



**RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

**RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

1. INTRODUCTION

1.1. Background of RSSB

In accordance with the Law n° 04/2015 of 11/03/2015 modifying and complementing Law n° 45/2010 of 14/12/2010 establishing Rwanda Social Security Board (RSSB) and Law n° 003/2016 of 30/03/2016 establishing and governing maternity leave benefits scheme; the laws determining mission, organization and functioning of Rwanda Social Security Board, the Board has a legal personality, administrative and financial autonomy and is governed in accordance with laws governing organs of Public Institutions in Rwanda. According to article number 4 of the Law n° 45/2010 of 14/12/2010, RSSB has the following responsibilities:

1. To manage and promote pension, medical insurance, insurance on occupational hazards, insurance on maternity leave, the anticipated old age pension and other necessary schemes;
2. to register employers, employees, beneficiaries and self- insured persons in various schemes managed by RSSB;
3. to collect and manage contributions as provided by laws;
4. to receive and manage donations;
5. to pay benefits for or to beneficiaries;
6. to make investments in accordance with laws;
7. to contribute to the elaboration of social security policy;
8. to advise the Government on matters relating to social security;
9. to establish relations and collaborate with other regional or international institutions with similar missions;
10. to continue providing medical care for retirees who have monthly pension benefits.

1.2. Supervising authority of RSSB

RSSB is supervised by the Ministry of Finance and Economic Planning.

1.3. Management organs of RSSB

1.3.1. Board of Directors

The Board of directors is responsible for providing governance and oversight over the management of RSSB. The composition of the Board of Directors as at 30th June 2018 was as follows:

NAMES	POSITION
Mr TURAHIRWA Ephraim	Chairperson
Ms KANYANGEYO Agnes	Vice Chairperson
Mr KABERA Godfrey	Director
Dr. NZAYIRAMBAHO Manasseh	Director
Ms KARAKE Doreen	Director
Ms KAYITARE TENGERA Françoise	Director
Ms DUSHIMIRE Alice	Director
Mr GATERA Jonathan	Director General and Secretary to the Board (left 18 th October 2018)

The current composition of the Board of Directors is as follows:

NAMES	POSITION
TURAHIRWA Ephraim	Chairperson
Ms KANYANGEYO Agnes	Vice Chairperson
Mr KABERA Godfrey	Director
Dr. NZAYIRAMBAHO Manasseh	Director
Ms KARAKE Doreen	Director
Ms KAYITARE TENGERA Françoise	Director
Ms DUSHIMIRE Alice	Director



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NAMES	POSITION
Mr TUSABE Richard	Director General and Secretary to the Board (Joined 18 th October 2018)

1.3.2. General Directorate

The day to day running of RSSB is entrusted to the management team headed by the Director General. The Director General is assisted by two (2) Deputies: Deputy Director General in charge of Benefits and Deputy Director General in charge of Fund Management.

Officers who served on the General Directorate for the year ended 30th June 2018 were as follows:

NAMES	POSITION
Mr. GATERA Jonathan	Director General, Rwanda Social Security Board (left 18 th October 2018)
Mr. SEBABI John Bosco	Deputy Director General in charge of Fund Management
Dr. HAKIBA ITULINDE Solange	Deputy Director General in charge of Benefits
Mr. RULISA Alexis	Head of CBHI Department
Dr. RURANGANWA Diane	Head of Medical Department
Mr. MUNYANDEKWE Oswald	Head of Pension and Occupational Hazards department
Mr. GASANA KWIZERA Eric	Head of Investment Department
Mr. MURINDABIGWI Innocent	Head of Finance and Contributions Department

Current officers serving on the General Directorate are as follows:

NAMES	POSITION
Mr TUSABE Richard	Director General, Rwanda Social Security Board (Joined 18 th October 2018)
Mr RWAKUNDA Christian	Deputy Director General in charge of Fund Management
Dr. HAKIBA ITULINDE Solange	Deputy Director General in charge of Benefits
Mr RULISA Alexis	Head of CBHI Department
Dr RURANGANWA Diane	Head of Medical Department
Mr MUNYANDEKWE Oswald	Head of Pension and Occupational Hazards department
Mr GASANA KWIZERA Eric	Head of Investment Department
Mr MURINDABIGWI Innocent	Head of Finance and Contributions Department

1.4. Registered office

Rwanda Social Security Board Headquarters
RSSB Building
Plot 1003 Ubumwe Cell,
African Union Boulevard
Kiyovu, Nyarugenge
POBOX 250/6655 Kigali
Email: Info@rssb.rw
Toll Free line 4044

1.5. Auditors

The Auditor General
Office of the Auditor General for State Finances
Kimiurura avenue du Lac Muhazi NEC, OAG, RRA Complex
B.P 1020,
Kigali- Rwanda

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**RWANDA SOCIAL SECURITY BOARD
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1.6. Bankers

Bank of Kigali Limited
P O Box 175
Kigali, Rwanda

GT Bank (Rwanda) Limited
P O Box 331
Kigali, Rwanda

I & M Bank Rwanda Limited
P O Box 354
Kigali, Rwanda

Access Bank (Rwanda) Limited
P O Box 2059
Kigali, Rwanda

National Bank of Rwanda
P O Box 531
Kigali, Rwanda

Zigama Credit and Saving Society
P O Box 4772
Kigali, Rwanda

Bank Populaire du Rwanda Limited
P O Box 1348
Kigali, Rwanda

Development Bank of Rwanda Limited
P.O Box 1341
Kigali, Rwanda

Ecobank Rwanda Limited
P O Box 3268
Kigali, Rwanda

Cogebanque Limited
P.O. Box 5230
Kigali, Rwanda

KCB Rwanda Limited
P O Box 5620
Kigali, Rwanda

Equity Bank Rwanda Limited
P O Box 494
Kigali, Rwanda

Unguka Bank Plc Rwanda
P.O BOX: 6417 Kigali.
Kigali, Rwanda

AB Bank Rwanda Limited
P.O Box 671,
Kigali, Rwanda

Letshego Rwanda Limited
P.O. Box 4062
Kigali, Rwanda

1.7. Our Vision, Mission and Core Values

Our Vision

“To envision a comprehensive social security system that addresses the social security needs of all Rwandans”

Our Mission

“To provide high quality social security services, ensure efficient collection, benefits provision, management and investment of members’ funds.”

Our Core (Corporate) Values

In trying to achieve our vision and mission, we serve with empathy, creativity, integrity and determination by following the ICARE principles:

- Integrity
- Collaboration
- Accountability
- Respect
- Excellence

The Directors submit their report together with the audited financial statements for the year ended 30 June 2018 which discloses the state of affairs of Rwanda Social Security Board (RSSB).

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1.8. Establishment

RSSB was established and is governed by Law N° 04/2015 of 11/03/2015, law modifying and complementing Law n° 45/2010 of 14/12/2010 establishing Rwanda Social Security Board (RSSB) and determining its mission, organization and functioning. RSSB was established after a review of Law No. 60/2008 of 10/09/2008 determining the responsibilities, organization and functioning of Rwanda Social Security Board and Law No 27/2007 of 27/06/2007 determining the responsibilities, organization and functioning of a health insurance scheme for employees.

1.9. Principal activities

In accordance with Law N° 04/2015 of 11/03/2015, RSSB was established with four schemes.

