

STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2016

BALANCE SHEET AS AT 31st DECEMBER 2016

(Amounts in FRW "000")

		AUDITED BY GPO Partners Ltd	
CODE	ASSETS	31/12/2016	31/12/2015
1	Treasury operations and operations with banks and other financial institutions (F. I)		
10	Cash in hand	2 924 091	5 217 512
11	Balance with the National Bank of Rwanda	12 054 436	7 080 324
12	Balance with banks and other Financial Institution	2 183 415	6 214 532
13	Reverse repurchase agreement, loans & other overdrawn accounts	6 344 373	4 646 780
18	Receivable in Transit	-	-
1	Accrual receivable interests and others	1 566	604
	Sub-total	23 507 881	23 159 751
2	Operations with clients		
20	Overdrawn accounts (Overdrafts)	16 150 265	16 761 590
21	Treasury loans	22 130 193	22 854 789
22	Equipment loans	7 456 102	9 443 050
23	Consumer loans	1 755 770	3 454 700
24	Mortgage loans	50 755 064	34 331 669
25	Leased assets	-	-
28	Receivable in transit	1 367 165	996 992
29	Non performing loans	6 578 106	5 737 929
2	Accrual receivable interests	1 134 698	1 090 389
	Sub-total	107 327 363	94 671 109
3	Financial instruments		
31	Financial instruments available for sale	19 876 786	18 301 477
33	Financial instruments held to maturity	14 035 270	31 486 295
34	Equity investments and subsidiaries investments	-	-
3	Accrual receivable interests	727 118	1 089 598
	Sub-total	34 639 174	50 877 370
4	Fixed assets and other assets		
41	Intangible fixed assets	1 112 035	1 164 901
42	Tangible assets	8 956 924	7 014 563
44	Receivable accounts	260 208	368 831
46	Other assets	70 826	527 764
47	Suspense accounts	95 961	174 434
	Sub-total	10 495 954	9 250 494
	Grand Total	175 970 372	177 958 724

CODE	LIABILITIES	31/12/2016	31/12/2015
1	Treasury operations and operations with banks and other financial institutions (F. I)		
12	Due to banks and other financial institutions	2 098 579	2 227 670
14	Repurchase agreement, borrowings and other credit accounts	42 884 860	44 282 699
18	Payables in transit	-	-
1	Accrual payable interests	510 670	595 372
	Sub-total	45 494 109	47 105 741
2	Operations with clients		
20	Credit accounts of customers	103 210 365	108 400 436
28	Payables in transit	102 108	242 361
2	Accrual payable interests	1 834 707	1 770 322
	Sub-total	105 147 180	110 413 119
4	Other Liabilities		
45	Payable accounts	2 276 628	1 621 174
47	Suspens accounts	1 092 706	533 686
	Sub-total	3 369 334	2 154 860
5	Provisions for contingent liabilities and equity		
50	Proviions for credit registered as liability	46 021	-
	Sub-total	46 021	-
	Equity		
57	Reserves and share premium	11 300 005	8 718 087
58	Capital/Share capital	6 985 000	6 985 000
59	Net profit / loss (+/-)	3 628 723	2 581 918
	Sub-total	21 913 728	18 285 005
	Grand Total	175 970 372	177 958 724

CODE	OFF BALANCE SHEET	31/12/2016	31/12/2015
90	Financing commitments given	238 427	1 429 640
92	Guarantees commitments given	5 098 897	6 280 178
98	Other off balance sheet commitments	-	-
99	Substandard,doubtful & loss off balance sheet commitments	50 311	159 883
	Grand Total	5 387 635	7 869 701

INCOME STATEMENT FOR THE PERIOD OF 12 MONTHS ENDED

31st DECEMBER 2016

(Amounts in FRW "000")

