DEVELOPMENT BANK OF RWANDA PLC

COMMERCIALIZATION AND DE-RISKING FOR AGRICULTURAL TRANSFORMATION PROJECT
(CDAT)

ANNUAL FINANCIAL STATEMENT REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2025

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Appendices

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g) Bank statements to accompany the bank reconciliation statements. (For all bank accounts)

1. STATEMENT OF RESPONSIBILITIES

The project Directors are responsible for the preparation and presentation of the Annual financial statement of the Commercialization and De-Risking for Agricultural Transformation Project (CDAT) ("the Project") comprising the Annual financial statement as at and for the year ended 31 December 2025 and the notes which include a summary of significant accounting policies and other explanatory notes, set out on pages 16 to 35, in accordance with the financial reporting provisions of the partnership agreement between the Development Bank of Rwanda and the World Bank.

The Directors are also responsible for determining the acceptability of the basis of accounting and such internal control as the Directors determine is necessary to enable the preparation of the Annual financial statement that are free from material misstatement, whether due to fraud or error, and for maintaining adequate accounting records and an effective system of risk management.

The independent auditor is responsible for reporting on whether, based on their audit, the Annual financial statement of the Development Bank of Rwanda Plc - Commercialization and De-Risking for Agricultural Transformation Project (CDAT) ("the Project") set on pages 16 to 35 gives a true and fair view of the Statement of Revenue and Expenditures statement for the year ended 31 December 2025 in accordance with the financial reporting provisions of the partnership agreement between the Development Bank of Rwanda and the World Bank.

Approval of the Annual financial statement

The annual financial statement of the Commercialization and De-Risking for Agricultural Transformation Project as at 31 December 2025, as identified in the first paragraph, was approved and authorized for issue by the Board of Directors on……2026

Chief Executive Officer

Date……2026

Chairman of the Board Audit committee

Date……2026

2. PROJECT INFORMATION

The purpose of this section is to formally recognize the authorization of Commercialization and De-Risking for Agricultural Transformation Project (CDAT Project)

This section of the report contains (a) project key data, (b) a project overview, (c) any assumptions made, (d) registration office, (e) roles and responsibilities of the people involved in the project, (f) funding summary.

2.1 Project key data

Project Start Date:	The project approval date is **15-Apr-2022** The project signature of agreement date is **02-May-2022** The project effectiveness date is **29-Jul-2022**
Project End Date:	The project completion date is **30-Apr-2027** The project completion extended to: NA The project last disbursement date: **31-Aug-2027** The project last disbursement extended: NA
Project Coordinator:	Project Coordinator is Mrs **Carine NISHIMWE**
Project Budget by Development Partner	**List Development Partner(s) name, amount, and currency** **-IDA GRANT E0170: USD 14,525,000** **-IDA GRANT TF0C5464: USD 3,400,000** **-IDA LOAN 70840: USD 29,050,000** **-IDA LOAN 70850: USD 14,525,000** **TOTAL USD 61,500,000**
Total cost of the project	**US$ 61,500,000 are allocated to BRD**
Disbursed amount and rate as of today.	**US$ 36,529,387** i.e **59%** of **US$ 61,500,000** allocated to BRD.
Implementing Budget Agencies	Implementing Budget Agencies are: BRD Plc / RAB/ BDF

2.2 Project Overview

Line Ministry of the project/ Implementing agency	MINAGRI/ RAB/BRD/BDF
Strategic goals/**objectives of the project**	The Project Development Objectives are to increase the use of irrigation and commercialization among producers and agribusiness firms in supported value chains, and to increase access to agricultural finance
General achievement of strategic goals /**main components of the project**	The project sub-components implemented by BRD. Subcomponent 2.1: Scaling up agricultural finance (US$15 million equivalent) The subcomponent objective is to set the foundation for expanding the supply of affordable financial services and products, especially credit in the agriculture sector, thereby enabling investment and, ultimately, agricultural transformation. The subcomponent will finance a credit line for production and post-harvest finance. Credit line for production and post-harvest finance: The credit line will induce Participating Financial Institutions (PFIs) including commercial banks, MFIs and SACCOs to reach the agriculture sector. It will be managed by the BRD and channelled through PFIs. The target end-projects for PFIs are agriculture production and postharvest by farmers and farmer cooperatives with priority given to female-led and climate smart projects. The credit line will be used for any commodities and businesses related to the agriculture sector in addition to the prioritized value chains targeted for the public investments under Component 1, from which potential financing opportunities will be introduced to the PFIs. The lending operations by PFIs will leverage the de-risking mechanisms covered under sub-component 2.2. PFIs will also leverage the BDF PCG scheme supported by the AFIRR project. The AFIRR project aims to strengthen and improve the design and operational efficiency of the partial credit guarantee (PCG) scheme through capital increase and technical assistance. The credit line will use a blended finance mechanism with an objective to build the nascent agriculture finance market and over time transition to a market mechanism that can sustain and grow this further. The wholesale credit will be blended with private capital, aiming to offer affordable terms to final beneficiaries. PFIs will be required to blend the project credit line funds with their own funds. The credit line share will be gradually reduced towards a greater share of market resources via a learning and review process on the product design. A review process and the revision of the blending ratio would be conducted semi-annually to ensure the pathway towards market pricing, while also factoring concerns on affordability. PFIs will be selected based on eligibility criteria including compliance with national prudential requirements, adequate appraisal standards, and capacity to meet project implementation requirements as will be further detailed in the Credit Line Manual. For their portion of the credit, PFIs will be allowed to set an interest rate which is sufficient to cover the costs, the risks inherent in lending, and an expected profit. Component 3: Project Management (US$15 million equivalent) of which US$3.1 million equivalent is allocated to BRD. This component will ensure the smooth implementation of the project. As such, it will support all aspects of project management, such as: (i) project staffing and their training; (ii) procurement and financial management. (ii) environmental and social risk management and compliance. (iii) monitoring and evaluation. (iv) equipment and operating costs. (v) communication and knowledge management. The project will also finance technical assistance and analytics to address specific policy and regulatory framework aspects that are critical for unleashing opportunities in areas that fall under the scope of the project, e.g., competitiveness, commercialization, job creation, or attracting greater involvement of private sector, development of an appropriate policy framework for crop and livestock insurance in Rwanda that could provide clarity of subsidy targeting, product approval for subsidies and role and responsibilities of private and public sector players, etc.

