,182,113
Other Assets	2,920,548	1,686,903
Sub-Total	8,058,402	7,379,440
TOTAL	132,571,601	114,126,610
LIABILITIES	31-Dec-21	31-Dec-20
TREASURY OPERATIONS AND OPERATIONS WITH BANKS AND OTHER FINANCIAL INSTITUTIONS		
Due to Banks and Other Financial Institutions	-	-
Repurchase Agreements, Borrowings and Other Credit Accounts	-	-
Sub-Total	-	-
OPERATIONS WITH CLIENT		
Deposits from Customers	102,603,683	88,966,045
Interest Payable	50,004	80,768
Sub-Total	102,653,687	89,046,813
OTHER LIABILITIES		
Other Borrowings	911,048	964,817
Other Liabilities	3,824,965	2,841,088
Lease Liability	2,064,264	2,371,049
Current Income Tax Liability	534,273	578,722
Deferred Income Tax Liability	167,735	272,221
Sub-Total	7,502,286	7,027,898
PROVISIONS FOR LITIGATIONS		
Provision for Contingent Liability	132,367	155,034
Sub-Total	132,367	155,034
OWNERS EQUITY		
Share Capital	10,994,882	10,994,882
Revaluation Reserves	368,693	368,693
Statutory Reserves	523,740	58,752
Retained Earnings	10,395,947	6,474,539
Sub-Total	22,283,261	17,896,866
TOTAL	132,571,601	114,126,610

OFF-BALANCE SHEET	31-Dec-21	31-Dec-20
Financing Commitments Given	15,606,273	9,228,685
Guarantees Commitments Given	15,345,522	16,456,029
TOTAL	30,951,796	25,684,714

**SAME BANK
NEW LOGO**

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

	31-Dec-21 Frw'000 (Audited)	31-Dec-20 Frw'000 (Audited)
Interest and Similar Income	9,325,147	8,092,792
Interest Expense	(739,134)	(712,830)
Net Impairment Charge	7,215	(705,228)
NET INTEREST INCOME	8,593,228	6,674,734
Fees and Commission Income	3,235,324	2,951,920
Fee and Commission Expense	(946,198)	(796,059)
Foreign Exchange Trading Income/Loss	1,509,785	1,063,459
Other Income	45,436	52,649
NET INCOME FROM BANKING ACTIVITIES	3,844,347	3,271,968
Personnel Costs	(2,637,241)	(2,446,805)
Other Operating Expenses	(2,654,222)	(2,373,427)
Depreciation and Amortization	(682,761)	(679,056)
TOTAL OPERATING EXPENSES	(5,974,225)	(5,499,288)
PROFIT BEFORE TAX	6,463,351	4,447,414
Taxation	(2,076,955)	(1,303,771)
PROFIT AFTER TAX	4,386,395	3,143,643

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2021

	31-Dec-21 Frw'000 (Audited)	31-Dec-20 Frw'000 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Income Tax	6,463,351	4,447,414
Adjustments for:		
Depreciation on Property and Equipment	433,486	419,439
Amortisation on Intangible Assets	249,275	259,617
Gain/loss on Disposal of Fixed Assets	855	(11,243)
Interest on lease liability	139,362	159,617
Amortization on right-of-use asset	348,493	348,699
IFRS 16- Lease cost net changes P/L impact	(6,595)	(2,828)
Cash Flows From Operating Activities Before Changes in Operating Assets and Liabilities	7,628,226	5,620,715
Changes in Operating Assets and Liabilities:		
Loans and Advances	(285,841)	(5,988,681)
Investment Securities	(866,632)	(9,937,522)
Other Assets	(1,233,646)	(268,414)
Customer Deposits	12,993,500	16,922,698
Amounts Due to Other Banks	-	(1,000,000)
Provision for Litigation	(22,667)	11,771
Other Liabilities	983,877	907,842
Income tax paid	(2,225,891)	(1,322,851)
Net Cash From/ (Used in) Operations	16,970,927	4,945,558
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(385,550)	(296,986)
Purchase of Intangible Assets	(77,128)	(73,200)
Proceeds from Sale of Property and Equipment	3,105	13,001
Net Cash Used in Investing Activities	(459,573)	(357,185)
CASH FLOWS FROM FINANCING ACTIVITIES		
Other Borrowings	(53,768)	964,817
Repayment of lease liability	(457,404)	(458,352)
Issue of Shares	-	-
Net Cash Flows from Financing Activities	(511,173)	506,465
Net Increase / (Decrease) in Cash and Cash Equivalents	16,000,180	5,094,838
Cash and Cash Equivalents at Start of Year	37,953,302	32,858,464
Cash and Cash Equivalents at End of Year	53,953,483	37,953,302