- Under the pension scheme, RSSB collects contributions from employers and employees in Rwanda and provides benefits to pensioners, invalids and other beneficiaries.
- Under the medical scheme, RSSB provides medical insurance services.
- Under CBHI scheme, RSSB provides community-based health insurance scheme and by the same law the CBHI has been operating from July 2015.
- Under Maternity Leave Benefits Scheme, RSSB provides maternity leave insurance services and has been operating since 1st November 2016.
- A new regulation – Prime Minister Order No.58 of 4/04/2018 - Determining the administrator of the Long term savings scheme appointed RSSB as the administrator of the Long term saving scheme. Accordingly, this regulation introduces a new scheme to RSSB. However, there were no transactions for this scheme during the year ended 30 June 2018.

Membership of the defined benefit fund

	2018	2017
a) Total members at 30 June		
Contributing members	472,560	465,480
Pensioners	39,761	39,157
Deferred members	<u>778,706</u>	<u>644,048</u>
	<u>1,291,027</u>	<u>1,148,685</u>
b) Contributing members		
At start of year	465,480	446,409
Joiners	<u>95,232</u>	<u>103,026</u>
	560,712	549,435
Less:		
Retired (with pension or lump sum)	2,490	1,539
Secessions (withdraw)	<u>85,662</u>	<u>82,416</u>
At end of year	472,560	465,480
c) Pensioners		
At start of the year	39,157	34,461
Contributing members who retired with pension	1,679	1,539
Widows or widowers pension and orphans becoming payable	2,358	1,136
Members who got lump sum	<u>811</u>	<u>1,321</u>
	44,005	39,801
Less: Deaths and other secessionists	<u>4,244</u>	<u>644</u>
At end of year	<u>39,761</u>	<u>39,157</u>

**RWANDA SOCIAL SECURITY BOARD
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2. STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for the preparation of financial statements that give a true and fair view of Rwanda Social Security Board (RSSB) comprising the statement of financial position as at 30 June 2018, and the statements of comprehensive income, changes in Member funds and reserves and cash flows for the year then ended, and the notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes as set out on pages 8 to 122, in accordance with International Financial Reporting Standards (except as noted on page 13) and in the manner required by the provisions of the Law.

The Directors' responsibility includes the maintenance of accounting records that may be relied upon in the preparation of financial statements, overseeing and endorsing the designing, implementing and maintenance of internal control relevant to the preparation and fair presentation of these financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; making accounting estimates that are reasonable in the circumstances and is also responsible for safe guarding the assets of the Board.

The Directors have made an assessment of the ability of Rwanda Social Security Board (RSSB) to continue as going concern and have no reason to believe that the business will not be a going concern in the year ahead from the date of this statement.

In our opinion, the financial statements of Rwanda Social Security Board (RSSB) for the year ended 30 June 2018 give a true and fair view of the state of financial affairs of Rwanda Social Security Board (RSSB). We further accept responsibility for maintenance of accounting records that may be relied upon in the preparation of financial statements and ensuring adequate system of internal controls to safeguard assets of Rwanda Social Security Board (RSSB).

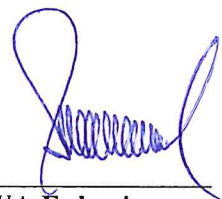
Approval of the financial statements

The financial statements of Rwanda Social Security Board (RSSB) for the year ended 30 June 2018, on pages 8 to 122, were approved by the Board of Directors on 29th March 2019 and signed on its behalf by:



Mr TUSABE Richard
Director General

15/04/.....2019



TURAHIRWA Ephraim
Chairman – Board of Directors

17/04/.....2019

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3. FINANCIAL STATEMENTS

3.1. Statement of comprehensive income

		2018	2017
	Notes	Frw	Frw
Dealing with members			
Contributions	9	161,735,301,838	146,126,211,570
Benefits paid	10	(86,367,709,290)	(73,025,428,389)
Net additions from dealings with members		75,367,592,548	73,100,783,181
Returns on investments			
Investment income	11	49,347,646,767	47,058,596,788
Change in fair value of financial assets at fair value through profit or loss	12	14,726,841,980	(31,111,934,466)
Write back	13	12,128,247,524	-
Realized (loss)/gain on disposal of assets	14	(29,290,488)	2,301,873,166
Less: investment management expenses	15	(1,449,575,097)	(1,336,132,376)
Net returns on investments		74,723,870,686	16,912,403,112
Other income	16	1,389,616,976	1,249,558,724
Expenditure			
Staff costs	17	(9,479,506,786)	(9,607,085,439)
Administrative expenses	18	(5,467,847,141)	(4,986,851,377)
Depreciation and amortization charge	19	(1,477,192,739)	(1,571,657,298)
Other expenses	20	(2,871,413,547)	(4,079,411,002)
Total expenses		(19,295,960,213)	(20,245,005,116)
Net income for the period		132,185,119,997	71,017,739,901


The notes on pages 13 to 122 form an integral part of these financial statements.

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3.2. Statement of financial position

	Notes	2018 Frw	2017 Frw
Assets			
Investment properties in the process of construction	21	903,540,000	52,950,000
Property and equipment	22	12,569,956,653	13,167,815,034
Intangible assets	23	105,282,333	224,479,832
Investment properties	24	109,070,094,904	103,922,617,671
Assets held for sale	25	454,499,522	457,051,652
Equity investments	26	353,670,210,767	279,547,720,426
Government bonds	27	2,401,098,014	26,027,168,876
Corporate bonds	28	2,536,177,884	2,609,362,884
Treasury bonds	29	54,515,524,557	52,709,043,218
Treasury bills	30	65,323,752,069	48,124,006,170
Commercial papers	31	26,441,789,083	-
Loan and advances to third parties	32	18,638,963,650	19,440,882,318
Mortgage loans	33	306,012,689	511,167,679
Inventory	34	221,326,758	182,195,436
Advances to contractors	35	8,060,211,085	3,266,225,024
Dividend and other income receivable	36	3,455,870,701	537,359,796
Other assets	37	14,255,995,226	15,111,305,996
Deposits with financial institutions	38	233,583,524,743	242,715,230,275
Cash and bank balances	39	120,787,212,258	82,774,962,309
Total assets		1,027,301,042,896	891,381,544,596
Less: Liabilities			
Amounts retained on construction contracts		692,311,405	816,823,749
Benefits payable		20,760,941,123	14,942,304,465
Other payables	40	23,980,211,348	34,322,458,040
Total liabilities		45,433,463,876	50,081,586,254
Net assets available for benefits		981,867,579,020	841,299,958,342
Represented by:			
Capital	41	1,232,464,149	1,232,464,149
Retained earnings	42	513,646,997,188	462,017,011,884
Revaluation reserve	43	4,505,687,609	4,505,687,609
Fair value reserve	44	17,702,978,709	(8,154,501,965)
Statutory reserves	45	444,779,451,365	381,699,296,665
Total reserves		981,867,579,020	841,299,958,342

The financial statements were approved by the Board of Directors on 29th March 2019 and signed on its behalf by:


Mr. TUSABE Richard
Director General




TURAHIRWA Ephraim
Chairman – Board of Directors

The notes on pages **13** to **122** form an integral part of these financial statements.