Specific achievement of strategic goals/**outputs of the projects**	The Project Development Objective-level indicators are the following: (i) Increase in share of agricultural produce sold by participating producers. (ii) Increase in the cultivated area being irrigated in new and rehabilitated schemes. (iii) Increase in value of agricultural production quantities procured by participating aggregators (cooperative and contract buyers). (iv) Increase in number of borrowers obtaining agricultural loans from participating financial institutions. (v) Total number of benefitting households reached by the project.
Other important background information of the project	N/A

2.3 Assumptions

The following assumptions have been made during the planning process for the project:

1. Methodology. To capture the net incremental benefit of project interventions two scenarios are devised to compare the without-project and with-project scenarios, starting at the lowest unit of measurement (one hectare) per crop and multiplying it by the total area cultivated under each crop and farming household, with similar scenarios devised further down the value chain for micro-processor/enterprises. Some general assumptions include an estimated increase in costs / output by a moderate 5 percent and a reduction in half of post-harvest loses to 10 percent, since the project is primarily concerned with post-harvest production and processing. All crop models are aggregated up to the project level, based on the area cultivated for the past three years - from the Rwandan Statistical Agricultural Survey (SAS 2019). The net incremental benefits are used to calculate the viability of the project using indicators such as the internal rate of return, net present value, benefit cost ratio and switching values. The timeframe used in the economic and financial analysis is 20 years, with a discount rate of 6 percent, which is based on World Bank guidelines. The economic and financial analysis aggregates the incremental benefits of the selected crops and those related to potential reduction in GHG emissions, using the FAO EX-ACT, while factoring in the project's investment and recurrent costs, using economic values from Costab.

2. Financial Analysis. In total 13 crop models, 3 farm models and 4 enterprise models were developed to capture the agricultural value chain related investments, related benefits and demonstrated impact on household income. Some general assumptions related to the crop budgets include: (i) one hectare of land per crop budget;(ii) farm models are set at an average of 1 ha; (iii) cropping intensity varies from 100-200-300 percent in the with project and without-project scenarios; (iv) yields increase in line with by national targets provided by RAB; (v) post-harvest losses decline by a quarter to a half of base scenario values; (vi) agricultural mechanization reduces on-farm labour needs per hectare in traditional cash crop type areas and increases in more market and commercially orientated crops such as vegetable and fruit production; (vii) crop insurance premiums at 60 percent of 7.5 percent premium is added as an operating expense on a progressive basis; (viii) grant/loan funding is factored into cash flow analysis as a part of project support.

2.4 Directors

The Directors of Development Bank of Rwanda PLC provide oversight to the project.
The Directors that served during the year and to the date of this report are shown below,

Names	Position	Date of appointment	Nationality
Mr. Bobby Jene Pittman	Chairman	03 August 2020	American
Mr. Callixte Nyilindekwe	Vice Chairman	22 July 2020	Rwandese
Ms. Alice Rwema	Non-Executive Director	22 July 2020	Rwandese
Ms. Angelique Karekezi	Non-Executive Director	22 July 2020	Rwandese
Mr. Joseph Mudenge	Non-Executive Director	22 July 2020	Rwandese
Mr. Emmanuel Habineza	Non-Executive Director	6 July 2023	Rwandese
Mr. Ghislain Nkeramugaba	Non-Executive Director	22 July 2020	Rwandese
Ms. Stella Nteziryayo*	Non-Executive Director	22 July 2020	Rwandese
Ms Louise Kanyonga Ingabire	Non-Executive Director	20 February 2023	Rwandese

*Ms. Stella Nteziryayo was appointed Chief Executive Officer on 29th December 2025 and consequently ceased to serve as a Non-Executive Director from that date

Company Secretary & General Council

Gloria TENGERA
Development Bank of Rwanda Plc KN4 Avenue
P.O Box: 1341 Kigali, Rwanda

Registered Office and principal place of business

DEVELOPMENT BANK OF RWANDA BUILDING
KN3, Ave, Kigali
P.O BOX: 1341 Kigali, Rwanda

Auditors

Ernst & Young Rwanda Ltd
Certified Public Accountants
M-Peace Plaza, Executive Wing 6th Floor,
KN4 Avenue
P.O Box 3638,

2.5 Funding Summary

The Project is for duration of 5 years from 29 July 2022 to 30th April 2027 with an approved budget of **US$ 302,000,000**. The BRD is implementing two subcomponents with an estimated budget of **US$ 61,500,000** as highlighted in the table below in different currencies.

Source of funds	Development Partner Commitment- (in USD) (A)	Cumulative Amount received as of 31/12/2025 in USD (B)	Cumulative Amount received as of 30/09/2025 (in Frw) (C)= (B*Exch rate)	Undrawn balance as of 30/09/2025 (in USD) (D)= (A)-(B)	Undrawn balance as of 30/09/2025 (in Frw) (E)= (D*Exch rate)
(i) Grant					
IDA GRANT E0170	14,525,000	20,062,701	27,518,649,288	(5,537,701)	(8,046,694,881)
IDA GRANT TF0C5464	3,400,000	-	-	3,400,000	4,940,455,000
(ii) Loan, credit	-	-	-	-	-
IDA LOAN 70840	29,050,000	7,857,161	9,435,834,006	21,192,839	30,794,784,530
IDA LOAN 70850	14,525,000	8,609,525	11,248,452,216	5,915,475	8,595,628,836
(iii) Other (FI, CP, ...)					
GOR					
TOTAL	**61,500,000**	**36,529,387**	**48,202,935,510**	**24,970,613**	**36,284,173,485**

* Different average exchange rates are used for each withdrawal application at their respective value date of World Bank's approval of the fund request.
**Average exchange rate of 1453.075 Frw against USD is used to convert undrawn balance from USD to FRW as at 31 December 2025 (the reporting date)

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Independent auditor's report

To the Shareholders of Development Bank of Rwanda PLC

REPORT ON THE FINANCIAL STATEMENTS AUDITED

Opinion

We have audited the financial statements of Commercialization and De-Risking for Agricultural Transformation (CDAT) the ("Project") funded by the world bank and implemented by Development Bank of Rwanda Plc set out on pages 11 to 36, which comprise the statement of financial position as at 31 December 2025, and the statement of revenue and expenditure, statement of cash flows and Statement of Budget Performance for the year then ended, and notes to the financial statements, including a summary of material accounting policy information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Project as at 31 December 2025 and its financial performance for the year then ended in accordance with the financial reporting provisions of the partnership agreement between the Development Bank of Rwanda and the World Bank. As a result, these fund accountability statement may not be suitable for any other purpose.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Project in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and other independence requirements applicable to performing audits of financial statements of Commercialization and De-Risking for Agricultural Transformation (CDAT) in Rwanda. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits of the Project in Rwanda. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits of the Project and in Rwanda. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises the information included on pages 1 to 8 of the document titled "Annual Financial Statements" which includes the Statement of Directors responsibilities, Project Information and appendices. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Independent auditor's report (Continued)

To the Shareholders of Development Bank of Rwanda PLC

Report on the audit of the financial statements (Continued)

Responsibilities of directors for the financial statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with financial reporting provisions of the partnership agreement between the Development Bank of Rwanda and the World Bank, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
In preparing the financial statements, the directors are responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intends to liquidate the Project or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.