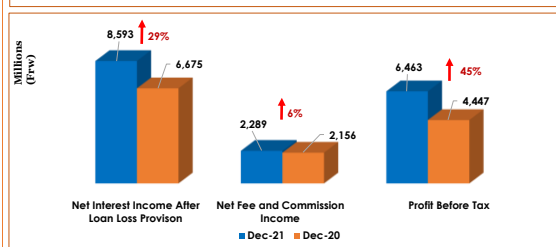
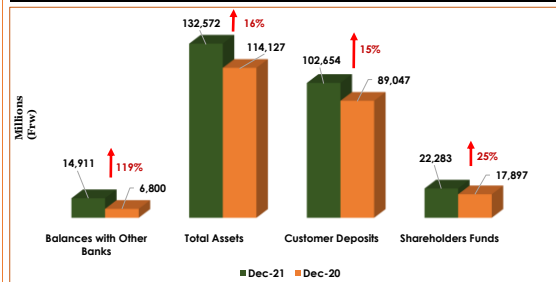
The Financial Statements were approved by the Board of Directors on 21st March 2022 and signed on its behalf by:

Chairperson of Board Audit Committee
ENATA DUSENGE

Managing Director
EJIZU N. EMMANUEL

FINANCIAL STATEMENTS AS AT 31 DECEMBER 2021 "CONTINUED"

Other Disclosures			Other Disclosures Continued		
Item	Dec-21 Frw'000	Dec-20 Frw'000	Item	Dec-21 Frw'000	Dec-20 Frw'000
1. Capital Strength			a. Credit Risk		
a. Core Capital (Tier 1)	21,603,899	17,265,707	a. Total Gross Credit Risk Exposures	51,783,593	49,759,000
b. Supplementary Capital (Tier 2)	967,234	835,130	b. Average Gross Credit Exposures:		
c. Total Capital	22,571,133	18,100,838	b i. Loans and Non-derivative Off-balance Sheet Exposures	82,735,388	75,443,714
d. Total Risk Weighted Assets	85,543,480	77,149,888	b ii. Debt Securities	28,972,542	27,426,389
e. Tier 1 Ratio	25.25%	22.38%	b iii. OTC derivatives	-	-
f. Total Capital/Total Risk Weighted Assets Ratio	26.39%	23.46%	c. Regional or Geographic Distribution of Exposures:		
g. Tier 2 Ratio	1.13%	1.02%	c i. Kigali City	50,383,962	47,860,111
h. Leverage Ratio	12.88%	11.81%	c ii. Northern Region	58,695	204,675
2. Liquidity Risk			c iii. Southern Region	487,990	770,588
a. Liquidity Coverage Ratio (LCR)	340.1%	373.3%	c iv. Western Region	433,444	514,616
a i. Liquid Assets Available (LCR***)	59,511,773	50,706,336	c v. Eastern Region	209,503	409,011
a ii. Short Term Liabilities (LCR***)	17,497,053	13,581,785	d. Sector Distribution of Exposures:		
a iii. Total Deposit Liabilities	102,653,687	89,046,813	d i. Government	-	-
b. Net Stable Funding Ratio (NSFR)	152.7%	150.1%	d ii. Financial	-	-
b i. Available Stable Funding	87,150,093	75,105,566	d iii. Manufacturing	13,395,294	9,865,470
b ii. Required Stable Funding	57,070,645	50,033,195	d iv. Infrastructure and Construction	4,049,263	7,802,170
3. Market Risk			d v. Services and Commerce	20,536,784	20,993,769
a. Interest Rate Risk	-	-	d vi. Others	13,702,252	11,997,592
b. Equity Position Risk	-	-	e. Off-Balance Sheet Items:	30,951,796	25,684,714
c. Foreign Exchange Risk	17,952	12,220	f. Non-performing Loans Indicators:		
4. Management and Board Composition			f i. Non-Performing Loans (NPL)	2,679,805	2,270,969
	Number	Number	f ii. NPL Ratio	3.24%	3.01%
a. Number of Board Members	5	6	g. Related Parties:		
b. Number of Non-independent Directors	2	3	g i. Loans to Directors, Shareholders and Subsidiaries	1,367,654	1,183,116
c. Number of Independent Directors	3	3	g ii. Loans to Employees	316,846	283,704
d. Number of Female Directors	2	2	h. Restructured Loans		
e. Number of Male Directors	3	4	h i. Number of borrowers	109	97
f. Number of Senior Managers	10	11	h ii. Amount outstanding	4,283,893	7,537,177
g. Number of Female Senior Managers	1	1	h iii. Provision thereon (regulatory)	151,513	124,197
h. Number of Male Senior Managers	9	10	h iv. Restructured loans as % of gross loans	8.3%	15.1%