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3.3. Statement of changes in members' funds and reserves

	Capital	Occupational hazard reserves	Pension reserves	Accumulated member funds and retained earnings	Fair value reserve	Revaluation reserve	Total
	Frw	Frw	Frw	Frw	Frw	Frw	Frw
At 1 July 2016	1,232,464,149	23,950,710,962	304,096,771,361	394,577,781,722	25,090,452,502	4,140,303,671	753,088,484,367
Prior year adjustments	-	-	-	6,961,370,136	(2,133,020,000)	365,383,938	5,193,734,074
Net income for the year	-	7,943,176,182	45,708,638,160	48,477,860,026	(31,111,934,467)	-	71,017,739,901
Government subsidy	-	-	-	12,000,000,000	-	-	12,000,000,000
At 30 June 2017	1,232,464,149	31,893,887,144	349,805,409,521	462,017,011,884	(8,154,501,965)	4,505,687,609	841,299,958,342
Net income for the year	-	11,060,686,134	52,019,468,566	43,247,484,622	25,857,480,674	-	132,185,119,997
Government subsidy	-	-	-	8,382,500,681	-	-	8,382,500,681
At 30 June 2018	1,232,464,149	42,954,573,278	401,824,878,087	513,646,997,187	17,702,978,709	4,505,687,609	981,867,579,020

The notes on pages 13 to 122 form an integral part of these financial statements.



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3.4. Statement of cash flows

	2018 Frw	2017 Frw
Cash flows from operating activities:		
Net income for the year	132,185,119,997	71,017,739,901
Adjusted for:		
Depreciation and amortization	1,477,192,739	1,571,657,257
Investment income	(49,347,646,767)	(47,058,596,789)
Realized loss/(gain) on disposal of assets (Equity investments, Property and equipment, Assets held for sale and Investment properties)	29,290,488	(2,301,873,166)
Change in fair value of equity investments	(14,726,841,980)	31,111,934,467
Asset write off (note 21)	22,628,298	1,024,273,310
Write backs (note 13)	(12,128,247,524)	-
Other adjustments	448,411,851	(163,052,044)
Operating income before changes in working capital	57,959,907,101	55,202,082,936
Changes in working capital		
(Increase)/Decrease in advance to contractors	(4,793,986,061)	-
(Increase)/Decrease in Dividend and other income receivable	(2,918,510,905)	-
(Increase)/Decrease in other assets	855,310,770	(22,564,859,236)
(Increase)/Decrease in inventory	(39,131,322)	127,503,441
Increase/(Decrease) in medical/maternity claims payables	5,818,636,658	(952,027,498)
Increase/(Decrease) in other payables	(10,342,246,692)	17,993,683,975
Increase/(Decrease) in contract retentions	(124,512,344)	(55,760,302)
Adjustment in net assets	-	5,193,734,076
Net cash flows from operating activities	46,415,467,205	54,944,357,392
Cash flows used in investing activities:		
Dividend income received	4,013,615,907	4,786,315,392
Rent received	3,126,639,334	2,795,163,824
Other interest income received (current accounts, call deposit and mortgage loans)	5,108,907,374	239,762,430
Interest income received	-	39,237,355,146
Purchases for investment property under construction	(5,835,118,388)	(1,899,554,455)
Purchase of property and equipment	(722,073,141)	(468,292,867)
Purchase of intangible asset	(45,771,072)	(229,494,738)
Purchase of investment properties	(706,879,621)	-
Net purchase of investment properties	-	(2,755,992,760)
Purchase of equity investments	(42,695,835,683)	-
Net purchase of equity investments		(52,010,163,813)
Proceeds from disposal of Equity investments	5,452,962,430	-
Receipt from settlement of Government Bond (Interest and principal)	24,928,060,476	-
Receipts from settlement of Corporate bonds (Interest and principal)	381,823,749	-
Receipts from Treasury bond - coupon interest income received	12,578,230,469	-
Receipts from Treasury bill maturities (Interest and principal)	123,134,400,000	-
Investment in Corporate bonds	-	(9,743,583,729)
Investment in Treasury bonds	(7,899,094,297)	12,438,514,308
Investment in Treasury bills	(136,907,261,675)	(9,597,483,665)
Investment in Commercial papers	(25,612,470,000)	-

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	2018	2017
	Frw	Frw
Net loans advanced to third parties	-	(6,481,851,435)
Cash flows towards investing activities (continued)		
Receipts from settlement of loans and advances to third parties	9,184,419,349	-
Additional loans and advances to third parties during the year	(8,382,500,681)	-
Increase/(Decrease) in mortgages	208,699,256	70,730,785
Net investment in term deposits during the year	-	(4,123,134,528)
Placement of term deposits during the year	(177,000,000,000)	-
Settlement of term deposits during the year	207,337,235,963	-
(Increase)/Decrease in call deposit	(6,459,495,460)	-
Proceeds from disposal of assets (Property and equipment, Assets held for sale and Investment properties)	25,787,773	4,432,741,694
Net cash used in investing activities	(16,785,717,938)	(23,308,968,411)
Cash flows from financing activities:		
Government subsidies for CBHI scheme	8,382,500,681	12,000,000,000
Net cash from financing activities	8,382,500,681	12,000,000,000
Net increase in cash and cash equivalents	38,012,249,949	43,635,388,981
Cash and cash equivalents at 1 July	82,774,962,309	39,139,573,328
Cash and cash equivalents at 30 June	120,787,212,258	82,774,962,309

The notes on pages 13 to 122 form an integral part of these financial statements.

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4. NOTES TO THE FINANCIAL STATEMENTS

1. Reporting entity

Rwanda Social Security Board was established by Law n° 45/2010 of 14/12/2010 establishing Rwanda Social Security Board (RSSB) as modified and complemented by Law n° 04/2015 of 11/03/2015 and Law n° 003/2016 of 30/03/2016 establishing and governing maternity leave benefits scheme. The Board runs the following schemes under one management:

- Pension scheme
- Medical scheme
- Community Based Health Initiative (CBHI) scheme
- Maternity Leave scheme

A new regulation – Prime Minister Order No.58 of 4/04/2018 - Determining the administrator of the Long term savings scheme appointed RSSB as the administrator of the Long term saving scheme. Accordingly, this regulation introduces a new scheme to RSSB. However, there were no transactions for this scheme during the year ended 30 June 2018.

2. Basis of accounting

The financial statements of the Board have been prepared in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB). These are separate financial statements and are not consolidated, as would be required by *IFRS 10: Consolidated Financial Statements*, in respect of the investees over which the Board exercises control. The directors, in their judgment believe that despite this deviation, the financial statements provide reliable and useful information to its stakeholders. The companies in which the Board has interests/shareholding and a summary of their key financial data are disclosed in note 26 to these financial statements.

3. Basis for measurement

The financial statements have been prepared on a historical cost basis except for some financial assets including equity investments designated at fair value through profit or loss, investment properties, property and equipment and assets held for sale that have been measured at fair value.

4. Functional and presentation currency

The financial statements are presented in Rwanda francs (Frw), which is the Board's functional currency and all values are presented as whole numbers, except where otherwise indicated.

5. Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Board's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

6. Summary of significant accounting policies

The principal accounting policies set out below have been applied consistently to all periods presented in the financial statements.

a) Fair value of financial instruments

Fair value is the amount for which an asset could be exchanged or liability settled between knowledgeable willing parties in an arm's length transaction on the measurement date.