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Auditor's responsibilities for the audit of the financial statements (Continued

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Stephen K Sang

For and on behalf of Ernst & Young Rwanda Limited

Date: 30 JUNE 2026

4. Statement of Revenue and Expenditures for the period ended 31 December 2025.

	Notes	Financial Year 2025 12 Months to 31/12/2025	Financial Year 2024 12 Months to 31/12/2024
Revenues		-	-
Operating revenue		-	-
Tax Revenue	1	-	-
Fees, fines, penalties and licenses	2	-	-
Transfers from Treasury	3	-	-
Transfers from other Government Reporting entities	4	-	-
Grants	5	22,808,929,327	1,050,122,504
Other revenue	6	7,732,807	0
Net operating revenue		**22,816,662,134**	**1,050,122,504**
Capital Receipts		-	-
Proceeds from sale of capital items	7	-	-
Loans and borrowings		-	-
Proceeds from borrowings	8	6,525,011,718	3,154,740,024
Other revenues		-	-
Total Revenues (A)		**29,341,673,852**	**4,204,862,528**
Expenses			
Operating expenses			
Compensation of Employees	9	222,335,606	180,342,044
Use of Goods and Services	10	1,057,626,887	211,743,711
Transfers to Reporting Entities	11	-	-
Subsidies	12	-	-
Grant	13	0	184,200,000
Social Assistance	14	-	-
Finance cost	15	-	-
Other Expenses	16	-	-
Total operating expenses		**1,279,962,493**	**576,285,755**
Capital payments			-
Capital Expenditure	17	111,508,323	-
Repayment of borrowings		-	-
Loans repayments	18	-	-
Total expenses (B)		**1,391,470,816**	**576,285,755**
Surplus/deficit (C=A-B)		**27,950,203,036**	**3,628,576,773**

5. Financial Position at 31 December 2025.

	Notes	Financial Year 2025 12 Months to 31/12/2025	Financial Year 2024 12 Months to 31/12/2024
Financial Assets			
Bank Balances	19	8,196,312,768	407,524,390
Cash Balances	20	-	-
Accounts Receivables and Advances	21	37,747,659,730	17,766,693,927
Total Financial Assets		**45,943,972,498**	**18,174,218,317**
Less: Financial liabilities			
Accounts Payables	22	(78,845,481)	(259,294,336)
Net Financial assets		**45,865,127,017**	**17,914,923,981**
Representing			
Accumulated surplus (Deficit) from previous years	23	17,914,923,981	14,286,347,208
Net surplus / (Deficit) for current year		27,950,203,036	3,628,576,773
Prior year adjustment	24	-	-
Total closing balances		**45,865,127,017**	**17,914,923,981**

6. Cash flow statement for the period ended to 31 December 2025

Description	Notes	Financial Year 2025 As at 31 December 2025 Frw	Financial Year 2024 As at 31 December 2024 Frw
Cash flow from operating activities			
Tax Revenue	1	-	-
Fees, fines, penalties, and licenses	2	-	-
Transfers from Treasury	3	-	-
Transfers from other Government Reporting entities	4	-	-
Grants from Donors	5	22,808,929,327	1,050,122,504
Other revenue	6	7,732,807	
Total Operating revenue		**22,816,662,134**	**1,050,122,504**
Payment for operating activities			
Compensation of Employees	9	222,335,606	180,342,044
Use of Goods and Services	10	1,057,626,887	211,743,711
Transfers to Reporting Entities	11	-	-
Subsidies	12	-	-
Grants	13	-	184,200,000
Social Assistance	14	-	-
Finance cost	15	-	-
Other Expenses	16	-	-
Total payments for operating activities		**1,279,962,493**	**576,285,755**
Adjusted for			
Changes in receivables	25	(19,980,965,803)	(12,426,042,835)
Changes in payables	22	(180,448,855)	60,475,542
Adjustment during the period	24	-	-
Total cash receipts from operating activities		**2,655,247,476**	**(11,315,444,789)**
NET CASH FLOW FROM OPERATING ACTIVITIES(A)		**1,375,284,983**	**(11,891,730,544)**
Cash flow from Investing activities			
Purchase of Capital items	17	111,508,323	-
Proceeds from sale of capital items	7	-	-
NET CASH FLOW FROM INVESTING ACTIVITIES		**111,508,323**	**-**
Cash flows from financing activities		-	-
Repayments of borrowings	18	-	-
Proceeds from borrowings	8	6,525,011,718	3,154,740,024
NET CASH FLOW FROM FINANCING ACTIVITIES		**6,525,011,718**	**3,154,740,024**
Net increase/Decrease in cash and cash equivalents		**7,788,788,378**	**(8,736,990,520)**
Cash and cash equivalents at the beginning of the year	26	**407,524,390**	**9,144,514,910**
Cash and cash equivalents at the year end	26	**8,196,312,768**	**407,524,390**

7. Budget Performance Report of 31 December 2025

Description	Notes	Financial Year 2025 12 Months Approved Action plan and Budget - Frw	Financial Year 2025 As of 9 Months Ended 31 December 2025 Actual - Frw	Variance Frw	Performance %
		A	B	A-B	(B/A)*100
Revenue					
Tax Revenue	1	-	-	-	-
Fees, fines, penalties, and licenses	2	-	-	-	-
Transfers from Treasury	3	-	-	-	-
Transfers from other Govern Reporting Entity	4	-	-	-	-
Grants from Donors	5	20,270,680,060	22,808,929,327	(2,538,249,267)	113%
Other revenue	6	20,000,000	7,732,807	12,267,193	39%
Proceeds from sale of capital items	7	-	-	-	-
Proceeds from borrowings	8	6,602,287,263	6,525,011,718	77,275,545	99%
Total Revenue		**26,892,967,324**	**29,341,673,852**	**(2,448,706,528)**	**109%**
Expenses					
Compensation of Employees	9	430,512,000	222,335,606	208,176,394	52%
Use of Goods and Services	10	935,167,370	1,057,626,887	(122,459,517)	113%
Transfers to Reporting Entities	11	-	-	-	-
Subsidies	12	-	-	-	-
Grants	13	1,000,000,000	-	1,000,000,000	0%
Social Assistance	14	-	-	-	-
Financing cost	15	-	-	-	-
Other Expenses	16	-	-	-	-
Capital Expenditure	17	24,527,287,954	20,092,474,126	4,434,813,828	82%
Loans repayments	18	-	-	-	-
Total expenses		**26,892,967,324**	**21,372,436,619**	**5,520,530,705**	**79%**

The key reasons explaining the low budget execution performance during the 12 Months period ended 31 December 2025:

-Compensation of employees: The budget execution rate is at 52% for only six staff compared to nine staff that was planned in 2025.Three staff are under recruitment process

-Use of Goods and services: The budget execution rate is at 113%. However, this includes Frw 248.8million of unrealized foreign exchange loss due to currency exchange translation from USD to FRW for reporting purposes as the funds were moved from BNR Project Accounts in USD to EQUITY Project account in FRW.