	31/12/2016	31/12/2015
Interest and similar income	19 714 267	17 231 213
Interest expense and similar expenses	(8 768 533)	(8 559 733)
Credit risk cost	(611 935)	(911 869)
NET INTERESTS	10 333 800	7 759 611
Commissions on rendered services (Income)	3 033 494	2 610 979
Commissions on rendered services (expenses)	(472 549)	(236 617)
Income on foreign exchange operations	1 084 143	1 355 626
Other income and operating expenses (+/-)	58 471	109 538
	3 703 559	3 839 526
NET INCOME FROM BANKING ACTIVITIES	14 037 359	11 599 137
Staff costs	(4 090 878)	(3 928 651)
Other operating expenses	(3 837 215)	(3 096 295)
Depreciation for fixed asset	(719 388)	(759 738)
Sub-total	(8 647 481)	(7 784 684)
NET OPERATING PROFIT	5 389 878	3 814 453
Gain on disposal of property and equipment	-	-
Tax on benefit	(1 761 155)	(1 232 535)
NET PROFIT / LOSS After Taxation	3 628 723	2 581 918

Chairman of the Board of Directors

Date: 28/12/2017

Acting Managing Director

Date: 28/12/2017

OTHER DISCLOSURES FOR THE PERIOD ENDED 31st DECEMBER 2016

		AUDITED BY GPO Partners Ltd
		Amount in FRW '000'
1	Off-balance sheet items	5 388 872
2	Non-performing loans indicators	
a	Non-performing loans (NPL)	10 884 202
b	NPL ratio	9.41%
3	Capital Strength	
a	Core capital (Tier I)	19 713 309
b	Supplementary capital (Tier 2)	0%
c	Total capital	19 713 309
d	Total risk weighted assets	111 791 866
e	Core capital/Total risk weighted assets ratio	17 63%
f	Tier 1 ratio	17 63%
g	Total capital/total risk weighted assets ratio	17 63%
h	Tier 2 ratio	0%
4	Liquidity ratio	
a	Liquidity ratio	35%
5	Insider lending	
a	Loan to directors, shareholders and subsidiaries	3 286 239
b	Loan to employees	2 167 387
6	Management and board composition	
a	Number of board members	8
b	Number of executive directors	0
c	Number of non – executive directors	8
d	Number of female directors	2
e	Number of male directors	6
f	Number of Executive committee	4
g	Number of females in the Executive committee	1
h	Number of males in the executive committee	3