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The determination of fair value of financial assets and financial liabilities is based on quoted market prices or dealer price quotations for financial instruments traded in active markets. For all other financial instruments fair value is determined by using valuation techniques. Valuation techniques include net present value techniques, the discounted cash flow method, comparison to similar instruments for which market observable prices exist and valuation models.

b) Foreign currencies

Transactions in foreign currencies during the year are translated into Rwanda francs at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into Rwandan francs at the exchange rate ruling at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated to Rwandan francs at the date when the fair value was determined. Foreign currency gains and losses arising from translation are recognised in the statement of comprehensive income for the year.

c) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Board and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment. The following specific recognition criteria must also be met before revenue is recognized.

(i) Interest income

For all financial instruments measured at amortised cost, interest income or expense is recorded using the Effective Interest Rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability.

(ii) Dividends

Dividend income is recognised when the right to receive dividends is established.

(iii) Rental income

Rental income from investment properties is recognized in the statement of comprehensive on the straight line basis over the term of the property lease.

(iv) Other income

Other income comprises gains less losses related to trading assets and liabilities, and includes gains from disposal of Board's assets and all realised and unrealised foreign exchange differences.

d) Financial instruments – initial recognition and subsequent measurement

(i) Financial assets

Initial recognition and measurement

Financial assets within the scope of IAS 39 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Board determines the classification of its financial assets at initial recognition. All financial assets are recognised initially at fair value plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs. The Board's financial assets include cash and cash equivalents, trade and other receivables, loans and advances, deposits with commercial banks, investments in government and corporate bonds and equity investments.

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Subsequent measurement

The subsequent measurement of financial assets depends on their classification as follows:

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets designated upon initial recognition at fair value through profit or loss. Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with changes in fair value recognised in surplus or deficit. These include equity investments designated at fair value through profit or loss by the Board.

Financial assets held for trading

Financial assets held for trading include securities held for trading which are equity investments held by investment managers. Financial assets held for trading are carried in the statement of financial position at fair value with changes in fair value recognised in surplus or deficit. These include equity investments designated as held for trading by the Board.

Loans and advances

Loans and advances are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate method (EIR), less impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the statement of comprehensive income. The losses arising from impairment are recognised in impairment losses in the statement of comprehensive income. These include loans and advances to Government entities and staff loans and advances.

Held-to-maturity investments

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Board has the positive intention and ability to hold them to maturity. After initial measurement, held-to-maturity investments are measured at amortised cost using the effective interest method, less impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the statement of comprehensive income. These include treasury bonds, treasury bills, corporate bonds, commercial papers and term deposits with financial institutions.

Other receivables

Other receivables are carried at amortised cost which approximates the original invoice amount less provision made for impairment losses. An allowance for impairment of other receivables is established when there is objective evidence that the Board will not be able to collect all amounts due according to the original terms of receivables.

De-recognition

A financial asset (or, where applicable a part of a financial asset or part of a Board of similar financial assets) is derecognised when:

- The rights to receive cash flows from the asset have expired.
- The Board has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Board has transferred substantially all the risks and rewards of the asset, or (b) the Board has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

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When the Board has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Board's continuing involvement in the asset. In that case, the Board also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Board has retained.

ii) Impairment of financial assets

The Board assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the debtors or a group of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganisation and where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Financial assets carried at amortised cost

For financial assets carried at amortised cost, the Board first assesses whether objective evidence of impairment exists individually for financial assets that are individually significant, or collectively for financial assets that are not individually significant. If the Board determines that no objective evidence of impairment exists for an individually assessed financial asset, whether significant or not, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be, recognised are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The present value of the estimated future cash flows is discounted at the financial asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in surplus or deficit. Interest income continues to be accrued on the reduced carrying amount and is accrued using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss. The interest income is recorded as part of finance income in the statement of comprehensive income. Loans together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realised or has been transferred to the Board. If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the allowance account. If a write-off is recovered in the future, the recovery is credited to other income in the statement of comprehensive income.

iii) Financial liabilities

Initial recognition and measurement

Financial liabilities within the scope of IAS 39 are classified as financial liabilities at fair value through profit or loss, loans and borrowings measured at amortised cost, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Board determines the classification of its financial liabilities at initial recognition. All financial liabilities are recognised initially at fair value, plus, in the case of loans and

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borrowings, directly attributable transaction costs. The Board's financial liabilities include trade and other payables.

Subsequent measurement

The measurement of financial liabilities depends on their classification as follows:

Medical payables

Medical payables include payables of medical claims by registered medical service providers and are subsequently measured at amortised cost. Gains and losses on de-recognition and amortisation are recognised in surplus or deficit.

Maternity leave payables

Maternity payables include payables to employers reimbursing them for employer social security contributions for the third month of maternity leave granted to employees and are subsequently measured at amortised cost. Gains and losses on de-recognition and amortisation are recognised in surplus or deficit.

Amounts retained on construction contracts

These are contractual amounts retained on payments to construction suppliers. They are reimbursable to contractors after the final handover of construction projects to the Board subject to terms and conditions regarding uncorrected defects during the defects liability period.

Other accounts payable

Other accounts payable are carried at amortised cost, which approximates the consideration to be paid in the future for goods and services received.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

e) Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

f) Fair value of financial instruments

The Board measures financial instruments such as financial assets, and non-financial assets such as investment properties, at fair value at each reporting date. Fair value related disclosures for financial instruments and non-financial assets that are measured at fair value or where fair values are disclosed, are summarized in the following notes:

- Disclosures for valuation methods, significant estimates and assumptions - Note 7
- Quantitative disclosures of fair value measurement hierarchy – Note 7
- Financial instruments (including those carried at amortised cost) – Note 7

The fair value of financial instruments that are traded in active markets at each reporting date is determined by reference to quoted market prices or dealer price quotations (bid price for long positions and ask price for short positions), without any deduction of transaction costs.

For financial instruments not traded in an active market, the fair value is determined using appropriate valuation techniques. Such techniques may include using recent arm's length market transactions; reference to the current fair value of another instrument that is substantially the same; a discounted cash flow analysis or other valuation models.

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• **Equity Investments**

Under IAS 27: Separate Financial Statements, when separate financial statements are prepared, an entity accounts for investments in subsidiaries, associates and joint ventures either at:

- Cost
- In accordance with IAS 39/IFRS 9, or
- Using the equity method described in IAS 32

The classification for the respective investments have been done in accordance with IAS 39/IFRS 9. The measurement of fair value was determined in accordance with IFRS 13: Fair value measurement.

For the purpose of these financial statements, the Board has measured all equity investments (except those that are publicly listed and equity investments in preference shares) using the net asset valuation method restricted to the shareholding of RSSB in the respective investments. The directors believe that this basis of valuation provides the most relevant estimate of the worth of these investments.

g) Property and equipment

Initial recognition and measurement

Property and equipment is initially recognised at cost. Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

The cost of replacing part of an item of property and equipment is recognized in the carrying value of the item if it is probable that the future economic benefits embodied within the part will flow to the Board and its cost can be measured reliably. The carrying value of the replaced part is de-recognised. The cost of day to day servicing of the property and equipment is recognized in the profit or loss as incurred.

Subsequent measurement

IAS 16 permits an accounting entity to choose the cost or revaluation model as its accounting policy for subsequent measurement of property and equipment. The accounting standard requires the accounting entity to apply the chosen model consistently across a class of property and equipment. The Board has chosen the revaluation model for the class of land and buildings and the cost model for the rest of the classes of property and equipment i.e. office equipment, motor vehicles, furniture and fittings, computers, laboratory and kitchen equipment.