-Capital expenditure: This budget is related to on lending to PFIs and direct lending and IT equipment purchased for new staff. The budget execution rate is at 82%.

The notes set out on pages 16 to 36 form an integral part of these financial statements

8. ACCOUNTING POLICIES

These are the specific principles, bases, conventions, rules, and practices adopted by the Government of Rwanda in preparing and presenting the financial statements.
The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented and in all material aspects, unless otherwise stated.

a) Basis of preparation

The Statement of Revenue and Expenditure, Statement of Financial Position, Statement of Cash Flows, and Statement of Budget Performance have been prepared in accordance with the financial reporting provisions of the partnership agreement between the Development Bank of Rwanda and the World Bank, in connection with the Commercialization and De-Risking for Agricultural Transformation (CDAT – Rwanda) project. As a result, these financial statements may not be suitable for any other purpose.

b) Reporting entity

The financial statements are for **Commercialization and De-Risking for Agricultural Transformation Project (CDAT Project)**

c) Presentation Currency

The functional and reporting currency for financial statements is Rwandan Francs, being the currency of legal tender in Rwanda.

Foreign currency transactions are translated into Rwandan Francs using the exchange rates prevailing at the dates of the transactions. Foreign missions and entities that deal in foreign currencies translate the transactions at average monthly exchange rate. Foreign exchange gains and losses resulting from the settlement of such transactions are treated as income and expense.

At the balance sheet date, book balances denominated in foreign currencies are converted into Rwandan Francs at the exchange ruling on that date as issued by BNR.

d) Revenue

Revenue represents cash received by the entity during the financial year and comprises Taxes, Grants received and Non-Tax Revenue.

- **Tax revenue**

These are tax revenue mainly collected by Rwanda Revenue Authority which is transferred to central treasury for a given period. Tax revenues also include decentralised taxes for local government entities.

- **Fees, fines, penalties, and licenses**

Fees, fines, penalties, and licences form a large part of the non-Tax revenue for the Government. These revenues should be recognized in the period in which the payment for the service is received and not necessarily when the service is rendered.

- **Transfers from Treasury**

Transfers from Treasury include budgetary allocations from Central Treasury and are disbursed directly to the bank account of the institution periodically (Direct Cash transfers) or indirectly to another Government reporting entity's bank accounts (Indirect Cash Transfers). Transfers from Treasury also include these payments directly made to beneficiaries by the Central Treasury on behalf of the institutions. Direct payments are recorded when the transfer is made to the supplier. As a general rule, these transfers from Treasury should be accounted for in the period coinciding to the budget year when the Treasury sent the funds. Unutilized funds withheld by Treasury through the single treasury account system at the end of the year should be netted off the transfers from Treasury.

8. ACCOUNTING POLICIES (Continued)

- **Inter-entity transfers from other Government reporting agency**

  These are funds received from another reporting agency (Ministry, Agency, Development Project or a subsidiary entity that is required to submit financial report to MINECOFIN and are therefore consolidated independently). These funds should be in form of budget support.

- **Capital receipts**

  Capital receipts combine the sale of government tangible assets, sale of government equity investments and other domestic resources which include drawdown from Government Accounts.

- **Grants from Development Partners**

  These are funds received from partners including domestic grants and external grants. These funds are recognised as revenue when the institution receives the cash from the Development Partners.

- **Other income**

  Other income includes miscellaneous income such as gain of currency exchange and transactions. Foreign exchange unrealized gain and loss arises from assets expressed in foreign currencies that are translated into Rwandan francs at the rates of exchange ruling at year end. Transactions during the period are translated at the rates ruling at the dates of the transactions. Gains and losses on exchange are recognized in the financial statements.

- **Proceeds from borrowings**

  Borrowings includes external and domestic loans received from development partners.

e) Expenditure

The main categories of expenditure include compensation of employees, Use of Goods and Services, Capital expenditures, Transfers and subsidies, Loan and interest repayments, social benefits, Transfers to reporting entities and other expenses.

f) Cash

Cash comprises cash on hand, demand deposits and cash equivalents. Demand deposits and cash equivalents comprise balances with banks and investments in short-term money market instruments.

g) Receivables and Advances

Receivables are carried at original historical cost. Receivables also include amounts due to the budget agency as at the end of the reporting period.

h) Inventories

Consumable supplies are expensed in the period in which they are paid for.

i) Account payables

These mainly relate to invoices for goods and services which were outstanding on the date of the closure of the fiscal year. They also include commitments arising from non-cancellable contractual or statutory obligations. These are recognized as liabilities for that specific fiscal year. This also relate to loans and advances to the institution which are recognized as liabilities at the time of disbursement.

j) Prior year Adjustments

Prior Year adjustments consist of different adjustments made to consolidated report of prior year.

k) Contingent liabilities

Contingent liabilities are disclosed as a note to the financial statements when the contingent liability become evident. Contingent assets are neither recognized nor disclosed.

9. NOTES TO THE FINANCIAL STATEMENTS

1. Tax Revenue

During the 12 Months period ended 31 December 2025, we did not receive Tax Revenues as detailed below:

Description	Financial Year 2025	Financial Year 2024
	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
Taxes on Income, Profits or Capital Gains	-	-
Taxes on Payroll and Workforce	-	-
Tax on Property Income	-	-
Taxes on goods and services	-	-
Taxes on international trade and transactions	-	-
TOTAL	-	-

2. Fees, fines, penalties, and licenses

During the 12 Months period ended 31st December 2025, we did not receive fees, fines, penalties, and licences as detailed below:

Description	Financial Year 2025	Financial Year 2024
	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
Property Income	-	-
Sales of goods and services	-	-
Fines, penalties, and forfeits	-	-
TOTAL	-	-

3. Cash transfer from central treasury

During the 12 Months period ended 31 December 2025, we did not receive transfers from Central Treasury as detailed below:

Description	Financial Year 2025	Financial Year 2024
	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
Treasury Direct Payments		
Treasury Direct Cash Transfers		
Treasury Indirect Cash Transfers		
TOTAL		

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. Transfers from the Reporting Agency

During the 12 Months period ended 31 December 2025, we did not receive transfers from government reporting agencies as detailed below:

Description	Financial Year 2025	Financial Year 2024
Description	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
	Frw	Frw
Transfers from Central government entities	-	-
(insert name of budget agency)		
(insert name of budget agency)		
Transfers from Districts	-	-
(insert name of budget agency)		
Below Line Transfer from Central Treasury	-	-
(insert name of budget agency)		
Transfers from Independent development projects	-	-
(insert name of budget agency)		
(insert name of budget agency)		
Revenue Remittance From RRA	-	-
(insert name of budget agency)		
TOTAL	-	-