EXPLANATORY NOTES TO THE FINANCIALS

- Balances with Other Banks increased by 119%**
The 119% increase was mainly attributable to enhanced placements with other financial institutions during the period.
- Customers' Deposits increased by 15%**
The 15% increase in customer deposits was attributable mainly to enhanced deposit mobilization from existing and new customers during the period.
- Other Financial Instruments at amortized cost increased by 6%**
The 6% overall increase was mainly attributable to the acquisition of additional Eurobond investment during the period.
- Total Assets increased by 16%**
The 16% increase in total assets was mainly attributable to the increase in other financial securities and placements with other banks on the back of the general increase in customer deposits.
- Net Interest Income After Impairment Charge increased by 29%**
The 29% increase was mainly attributable to enhanced interest income generated from investment securities and loans granted to customers during the period.
- Net Fee and Commission Income increased by 6%**
The 6% increase was mainly attributable to enhanced fees and commission income related to money transfers, service delivery and international trade financing.
- Profit Before Tax increased by 45%**
The 45% growth in profitability was mainly attributable to enhanced net interest income coupled with net fees and commissions collection and the overall operational efficiency.

6. Operational risk			
a. Frauds	Fraud Type	Fraud Number	Fraud Amount
Use of Forged Withdrawal Slips	Identity Theft	3	7,325
7. Country Risk			
a. Credit Exposures Abroad		-	-
b. Other Assets Held Abroad		9,436,906	7,802,050
c. Liabilities to Abroad		-	-

STATEMENT OF CHANGE IN EQUITY AS AT 31 DECEMBER 2021

	Share Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Total Equity
	Frw'000	Frw'000	Frw'000	Frw'000	Frw'000
As at 1 January 2021	10,994,882	58,752	368,693	6,474,538	17,896,866
Transferred in the year	-	464,987	-	(464,987)	-
Comprehensive Income:					
Profit For The Year	-	-	-	4,386,395	4,386,395
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Profit For The Year	-	-	-	4,386,395	4,386,395
Transactions With Owners and Non-Controlling Interests					
Issue of Shares	-	-	-	-	-
At 31 December 2021	10,994,882	523,740	368,693	10,395,946	22,283,261
At 1 January 2020	10,994,882	-	542,100	3,196,241	14,753,223
Transferred in the year	-	58,752	(193,407)	134,654	-
Comprehensive Income:					
Profit For The Year	-	-	-	3,143,643	3,143,643
Other Comprehensive Income	-	-	-	-	-
Total Comprehensive Income For The Year	-	-	-	3,143,643	3,143,643
Transactions With Owners and Non-Controlling Interests:					
Issue of Shares	-	-	-	-	-
At 31 December 2020	10,994,882	58,752	368,693	6,474,538	17,896,866

OUR LOGO IS CHANGING

The cube; the vision; our commitment to you; everything remains the same, but the logo. We are still **Guaranty Trust Bank (Rwanda) plc** now a part of **Guaranty Trust Holding Company Plc**, and we are on a mission to make financial services cheaper, easily accessible and more rewarding for every person and business in Africa.