- *Revaluation model*

Land and buildings are subsequently measured at revalued amounts. It is the policy of the Board to revalue assets under the class of land and buildings every five years to determine their fair values (revalued amounts). Revalued amounts of assets determined at revaluation are compared to carrying values and are written up or down to match revalued amounts. Accordingly, the resultant, revaluation surplus or deficit is recognised as part of other comprehensive income during the year of revaluation and accumulated under the revaluation reserve. Assets are then subsequently measured at revalued amounts less accumulated depreciation until the next revaluation or until de-recognition of the asset.

- *Cost model*

Other classes of assets excluding land and building are measured subsequently at cost less accumulated depreciation.

b

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Depreciation is recognized in profit or loss and calculated to write off the cost/revalued amounts of the property and equipment on a straight line basis over the expected useful lives of the assets concerned. Land is not depreciated. The estimated depreciation rates for the current and comparative periods are as follows:

	Depreciation rate
Buildings	5%
Office equipment	20 %
Motor vehicles	25 %
Furniture and fittings	10%
Computers	33.33%
Kitchen equipment	25%
Laboratory equipment	25%

Management and directors review the depreciation methods, residual value and useful life of an asset at the year end and any change considered to be appropriate is recorded in surplus or deficit as a change in estimates.

De-recognition

Assets are de-recognised through disposal at sale or Board approved write off. Gains and losses on disposal of an item of property and equipment are determined by comparing the proceeds from disposal with the carrying value of property and equipment and recognized net within other income in profit or loss. At disposal of revalued assets, the revaluation surplus of revalued assets is transferred from the revaluation reserve to retained earnings.

h) Intangible assets

Recognition and measurement

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

Amortisation

The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of comprehensive income in the expense category consistent with the function of the intangible asset. There are no intangible assets with indefinite useful lives. Intangible assets are amortised at a rate of 50%.

De-recognition

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of comprehensive income when the asset is derecognised.

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i) Investment properties

Initial recognition

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day servicing of an investment property.

Subsequent measurement

Subsequent to initial recognition, investment properties are stated at fair value, which reflects market conditions at the reporting date. Gains or losses arising from changes in the fair values of investment properties are included in surplus or deficit in the period in which they arise. Fair values are evaluated every after five years by an accredited external, independent valuation expert.

De-recognition

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in surplus or deficit in the period of de-recognition.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner-occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. When the use of property changes from owner occupied to investment property, the property is re-measured at fair value and reclassified as investment property. Any gain arising on revaluation is recognized through other comprehensive income. Any loss arising on revaluation is recognized through the surplus or deficit.

j) Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on first-in-first out (FIFO) principle and includes the expenditure incurred in acquiring the inventory, and other costs incurred in bringing them to their existing location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses or the replacement cost as appropriate.

k) Impairment of non-financial assets

The carrying amounts of the Board's non-financial assets other than investment properties and inventories are reviewed at each reporting date to determine whether there is any indication of impairment. If such condition exists, the asset's recoverable amount is estimated and an impairment loss recognised in surplus or deficit whenever the carrying amount of an asset exceeds its recoverable amount.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount and impairment loss is reversed only to the extent that the assets' carrying amount that would have been determined net of depreciation or amortization if no impairment loss was recognized.

l) Provisions

A provision is recognised if, as a result of a past event, the Board has a present legal or constructive obligation that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at



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a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Where the Board expects a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

m) Tax

Revenue, expenses and assets are recognised net of the amount of value added tax except:

- where the value added tax incurred on a purchase of assets or rendering of services is not recoverable from the taxation authority, in which case the value added tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables that are stated with the amount of value added tax included

The net amount of value added tax recoverable from, or payable to, the taxation authority is included as part of accounts receivables or account payables in the statement of financial position.

The Board is exempt from corporate income tax under Article 46 of law No.14/2018 of 13/04/2018.

n) Cash and cash equivalents

Cash and cash equivalents are measured at amortised cost subsequent to initial recognition. For the purposes of the statement of cash flows, cash and cash equivalents comprises of cash and bank that are available on demand as at the reporting date.

o) Capital work-in-progress

The ongoing construction/installation of capital projects are recorded at the cost to date or valuation and are only transferred into the relevant assets categories once completed and commissioned. No depreciation is computed on capital work-in-progress as these assets are not yet available for use. However, an expected impairment loss on capital work-in-progress is recognized immediately in surplus or deficit. Currently, capital work in progress consists of Investment properties under construction.

p) Members' funds

The Board is funded through contributions from members and investment income. Contributions are accounted for as follows:

(i) Contributions from members

Contributions from employees remitted by the employers are recognized on a cash basis. Contributions due but not yet received at the end of the financial year are not accrued but accounted for and recognized in subsequent years when received.

(ii) Benefit payments to members

Benefits to members are accounted for on a cash basis. Benefit payments made but not collected by members are written back in the cash book and no liability thereof recognized in the financial statements.

q) Leases

Leases, where a significant portion of the risks and rewards of ownership are transferred to the Board are classified as finance leases. The leased assets are measured initially at an amount equal to the lower of their fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the assets are accounted for in accordance with the accounting policy applicable to that asset.

r) Statutory reserves

The statutory reserves are set up under article 11 of law number 06/2004 of 22 March 2004 modifying and completing law of 22/08/1974. The article stipulates that the National Social Security Institutions provide the following reserves for both the occupational hazards and pensions branches.

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Pension's branch statutory reserve

Working capital reserve is equivalent to a quarter of the total expenses of the pension's branch previous year. Technical reserve should not be lower than the total expenses of the branch for the last three years.

Occupational Hazards branch statutory reserve

Technical reserve must be equal to twelve times the total amount of occupational hazards paid during the year. Security reserve is equal to a quarter of the expenses incurred during the last three years Working capital reserve should be equal to a quarter of the expenses of the previous year.

(s) Changes in accounting policies and disclosures

i) New and amended standards adopted by the Board

New amendments or interpretation effective for annual periods beginning on or after 1 January 2017 are summarised below:

New amendments or interpretation	Effective date
<ul style="list-style-type: none"> • Disclosure Initiative (Amendments to IAS 7) • Recognition of Deferred Tax Assets for Unrealised Losses (Amendments to IAS 12) • Annual Improvements to IFRSs 2014–2016 Cycle – various standards (Amendments to IFRS 12) • Agriculture: Bearer Plants (Amendments to IAS 16 and IAS 41) • Equity Method in Separate Financial Statements (Amendments to IAS 27) • Investment Entities: Applying the Consolidation Exception (Amendments to IFRS 10, IFRS 12 and IAS 28) • Disclosure Initiative (Amendments to IAS 1) 	1 January 2017

The adoption of these standards did not have a significant impact on the financial statements of the Board.

ii) Standards issued but not yet effective

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning on or after 1 January 2018, and have not been applied in preparing these financial statements. Those which may be relevant to the Board are set out below. The Board does not plan to adopt these standards early. These will be adopted in the period that they become mandatory or/ and effective.

Summary of Standards issued but not yet effective

The table below lists the recent changes to IFRS that are required to be applied for annual periods beginning after 1 January 2018 and that are available for early adoption in annual periods beginning on 1 January 2018.