5. Grants

During the 12 Months period ended 31 December 2025, we received grants from Development Partners as detailed in the table below: In case of multiple sources of financing related to the same project and materialized by different grant agreements, the reference of each agreement and the name of the financier shall be provided in the tables below:

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 (a) Grants in cash into the bank account

Name of Development Partner	Value date (This is date grant approved by DP)	Date Received (This is date funds credited on bank account)	Amount in foreign currency (USD)	Average Exch. Rate of the Value Date	Amount as of 12 Months to 31 December 2025	Amount as of 31 Decemb er 2024
					Frw	Frw
Foreign Governments	-	-	-	-	-	-
Name of Donor and Grant agreement reference	-	-	-	-	-	-
Name of Donor and Grant agreement reference	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-
IDA GRANT E0170 WA 5	28/01/2025	28/01/2025	4,676,588	1392.32523	6,511,331,463	1,050,12 2,504
IDA GRANT E0170 WA N0 6	10/04/2025	10/04/2025	9,357,533	1415.572498	13,246,266,364	
IDA GRANT E0170 WA N0 14	30/12/2025	30/12/2025	2,100,000	1453.015	3,051,331,500	
Total			**16,134,121**		**22,808,929,327**	**1,050,12 2,504**

5 (b) Grants in form of direct payments

Name of Development Partner	Date received	Amount in foreign currency	Exch. rate	Amount in local currency	Amount as of 12 Months to 31 December 2025
		USD		Frw	Frw
Foreign Governments	-	-	-	-	-
Name of Donor and Grant agreement reference					
Name of Donor and Grant agreement reference					
International Organizations	-	-	-	-	-
Name of Donor and Grant agreement reference					
Total	-	-	-	-	-

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. (c) Grants in form of technical assistance

Name of Development Partner	Date received	Amount in foreign currency	Exch. rate	Amount in local currency	Amount as of 12 Months to 31 December 2025
				Frw	Frw
Foreign Governments	-	-	-	-	-
Name of Donor and Grant agreement reference					
Name of Donor and Grant agreement reference					
International Organizations	-	-	-	-	-
Name of Donor and Grant agreement reference					
Name of Donor and Grant agreement reference					
Total	-	-	-	-	-

6. Other revenue

During the 12 Months period ended 31 December 2025, we did not receive funds from various other sources as detailed in the table below:

Description	Financial Year 2025	Financial Year 2024
	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
Voluntary transfers other than grants		
Miscellaneous and Unidentified Revenue (Gain from currency exchange &translation)	7,732,807	4,761,105
TOTAL	**7,732,807**	**4,761,105**

7. Capital receipts.

During the 12 Months period ended 31 December 2025, we did not receive capital receipts as detailed in the table below:

Description	Financial Year 2025	Financial Year 2024
	As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
	Frw	Frw
Disposal of tangible fixed assets	-	-
Sale of Inventories	-	-
Sale of Valuables	-	-
Sale of Non-Produced Assets	-	-
Sale of Financial Assets - Domestic	-	-
Sale of Financial Assets - Foreign	-	-
TOTAL	-	-

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. Loan repayments

During the 12 Months period ended 31 December 2025, we did not repay loans principal amounts as follows:

Description	Financial Year 2025 As at 12 Months to 31 December 2025	Financial Year 2024 As at 12 Months to 31 December 2024
	Frw	Frw
Repayment of principal – Domestic debt	-	-
Repayment of principal – Foreign debt	-	-
TOTAL	-	-

18. Cash at bank

The bank amounts shown in the table below have been reconciled to the bank statements as at 9 Months to 31 December 2025.

Bank name	Account No.	Account currency	Amount in foreign currency	Average Exch. Rate	Balance As at 9 Months to 31 December 2025	Balance As at 31 December 2024
					Frw	Frw
Transit account						
EQUITY BANK Bank–CDAT RWF Account	40132000949825	FRW	-	-	5,144,858,276	407,524,390
BNR- CDAT Designated Account-USD	1000106247	USD	2,099,997.93	-	3,051,454,492	-
Total					**8,196,312,768**	**407,524,390**

19. Cash in hand

The petty cash balance amounts as at 31 December 2025 shown in the table below has been reviewed by the Chief Finance Officer and a certificate included as an appendix to this report.

DESCRIPTION	Financial Year 2025 As at 12 Months to 31 December 2025	Financial Year 2024 As at 12 Months to 31 December 2024
	Frw	Frw
Petty Cash	-	-
Total	-	-

Note: The project does not hold cash in hand.

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

20. Account receivables and advances

The following were the line of credit disbursed to PFI's and companies as at 31 December 2025:

Debtor's name	Financial Year 2025 As at 12 Months to 31 December 2025 Frw	Financial Year 2024 As at 12 Months to 31 December 2024 Frw
Account receivables – Loans disbursed		
BANK OF KIGALI PLC	6,000,000,000	4,000,000,000
EQUITY BANK PLC	5,500,000,000	3,500,000,000
RESEAU INTERDIOCESAIN DE MICROFINANCE (RIM)	1,700,000,000	1,700,000,000
UMUTANGUHA LTD	1,500,000,000	1,500,000,000
ZIGAMA CSS	1,200,000,000	1,200,000,000
GOSHEN FINANCE PLC	2,000,000,000	1,000,000,000
I&M BANK	3,000,000,000	1,000,000,000
NCBA BANK RWANDA PLC	1,000,000,000	1,000,000,000
INKUNGA FINANCE COMPANY LTD	1,700,000,000	700,000,000
DUTERIMBERE IMF	1,440,000,000	440,000,000
JAGRO RWANDA LTD	427,500,000	402,512,977
ICYEREKEZO MASAKA SACCO	308,000,000	308,000,000
CPF INEZA	250,000,000	250,000,000
SACCO TERIMBERE SHYOGWE	240,000,000	240,000,000
SACCO IMBONERA	235,930,950	235,930,950
COOPEC IMPAMBA	190,350,000	190,350,000
HK WORKERS LTD	99,900,000	99,900,000
ABUFOL	50,400,000	-
BANK OF AFRICA	904050000	-
URWEGO BANK PLC	2,000,000,000	-
BPR	2,000,000,000	-
URWEGO FINANCE	1,000,000,000	-
COOPEC IKIRENGA	900,000,000	-
SACCO KIRA AKABATWA	215,000,000	-
MONEY PHONE AFRICA	500,000,000	-
QILAN INTERNATIONAL	186,528,780	-
ATLANTIQUE MICROFINANCE	200,000,000	-
EJO HEZA LTD	3,000,000,000	-
Total	**37,747,659,730**	**17,766,693,927**

These are loans disbursed to BRD Clients as at 31 December 2025. During the 12 Months, the project disbursed Frw 21,076,915,803 to seven PFIs as on lending and three companies as direct lending. BRD also manages the CDAT loan book and collects the repayment of the loan.