Chairman of the Board of Directors

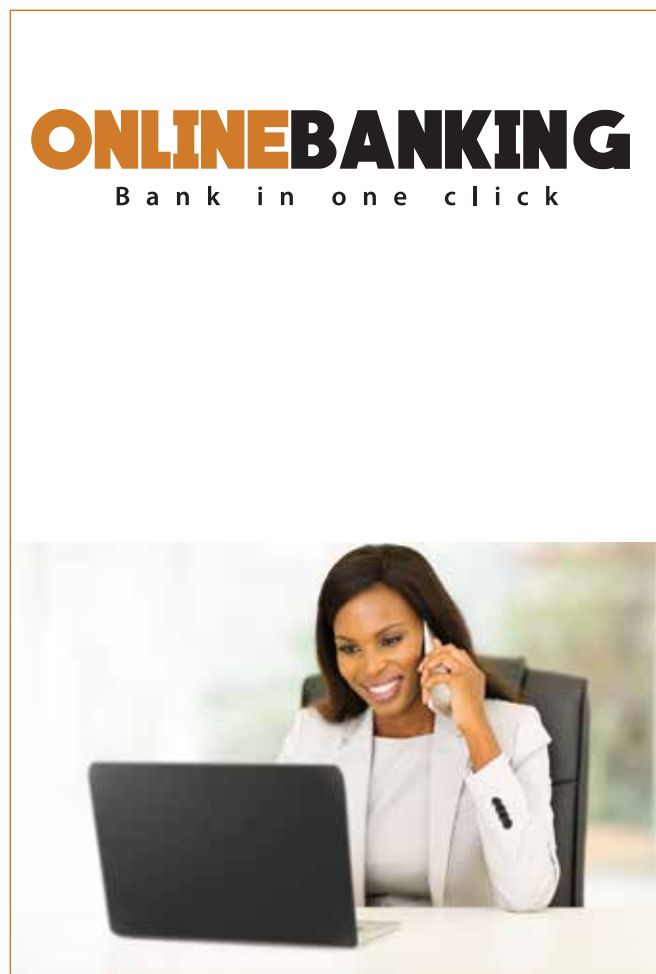
Date: 28/12/2017

Acting Managing Director

Date: 28/12/2017

**COGEBANQUE LIMITED STATEMENT OF CASH FLOWS
FOR THE ENDED YEAR 31 DECEMBER 2016**

	2016 Frw '000	2015 Frw '000
Cash flows from operating activities		
Profit before income tax	5,389,878	3,814,453
Adjustments for:		
Depreciation on property and equipment	532,698	531,764
Amortisation of intangible assets	186,690	227,974
Gain on disposal of fixed assets	-	-
Cash flows from operating activities before changes in operating assets and liabilities	6,109,266	4,574,191
Changes in operating assets and liabilities:		
Loans and advances	(12,656,254)	(15,863,567)
Government securities and other Bonds	16,238,196	(20,646,423)
Other assets	565,828	184,743
Customer deposits	(6,877,570)	19,839,061
Provision for litigation	-	-
Other liabilities	953,883	(271,302)
Income tax paid	(722,197)	(461,605)
Net cash from/ (used in) operations	3,611,152	(12,644,902)
Cash flows from investing activities		
Purchase of property and equipment	(2,747,909)	(2,566,114)
Purchase of intangible assets	(158,770)	(274,779)
Proceeds from sale of property and equipment	-	-
Net cash used in investing activities	(2,906,680)	(2,840,893)
Cash flows from financing activities		
Dividend paid	-	-
Increase in Shares capital	-	1,985,000
Net cash flows used in financing activities	-	1,985,000
Net increase/(decrease) in cash and cash equivalents	704,473	(13,500,795)
Cash and cash equivalents at start of year	(20,987,551)	(7,486,756)
Cash and cash equivalents at end of year	(20,283,078)	(20,987,551)



COGEBANQUE LIMITED STATEMENT OF CHANGES IN EQUITY FOR THE ENDED 31 DECEMBER 2016

	Share capital	Share premium	Statutory reserve	Proposed dividend	Retained earnings	Total
	Frw '000	Frw '000	Frw '000	Frw '000	Frw '000	Frw '000
As at 01 January 2015	5,000,000	1,373,437	-		7,344,650	13,718,087
Comprehensive income:						
Profit for the year		-	-	-	2,581,918	2,581,918
Transactions with owners:	1,985,000	-	-	-	-	1,985,000
At 31 12 2015	6,985,000	1,373,437	-	-	9,926,568	18,285,005
As at 01 January 2016	6,985,000	1,373,437	-		9,926,568	18,285,005
Comprehensive income:						
Profit for the year		-	-	-	3,628,723	3,628,723
Transactions with owners:						
At 31 12 2016	6,985,000	1,373,437	-	-	13,555,291	21,913,728

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS

1. Net loans and advances increased by 13.4%

From 2015 to 2016; there was an increase of Frw 12.6 billion representing new loans and advances granted to customers during year 2016;

2. Net interest income increased by 26.2%

As at December 2016, the Net interest income stood at Frw 10.9 billion compared to Frw 8.6 billion at the same period in 2015. The growth is attributable to the increase in loan book and investments in financial instruments;

3. Net impairments on loans and advances decreased by 33%; improving from Frw 911.9 million as at end of 2015 to Frw 611.9 million end 2016. This is due to enhanced recovery efforts.

4. Net profit for the year 2016 increased by 40.5%, i.e. from Frw 2.6 billion as at end 2015 up to Frw 3.6 billion end 2016.