New amendments or interpretation	Effective date
<ul style="list-style-type: none"> • IFRS 15 Revenue from Contracts with Customers • IFRS 9 Financial Instruments • Classification and Measurement of Share-based Payment Transactions (Amendments to IFRS 2) 	1 January 2018

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New amendments or interpretation	Effective date
<ul style="list-style-type: none"> Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts (Amendments to IFRS 4) Transfers of Investment Property (Amendments to IAS 40) Annual Improvements to IFRSs 2014–2016 Cycle – various standards (Amendments to IFRS 1 and IAS 28) IFRIC 22 Foreign Currency Transactions and Advance Consideration 	
<ul style="list-style-type: none"> IFRS 16 Leases 	1 January 2019
<ul style="list-style-type: none"> IFRIC 23 Uncertainty over Income Tax Treatments 	1 January 2019
<ul style="list-style-type: none"> IFRS 17 Insurance Contracts 	1 January 2021

The standards above are either being assessed by the Board and no material impact is expected on the Board's financial statements in the period of initial application of these standards.

A. IFRS 15 Revenue from contracts with customers

This standard replaces IAS 11 *Construction Contracts*, IAS 18 *Revenue*, IFRIC 13 *Customer Loyalty Programmes*, IFRIC 15 *Agreements for the Construction of Real Estate*, IFRIC 18 *Transfer of Assets from Customers* and SIC-31 *Revenue – Barter of Transactions Involving Advertising Services*. The standard contains a single model that applies to contracts with customers and two approaches to recognising revenue: at a point in time or over time. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognised.

The standard is effective for annual periods beginning on or after 1 January 2018, with early adoption permitted under IFRS. This new standard will most likely have a significant impact on the Board, which will include a possible change in the timing of when revenue is recognised and the amount of revenue recognised. The Board is still assessing the potential impact this standard will have on recognition and disclosures.

B. IFRS 9 Financial Instruments

On July 24, 2014, the IASB issued IFRS 9 Financial Instruments ("the Standard"), which will replace IAS 39. The Standard covers three broad topics: Classification and Measurement, Impairment and Hedging. This standard for periods beginning on or after 1 January 2018.

The following is a summary of some of the more significant items that are likely to be important in understanding the impact of the implementation of IFRS 9:

Classification and measurement

The Standard introduces new requirements to determine the measurement basis of financial assets, involving the cash flow characteristics of assets and the business models under which they are managed. Accordingly, the basis of measurement for the Board's financial assets may change. The Standard affects the accounting for available-for-sale equity securities, requiring a designation, by portfolio, between recording both unrealized and realized gains either through (i) OCI with no recycling to income or (ii) Income Statement. As a result, the amount of equity securities gains recorded through income is expected to be lower than current levels and levels recorded in recent years. For other financial instruments, the Board does not expect the implementation will result in a significant change in the classification and measurement of the Board's financial assets, between Amortized cost, Fair Value through OCI and Fair Value through Income Statement.

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Impairment

Impairment is an area of fundamental change under IFRS 9, represented by a shift from an incurred loss model under IAS 39 to an expected credit loss model. Under IFRS 9, an entity shall recognize a loss allowance for expected credit losses on a financial asset that is measured at amortized cost or at fair value through other comprehensive income, a lease receivable, a contract asset or a loan commitment and a financial guarantee contract to which the impairment requirements apply. At each reporting date the entity shall measure the loss allowance for a financial instrument at an amount equal to the lifetime expected losses if the credit risk on that financial instrument has increased significantly since initial recognition, if the credit risk has not increased significantly the entity shall measure the loss allowance at an amount equal to the 12 month expected losses.

Overview of the Expected Credit Loss Approach

Under the Expected Credit Loss Approach, entities are required to use historical, current and forward-looking information to estimate the credit losses on financial instruments. Unlike the Incurred Loss Model where losses are recognised only when a loss event occurred, entities will now be required to recognise losses earlier.

The level of provision held for any facility will mostly rely on the facility's credit quality. There are three stages in the IFRS 9 Standard to reflect the general pattern of credit deterioration of a financial instrument.

Stage 1 – 12-month ECL applies to all financial assets that have not experienced a significant increase in credit risk (SIR) since origination and are not credit impaired. The ECL will be computed using a 12-month PD that represents the probability of default occurring over the next 12 months. For those assets with a remaining maturity of less than 12 months, a PD is used that corresponds to remaining maturity. This Stage 1 approach is different than the current approach which estimates a collective allowance to recognize losses that have been incurred.

Stage 2 – When a financial asset experiences a SIR subsequent to origination but is not credit impaired, it is considered to be in Stage 2. This requires the computation of ECL based on lifetime PD that represents the probability of default occurring over the remaining estimated life of the financial asset. Provisions are higher in this stage because of an increase in risk and the impact of a longer time horizon being considered compared to 12 months in Stage 1.

Stage 3 – includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime ECL are recognised and interest revenue is calculated on the net carrying amount (that is, net of credit allowance).

C. Clarifying share-based payment accounting (Amendments to IFRS 2)

Currently, there is ambiguity over how a company should account for certain types of share-based payment arrangements. The IASB has responded by publishing amendments to IFRS 2 Share-based Payments.

The amendments cover three accounting areas:

- Measurement of cash-settled share-based payments –The new requirements do not change the cumulative amount of expense that is ultimately recognised, because the total consideration for a cash-settled share-based payment is still equal to the cash paid on settlement.
- Classification of share-based payments settled net of tax withholdings –The amendments introduce an exception stating that, for classification purposes, a share-based payment transaction with employees is accounted for as equity-settled if certain criteria are met.
- Accounting for a modification of a share-based payment from cash-settled to equity-settled – The amendments clarify the approach that companies are to apply.



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- The new requirements could affect the classification and/or measurement of these arrangements – and potentially the timing and amount of expense recognised for new and outstanding awards.

The amendments are effective for annual periods commencing on or after 1 January 2018.

The adoption of these amendments is expected to have a significant impact on the financial statements of the Board. The directors are still assessing the effect of these changes on the financial statements of the Board.

D. Transfers of Investment property (Amendments to IAS 40)

The IASB has amended the requirements in IAS 40 Investment property on when a company should transfer a property asset to, or from, investment property. The amendments apply for annual periods beginning on or after 1 January 2018. Early adoption is permitted. The Board is assessing the potential impact on its financial statements resulting from the application of the amendment to IAS 40.

E. Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)

The amendments require the full gain to be recognised when assets transferred between an investor and its associate or joint venture meet the definition of a 'business' under IFRS 3 Business Combinations. Where the assets transferred do not meet the definition of a business, a partial gain to the extent of unrelated investors' interests in the associate or joint venture is recognised. The definition of a business is key to determining the extent of the gain to be recognised. The IASB has decided to defer the effective date for these amendments indefinitely. Adoption is still permitted.

F. IFRIC 22 Foreign Currency Transactions and Advance Considerations

When foreign currency consideration is paid or received in advance of the item it relates to – which may be an asset, an expense or income – IAS 21 The Effects of Changes in Foreign Exchange Rates is not clear on how to determine the transaction date for translating the related item.

This has resulted in diversity in practice regarding the exchange rate used to translate the related item. IFRIC 22 clarifies that the transaction date is the date on which the company initially recognizes the prepayment or deferred income arising from the advance consideration. For transactions involving multiple payments or receipts, each payment or receipt gives rise to a separate transaction date.