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

The following table shows movement of loan granted during the period ended:

	31 December 2025 Frw	31 December 2024 Frw
Opening balance	17,766,693,927	17,766,693,927
New Loan disbursed during 9 Months	21,076,915,803	-
Recalled Funds	(1,095,950,000)	
Total Loan book	**37,747,659,730**	**17,766,693,927**

21. Account payables

The following were the accounts payables as at 12 Months to 31 December 2025

Creditor's name	Financial Year 2025 As at 12 Months to 31 December 2025 Frw	Financial Year 2024 As at 12 Months to 31 December 2024 Frw
Accounts payable – third parties		
Refund BRD-CDAT Technical Assistance and Operating Expenses	25,001,312	157,957,150
Refund BRD-Loans disbursed by BRD on behalf of CDAT	-	70,902,285
Refund BRD-Remuneration earned on project account	53,844,169	30,434,901
Intra-Government creditors	-	-
(List the Government institutions here)		
Funds held on behalf of third parties	-	-
(List the third parties)		
Loans – Principal	-	-
Insert names – Lenders		
Accrued Loan Interest	-	-
	78,845,481	**259,294,336**

The amount reported under account payables constitutes of technical expenses and other project operating expenses, paid by BRD on behalf of the CDAT Project as well as the account remuneration which are yet to be refunded to BRD as of 31 December 2025

22. Accumulated surplus (deficit) from previous year

These include cash book reconciled bank balances, petty cash balances, accounts payables balance as well as accounts receivables balances existing at the beginning of the year.

Description	Closing balances submitted	Adjustments	Restated closing balances
	Frw	Frw	Frw
Bank Balances	407,524,390	-	407,524,390
Cash Balances	-	-	-
Accounts Receivables	17,766,693,927	-	17,766,693,927
Accounts Payables	(259,294,336)	-	(259,294,336)
Total	**17,914,923,981**	**-**	**17,914,923,981**

The balances above are extracted from the signed financial statements submitted in FY 2024.

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

23. Prior Year Adjustments

The following is the prior year adjustments to opening balances:

Description	Notes	As at 12 Months to 31 December 2025 Frw	As at 12 Months to 31 December 2024 Frw
Cash and bank	1	-	-
Accounts receivable	2	-	-
Accounts payable	3	-	-
Total		-	-

Note 1: Adjustments on cash and bank balances.

Adjustments made on cash and bank balances are explained as below.

Description	Frw
	-
	-
Total	

Note 2: Adjustments on accounts receivables.

Adjustments made on accounts receivables are explained as below.

Description	Frw
	-
	-
Total	

Note 3: Adjustments on accounts payables.

Adjustments made on accounts payables are explained as below.

Description	Frw
	-
Total	

Adjustments explained above have been made in line with audit recommendations and other proposed adjustments and these have been approved by the Chief Finance Officer and approved journal vouchers supporting every adjusting transaction have been properly documented.

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

Changes in Accounts Receivables and Accounts Payables

These comprise of changes in account receivables and accounts payables from previous year to this year. Once the change in accounts receivable is positive, it represents the cash outflow while the negative change in accounts receivables implies cash inflows. As far as accounts payable are concerned, the positive change implies more cash inflows whereas the negative trend of accounts payable implies the cash flowing outside the entity. Below is the movement within accounts receivable and accounts payable.

Description	Balance as at 31 December 2024	Movement during the current year	Balance as at 31 December 2025	Movement during the previous year
	Frw	Frw	Frw	Frw
Movement in accounts receivables	(17,766,693,927)	(19,980,965,803)	(37,747,659,730)	(12,426,042,835)
Movement in accounts payable	259,294,336	(180,448,855)	78,845,481	60,475,542
Total	**(17,507,399,591)**	**(20,161,414,658)**	**(37,668,814,249)**	**12,365,567,293**

24. Cash and Cash equivalents

These comprise of bank and cash balances as at the year end.

Description	Balance as at 31 December 2025	Balance as at 31 December 2024
	Frw	Frw
Bank balances	8,196,312,768	407,524,390
Cash balances		
Total	**8,196,312,768**	**407,524,390**

10. IMPORTANT DISCLOSURES

10.1 Statement of contingent liabilities

The following are the contingent liabilities that currently exist As at 12 Months to 31 December2025.

		Financial Year 2025	Financial Year 2024
Category	Brief Description	As at 12 Months to 31 December2025	As at 31 December 2024
		Frw	Frw
Bank guarantees	(enter name of entity guaranteed, bank that provided the loan and date when loan was received; period/term of the loan and year/date when the loan will be settled). This is mainly for districts that have guaranteed loans.		
Pending legal proceedings	If your entity has an outstanding legal proceeding, enter brief details of the case.		
Total contingent liability			

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.2Statement of investments

The following are the investments that that currently exist as at 31 December 2025. These have already been expensed at the year of acquisition and are reflected here for disclosure purposes. These are disclosed at cost.

Category	Brief Description	Number of Units and cost per unit	Financial Year 2025	Financial Year 2024
			As at 12 Months to 31 December 2025	As at 12 Months to 31 December 2024
			Frw	Frw
Investment in Shares	(enter name of entity in which the investment has been made).	-	-	-
Investment in Bonds	(enter name of entity in which the investment has been made).	-	-	-
Other Investment	(enter name of entity in which the investment has been made).	-	-	-
Total investments		-	-	-

10.3Undrawn loan and grant balances

The following are the balances of undrawn loans and balances that currently exist as at 31 December 2025. The drawn balances have already been included as income during the current and previous periods.

Source of funds	Development Partner Commitment-(in USD) (A)	Cumulative Amount received as of 31 December 2025 in USD (B)	Cumulative Amount received as of 31 December 2025 (in Frw) (C)= (B*Exch rate)	Undrawn balance as of 31 December 2025 (in USD) (D)= (A)-(B)	Undrawn balance as of 31 December 2025 (in Frw) (E)= (D*Exch rate)
(i) Grant					
IDA GRANT E0170	14,525,000	20,062,701	27,518,649,288	(5,537,701)	(8,046,694,881)
IDA GRANT TF0C5464	3,400,000	-	-	3,400,000	4,923,064,000
(ii) Loan, credit					
IDA LOAN 70840	29,050,000	7,857,161	9,435,834,006	21,192,839	30,794,784,530
IDA LOAN 70850	14,525,000	8,609,525	11,248,452,216	5,915,475	8,595,628,836
(iii) Other (FI, CP)					
GOR	-	-	-	-	-
TOTAL	**61,500,000**	**36,529,387**	**48,202,935,510**	**24,970,613**	**36,284,173,485**

* Different average exchange rates are used for each withdrawal application at their respective value date of World Bank's approval of the fund request.s
**Average exchange rate used is 1453.075 Frw against USD as at 31 December 2025 (the reporting date)

9. NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.4 Assets and Liabilities written off during the period.

		Financial Year 2025	Financial Year 2024
Debtor or Creditor Name	Brief Description	As at 12 Months to 31 December 2025	As at 31 December 2024
		Frw	Frw
Assets written off during the period			
	Provide brief explanation of the reason of writing off a given asset		
Total assets written off			
Liabilities written off during the period			
	Provide brief explanation of the reason of writing off a given liability		
Total liabilities written off		-	-
Total assets and liabilities written off during the period		-	-

11. BUDGET PERFORMANCE REPORT BY PROJECT COMPONENT AND CATEGORIES

11.1 Budget Performance Report per Project component as per the project document or financing agreement)

(Functional expenditures classification and projects specific).

Components implemented by BRD	Final Planned for the Year (A)	Commitment	Actual end of the Period (B) ended 31 December 2025	Actual end of the previous Period ended 30 September 2025	Budget Performance (B/A)	Planned (A)	Cumulative Actual since project inception (B)	Performance (B/A)
Sub-Component 2.1: Scaling up agricultural finance	18,824,891.44	14,330,519.01	10,964,220.70	8,738,421.82	76%	58,000,000	29,183,130.31	50%
Sub-Component 3.2: Project Management & Technical Assistance	1,185,273.85	683,787.49	544,134.91	362,295.53	58%	3,500,000	1,250,280.98	36%
TOTAL	**20,010,165.29**	**15,014,306.50**	**1,840,513.16**	**9,100,717.35**	**76%**	**61,500,000**	**30,433,411.29**	**49s%**

The Investment Project activities are classified by main expenditures categories i.e. Component and Subcomponent. The implementation of these components' activities is fundamental to achieve the Project Development Objectives. During the project preparation, funds are allocated to these line expenditures and the total forms the project cost. During the project implementation, the project expenditures are monitored by these expenditures line items to assess implementation progress underspent or overspent line for corrective measures. The report shall provide the explanation of budget performance, variances and additional information on output and outcome in form of (i) progress towards performance indicators, (ii) the project achievements, (iii) procurement plan performance and (iv) mitigating measures. In case of multiple sources of financing (Government, multiple DPs), additional breakdown should be added to monitor expenditures per sources of funding.

The key reasons explaining the low budget execution performance During the 12 Months period ended 31 December 2025:

-Compensation of employees: The budget execution rate is at 40% for only six staff compared to nine staff that was planned in 2025.Three staff are under recruitment process

-Use of Goods and services: The budget execution rate is at 67%. However, this includes Frw 248.8million of unrealized foreign exchange loss due to currency exchange translation from USD to FRW for reporting purposes as the funds were moved from BNR Project Accounts in USD to EQUITY Project account in FRW.

-Capital expenditure: This budget is related to on lending to PFIs and direct lending and IT equipment purchased for new staff. The budget execution rate is at 62%. However, the project is expected to disburse Frw 3Billion to PFIs and Companies in Q4-2025

11. BUDGET PERFORMANCE REPORT BY PROJECT COMPONENT AND CATEGORIES

11.2 Budget Performance Report per Project Disbursement Category (for disbursement purpose, mainly for Project using report-based disbursement method). Figures in disbursement currency (USD)

(Functional expenditures classification and project specific)

Project Categories allocated to BRD	Amount allocated (1)	Cumulative Amount Disbursed end of Current period (2) = (3) +(4)	Payments made from the DA by the Borrower during the reporting period to be documented (3)	Cumulative amount disbursed and documented end of previous period (4)	Undisbursed Balance (5) = (1)-(2)
Category 4: Goods, works, nonconsulting services, consulting services, Training Costs and Incremental Operating Costs for Parts 2.1(b) and 3.2 of the Project	3,500,000.00	1,250,280.98	139,652.58	1,110,628.40	2,249,719.02
Category 5: Line of Credit under Part 2.1(a) of the Project	58,000,000.00	29,183,130.31	3,366,298.31	25,816,832.00	28,816,869.69
Total	**61,500,000.00**	**30,433,411.29**	**3,505,950.89**	**26,927,460.40**	**31,066,588.71**

The monitoring of project cost by category is for disbursement purpose and submission of funds request to the Development Partner.
The monitoring of the undisbursed balance provides means for proactive reallocation decision making between categories.

12. PROGRESS ON FOLLOW UP OF EXTERNAL AUDITORS' RECOMMENDATIONS

The template below summarizes the audit recommendations forming the basis of opinion from the recent audit as well as the implementation status

Reference No. on the audit Report	Issue / Observations from Auditor	Management comments	Focal Point and Contact Person *(Names and Phone)*	Status: *(Open or Closed)*	Timeframe: *(Put a date when you expect the issue to be resolved)*

Note that the external audit did not reveal any significant weakness to be brought to the attention of the management for the year ended 31 December 2025.

Guidance Notes:

(i) Use the same reference numbers as contained in the audit report.

(ii) Obtain the "Issue/Observation" and "management comments", required above, from final audit report that is signed by Management.

(iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue.

(iv) Indicate the status of "Open" or "Closed" as at the date of submitting this report to World Bank. Open means the issue is not yet resolved while closed means the issue has now been resolved.

(v) For all issues related to Accounts Payable, Receivable and Omitted bank accounts, and that require an audit adjustment, these should be adjusted before submission of the FY 2024 financial statements.

13 APPENDICES

a) Petty cash certificate

b) List of debtors and creditors (If not included in the notes)

c) Designated Account Reconciliation Statement

d) Disbursement performance statement for the Fiscal Year 2025 (breakdown by month)

e) List of contracts subject to prior review and post review (only for financial report-based disbursement)

f) Bank reconciliation statements of October 2025 to December 2025. (For all bank accounts)

g) Bank statements to accompany the bank reconciliation statements. (For all bank accounts)

a) Petty cash certificate

Cash Count Certificate

Date:31 December 2025 **Currency**: Frw

Authorised cash threshold (maximum cash allowed) _____Frw 0_____

	Denomination	Number	Total Value
Notes	5,000	-	-
	2,000	-	-
	1,000	-	-
	500	-	-
	100	-	-
		-	-
Coins	100	-	-
	50	-	-
	20	-	-
	10	-	-
	5	-	-
	1	-	-
Total amount of cash counted (a)			
Add petty cash advances outstanding (b)			-
Total cash in hand (c = a+b)			-
Cash balance as per cash book (Sage Pastel) (d)			-
Difference (e = c-d)			-
Action required/ explanation for the difference: 0			