The interpretation applies for annual reporting periods beginning on or after 1 January 2018. The adoption of these amendments will not have a significant impact on the financial statements of the Board.

G. IFRS 16 Leases

IFRS 16 was published in January 2016. It sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, ie the customer ('lessee') and the supplier ('lessor'). IFRS 16 replaces the previous leases Standard, IAS 17 Leases, and related Interpretations. IFRS 16 includes a single model for lessees which will result in almost all leases being included in the Statement of Financial Position. No significant changes have been included for lessors. IFRS 16 also includes extensive new disclosure requirements for both lessees and lessors. The standard is effective for annual periods beginning on or after 1 January 2019, with early adoption permitted only if the entity also adopts IFRS 15.

The Board is assessing the potential impact of IFRS 16 on the financial statements.



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H. IFRIC 23 Uncertainty over Income Tax Treatments

IFRIC 23 clarifies the accounting for income tax treatments that have yet to be accepted by tax authorities. Specifically, IFRIC 23 provides clarity on how to incorporate this uncertainty into the measurement of tax as reported in the financial statements.

IFRIC 23 does not introduce any new disclosures but reinforces the need to comply with existing disclosure requirements about:

- judgments made;
- assumptions and other estimates used; and
- the potential impact of uncertainties that are not reflected

The adoption of these changes will not have a material impact on the financial statements of the Board. IFRIC 23 applies for annual periods beginning on or after 1 January 2019 earlier adoption is permitted.

I. IFRS 17 Insurance Contracts

IFRS 17 supersedes IFRS 4 Insurance Contracts and aims to increase comparability and transparency about profitability. The new standard introduces a new comprehensive model (“general model”) for the recognition and measurement of liabilities arising from insurance contracts. In addition, it includes a simplified approach and modifications to the general measurement model that can be applied in certain circumstances and to specific contracts, such as:

- Reinsurance contracts held;
- Direct participating contracts; and
- Investment contracts with discretionary participation features

Under the new standard, investment components are excluded from insurance revenue and service expenses. Entities can also choose to present the effect of changes in discount rates and other financial risks in profit or loss or OCI.

The new standard includes various new disclosures and requires additional granularity in disclosures to assist users to assess the effects of insurance contracts on the entity’s financial statements. The standard is effective for annual periods beginning on or after 1 January 2021. Early adoption is permitted. The adoption of this standard will not have a significant impact on the financial statements of the Board.

7. Determination of fair value

Fair value measurement

Fair values of cash and deposits with commercial banks, trade receivables, loans and advances and other payables reasonably approximate their carrying amounts largely due to the short-term maturities of these instruments and/or because they carry interest rates that reasonably approximate to market rates.

The carrying amounts of equity securities held for trading and at fair value through profit or loss are the same as their fair values since the instruments are presented at fair value.

Valuation hierarchy

IFRS 13 requires a three tiered disclosure for all financial assets and financial liabilities that are carried in the books of entities at fair value. This fair value disclosure is divided into three levels as follows:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities e.g. quoted equity securities.

Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (e.g. prices) or indirectly (e.g. derived from prices).



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Level 3 – inputs for the asset or liability that are not based on observable market data. These items are not Level 1 products and contain at least one significant input parameter which could not be price tested from any of the methods described for Level 2 products. Examples are products where correlation is a significant input parameter and products where there is severe illiquidity in the markets for a prolonged period of time.

a) Valuation models

The Board measures fair values using the following fair value hierarchy which reflects the significance of inputs used in making the measurements.

Level 1 – inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2 – inputs other than quoted market prices included within level 1 that are observable either directly (like prices) or indirectly (derived prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

For the purpose of these financial statements, the Board has measured all equity investments (except those that are publicly listed and equity investments in preference shares) using the net asset valuation method restricted to the shareholding of RSSB in the respective investments. The directors believe that this basis of valuation provides the most relevant estimate of the worth of these investments.

b) Valuation Framework

The Board has established clear guidelines on how fair value is to be determined for all assets and liabilities measured at fair value. These guidelines are included in the board's operational manuals. The fair value of both financial/non-financial assets and fair values have been determined for measurement and/or disclosure purposes based on the methods below:

(i) Investment properties

The Board uses an external independent valuation company with recognized professional qualification experience and values the Board's investment properties after every five years (previously on an annual basis). The fair values are based on the market conditions being the price that would be received to sell an asset in an orderly transaction between market participants on the measurement date. In the absence of an active price in an active market, the values are prepared by considering the aggregate of the estimated cash flows expected to be received from renting out the property. The yield that reflects the specific risks inherent in the net cash flows then is applied to the net annual cash flows to arrive at the property valuation.

(ii) Investment in debt and equity securities

The fair value of financial assets at fair value through profit or loss, held-to-maturity investments and available for sale is determined by reference to their quoted bid price at the reporting date if available, the fair value for non-quoted equity instruments has been determined using the net asset value methodology and the fair value of held to maturity investments is determined using the discounted cash flow methodology.

(iii) Trade and other receivables

The fair value of trade and other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date. The fair value of trade and other receivables is determined at initial recognition and for disclosure purposes only.

c) Assets measured at fair value

The table below shows the assets measured at fair value and their relevant fair hierarchy.

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As at 30 June 2018

	Level 1	Level 2	Amount not measured at fair value	Total as per statement of financial position
	Frw	Frw	Frw	Frw
Property and equipment	-	11,596,850,738	973,105,915	12,569,956,653
Investment properties	-	109,070,094,904	-	109,070,094,904
Asset held for sale	-	454,499,522	-	454,499,522
Equity investments	76,451,906,550	232,002,015,804	45,216,288,413	353,670,210,767
Total	76,451,906,550	353,123,460,968	46,189,394,328	475,764,761,846

As at 30 June 2017

	Level 1	Level 2	Amount not measured at fair value	Total as per statement of financial position
	Frw	Frw	Frw	Frw
Property and equipment	0	12,356,967,696	810,847,338	13,167,815,034
Investment properties	0	103,922,617,671	0	103,922,617,671
Assets held for sale	0	457,051,652	0	457,051,652
Equity investments	30,815,325,677	248,732,394,749	0	279,547,720,426
Total	30,815,325,677	365,469,031,768	810,847,338	397,095,204,783

d) Financial instruments not measured at fair value

The table below sets out the fair value of financial instruments not measured at fair value and analyses them by the level in the fair value hierarchy into which each fair value measurement is categorized.