	Name	Signature	Date
Cash counted by	N/A		
Agreed by	N/A		

Note: The Project does not hold petty cash

b) Designated Account Reconciliation Statement

1. Model for Report based disbursement.

ELEMENTS			Amount in disbursement currency as of 31/12/2025 (USD)		
			IDA GRANT E0170 (DA-2) (USD)	IDA LOAN 70840 (DA-2) (USD)	IDA LOAN 70850 (DA-2) (USD)
PART I					
1. Outstanding Advance (as per client connection)			6,127,318.53	7,857,161.00	4,754,748.80
2. Cumulative Expenditures (as per client connection)			13,935,382.47	7,857,161.00	3,854,776.20
PART II					
3. Closing DA balance at end of the reporting period *(as per bank statement)*			**2,179,557.23**	**-**	**3,963,000.72**
4. World Bank's share of Expenditures for current reporting quarter/period *(paid from DA)*			2,788,006.61	-	717,944.28
5. World Bank's share of Expenditures *(paid from DA)* for past reporting periods not yet documented			1,206,336.93		73,803.80
6. Total World Bank's share of Expenditures *(paid from DA) to be documented (4+5)*			3,994,343.54	-	791,748.08
	Breakdown by disbursement category				
		Category 4	135,050.67		30,451.17
		Category 5	3,859,292.87		761,296.91
7. Adjustment: (exclude SC, Direct Payment, Reimbursements)					
8. Available cash balance in other implementing entities project accounts and petty cash at the end of the reporting period (as per bank statement or petty cash certificate)			-	-	-
9. Total available cash balance at the end of the reporting period (3+8)			2,179,557.23	-	3,963,000.72
10. Interest Earned on Project Account			46,582.24	-	-
(3+3+6+8-10) shall equal (1), if any difference, please explain			**6,127,318.53**	**-**	**4,754,748.80**
PART III					
11. Total forecasted in next 6 months (exclude expected SC, Direct Payment, Reimbursement)			**2,132,974.99**	**-**	**3,963,000.72**
		Category 4	1,670,610.93	-	179,108.09
		Category 5	462,364.06	-	3,783,892.63
12. Total available cash balance at the end of the reporting period *(item 9 above)*			**2,179,557.23**	**-**	**3,963,000.72**
13. Cash flow need from World Bank financing for next 6 months *(11-12+10)*			**-**	**-**	**-**
		Category 4	-		
		Category 5	-		-

IDA GRANT E0170 DA CLOSING BALANCE

Date of transfer from BNR USD Account to FRW Account	Amount Transferred from BNR in USD to FRW Account	Amount received in FRW	BNR Exchange rate Used	Utilized in USD	Closing Balance in USD
01/01/2025	47,955	61,258,541	1,277.4294	47,954.54	- 0.00
04/02/2025	4,497,235.00	6,211,051,977	1,381.0824	4,497,235.00	-
14/04/2025	9,005,530.00	12,624,414,839	1,401.8514	8,972,552.94	32,977.06
30/12/2025	429,387.00				429,387.00
01/01/2025	25,843.96	33,013,835	1,277	25,843.96	- 0.00
04/02/2025	179,353.00	247,701,266	1,381	179,353.00	0.00
14/04/2025	352,003.00	493,455,899	1,402	352,003.00	- 0.00
30/12/2025	1,670,610.93				1,670,610.93
Interest on current account					46,582.24
TOTAL	**16,207,917.43**	**19,670,896,357**		**14,074,942.44**	**2,179,557.23**

IDA LOAN 70850 (DA-2) CLOSING BALANCE

Date of transfer from BNR USD Account to FRW Account	Amount Transferred from BNR in USD to FRW Account	Amount received in FRW	BNR Exchange rate Used	Utilized in USD	Closing Balance in USD
01/01/2025	25,844	33,013,835	1,277.4294	25,843.96	-
04/02/2025	183,710	253,718,643	1,381.0824	4,601.91	179,108.09
01/01/2025	47,955	61,258,541	1,277.4294	47,954.54	-
04/02/2025	4,497,235	6,211,051,972	1,381.0824	713,342.37	3,783,892.63
TOTAL	**4,754,743.50**	**6,559,042,991**		**14,153,342.85**	**3,963,000.72**

Applicable only if project with multiple sources of financing

i) **Detail amount to be documented by category and sources of financing (line 6 above).**

Project Categories allocated to BRD	IDA E0170 (DA-2) USD	IDA 70840 (DA-2) USD	IDA 70850 (DA-2) USD	TOTAL-USD
Category 4: Goods, works, nonconsulting services, consulting services, Training Costs and Incremental Operating Costs for Parts 2.1(b) and 3.2 of the Project	135,050.67	-	30,451.17	**165,501.84**
Category 5: Line of Credit under Part 2.1(a) of the Project	3,859,292.87	-	761,296.91	**4,620,589.78**
Total	**3,994,343.54**	**-**	**791,748.08**	**4,786,091.62**

ii) Detail amount to be requested by sources of financing (line 13 above).

Project Categories allocated to BRD	IDA E0170 (DA-2) USD	IDA 70840 (DA-2) USD	IDA 70850 (DA-2) USD	TOTAL-USD
Category 4: Goods, works, nonconsulting services, consulting services, Training Costs and Incremental Operating Costs for Parts 2.1(b) and 3.2 of the Project	-	-		-
Category 5: Line of Credit under Part 2.1(a) of the Project	-	-	-	-
Total	-	-	-	-

-Disbursement performance statement for the Fiscal Year 2025 (breakdown by month) in Disbursement currency (US$)

	Jan 2025	Feb 2025	Mar 2025	Apr 2025	May 2025	Jun 2025	Jul 2025	Aug 2025	Sept 2025	Oct 2025	Nov 2025	Dec 2025	Total
A. Forecast	47,494	51,215	11,525,544	50,494	47,494	7,899,494	47,494	47,494	99,227	47,494	47,494	99,227	20,010,165
B. Actual	9,357,533			9,357,533						-			18,715,066
Monthly performance (B/A)	19702%	-%	-%	18532%	0%		-%	-%	-%		-%	-%	94%

a) List of contracts subject to prior review and post review (only for report-based disbursement)

List of contracts subject to Prior Review

1	2	3	4	5	6	7	8
Category	Contract number	Supplier/Consultant	Description	Contract Amount (USD)	Non-objection date	Amount paid during the period in (USD)	World Bank share (USD)

Note: There were no contracts subject and no subject to prior review as of 9 Months to 31 December 2025

List of contracts non-subject to Prior Review

1	2	3	4	5	6	7	8
Category	Contract Number	Supplier/Consultant	Description	Contract Amount (USD)	Date of WB's Non-Objection to Contract	Amount Paid during Period (USD)	WB's Share of Amt Paid to Supplier during Period (USD)