30 June 2018

Schemes	Pension Frw	Medical Frw	CBHI Frw	Maternity leave Frw	Total Frw
Financial assets					
Equity investments	-	45,216,288,413	-	-	45,216,288,413
Government bonds	2,401,098,014	-	-	-	2,401,098,014
Corporate bonds	2,536,177,884	-	-	-	2,536,177,884
Treasury bonds	44,778,824,665	9,736,699,892	-	-	54,515,524,557
Treasury bills	41,357,127,468	23,966,624,601	-	-	65,323,752,069
Commercial papers	26,441,789,083	-	-	-	26,441,789,083
Loan and advances to third parties	6,638,963,650	12,000,000,000	-	-	18,638,963,650
Mortgage loans	306,012,689	-	-	-	306,012,689
Advances to contractors	7,981,132,216	75,614,095	3,378,155	86,619	8,060,211,085
Dividend and other income receivable	3,328,253,747	127,551,775	65,179	-	3,455,870,701
Other assets	4,044,719,734	6,892,161,337	1,038,702,266	2,280,411,889	14,255,995,226
Deposits with financial institutions	140,544,402,437	93,039,122,306	-	-	233,583,524,743

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Schemes	Pension Frw	Medical Frw	CBHI Frw	Maternity leave Frw	Total Frw
Cash and bank balances	65,293,412,961	46,738,354,691	2,002,091,212	6,753,353,394	120,787,212,258
Total	345,651,914,548	237,792,417,110	3,044,236,812	9,033,851,902	595,522,420,372

Financial liabilities

Amounts retained on construction contracts	(206,958,279)	(485,353,126)	-	-	(692,311,405)
Medical benefits payable	-	(4,335,704,616)	(16,262,179,181)	(163,057,326)	(20,760,941,123)
Other payables	(11,387,149,560)	(1,829,836,719)	(9,962,882,824)	(800,342,245)	(23,980,211,348)
Total	(11,594,107,839)	(6,650,894,461)	(26,225,062,005)	(963,399,571)	(45,433,463,876)

30 June 2017

	Pension Frw	Medical Frw	CBHI Frw	Maternity leave Frw	Total as per statement of financial position Frw
Financial assets					
Government of Rwanda Development bond	26,027,168,876	-	-	-	26,027,168,876
Corporate bonds	2,609,362,884	-	-	-	2,609,362,884
Treasury bonds	40,381,716,402	12,327,326,816	-	-	52,709,043,218
Treasury bills	34,075,150,939	14,048,855,231	-	-	48,124,006,170
Loan and advances to third parties	7,440,882,318	12,000,000,000	-	-	19,440,882,318
Mortgage loans	511,167,679	-	-	-	511,167,679
Advances to contractors	3,193,209,510	73,015,514	-	-	3,266,225,024
Dividends and other income receivable	357,566,512	179,793,284	-	-	537,359,796
Other assets	2,476,140,809	9,013,202,180	1,943,582,546	1,678,380,461	15,111,305,996
Deposits with financial institutions	144,686,832,205	98,028,398,070	-	-	242,715,230,275
Cash and bank balances	49,400,249,620	21,417,748,896	10,099,930,121	1,857,033,672	82,774,962,309
Total	311,159,447,754	167,088,339,991	12,043,512,667	3,535,414,133	493,826,714,545
Financial liabilities					
Amounts retained on construction contracts	337,797,023	479,026,726	-	-	816,823,749
Medical and Maternity benefits payable	-	3,849,061,962	10,707,643,946	385,598,557	14,942,304,465
Other payables	14,245,372,340	4,710,051,442	15,089,031,874	278,002,384	34,322,458,040
Total	14,583,169,363	9,038,140,130	25,796,675,820	663,600,941	50,081,586,254

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8. Operating segments

8.1. Basis for Segmentation

Rwanda Social Security Board has the following four schemes. Although the schemes are overseen by the same management team, they have different objectives and are managed separately within the Board's management and internal reporting structure.

Reportable segments	Operations
Pension	Contributions from employers and employees in Rwanda and provides benefits to pensioners, invalids and other beneficiaries
Medical	Provides medical insurance services.
Community Based Health Initiative	Provides community-based health insurance scheme
Maternity	Provides maternity leave insurance services

A new regulation – Prime Minister Order No.58 of 4/04/2018 - Determining the administrator of the Long term savings scheme appointed RSSB as the administrator of the Long term saving scheme. Accordingly, this regulation introduces a new scheme to RSSB. However, there were no transactions for this scheme during the year ended 30 June 2018.

8.2. Contribution to performance

2016/2018	Pension	Medical	CBHI	Maternity
Contributions	52%	26%	19%	4%
Benefits Paid	25%	26%	48%	1%
Return on investment	75%	25%	0%	0%
Assets	74%	25%	0%	1%

2016/2017	Pension	Medical	CBHI	Maternity
Contributions	51%	27%	20%	2%
Benefits Paid	25%	25%	49%	1%
Return on investment	70%	29.5%	0.5%	0%
Assets	73%	26%	1%	0%

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8.3. Information about reportable segments

8.3.3.1. Statement of comprehensive income per scheme

Note	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Dealing with members										
Contributions	83,344,079,589	74,896,986,022	42,248,625,559	39,179,136,160	30,082,818,824	28,628,563,318	6,059,777,866	3,421,526,070	161,735,301,838	146,126,211,570
Benefits paid	(21,537,323,822)	(18,154,688,834)	(22,230,013,298)	(18,727,024,054)	(41,765,245,302)	(35,674,865,819)	(835,126,868)	(468,849,682)	(86,367,709,290)	(73,025,428,389)
Net additions from dealings with members	61,806,755,767	56,742,297,188	20,018,612,261	20,452,112,106	(11,682,426,478)	(7,046,302,501)	5,224,650,998	2,952,676,388	75,367,592,548	73,100,783,181
Returns on investments										
Investment income	33,912,641,437	32,664,075,562	15,062,978,974	14,154,758,801	216,559,010	216,541,297	155,467,346	23,221,128	49,347,646,767	47,058,596,788
Change in fair value of financial assets at fair value through profit or loss	11,435,735,480	(30,712,814,731)	3,291,106,500	(399,119,735)	-	-	-	-	14,726,841,980	(31,111,934,466)
Write back	12,261,675,836	-	26,567,791	-	(155,999,745)	-	(3,996,358)	-	12,128,247,524	-
Realized gain on disposal of assets	(91,919,560)	2,301,873,166	2,725,694	-	59,843,067	-	60,311	-	(29,290,488)	2,301,873,166
Less: investment management expenses	(1,259,193,669)	(1,176,759,551)	(190,381,428)	(159,372,825)	-	-	-	-	(1,449,575,097)	(1,336,132,376)
Net returns on investments	56,258,939,524	3,076,374,446	18,192,997,531	13,596,266,241	120,402,332	216,541,297	151,531,299	23,221,128	74,723,870,686	16,912,403,112
Other income	1,074,285,820	300,833,756	58,006,802	181,905,166	257,095,519	766,754,188	228,835	65,614	1,389,616,976	1,249,558,724

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	Note	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
		2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
		Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Expenditure											
Staff costs	17	(2,844,842,677)	(2,882,125,645)	(2,844,842,673)	(2,882,125,645)	(3,695,075,941)	(3,780,975,286)	(94,745,495)	(61,858,863)	(9,479,506,786)	(9,607,083,439)
Administrative expenses	18	(1,570,226,809)	(1,337,546,214)	(1,531,003,883)	(1,264,192,684)	(2,295,316,877)	(2,354,936,379)	(71,299,572)	(30,176,100)	(5,467,847,141)	(4,986,851,377)
Depreciation and amortization charge	19	(271,618,243)	(278,740,549)	(992,315,211)	(1,182,005,162)	(209,325,446)	(109,920,651)	(3,933,839)	(990,936)	(1,477,192,739)	(1,571,657,298)
Other expenses	20	(435,975,160)	(1,574,519,274)	(2,265,459,085)	(2,199,529,435)	(165,729,823)	(301,378,226)	(4,249,479)	(3,984,067)	(2,871,413,547)	(4,079,411,002)
Total expenses		(5,122,662,889)	(6,072,931,682)	(7,633,620,852)	(7,527,852,926)	(6,365,448,087)	(6,547,210,542)	(174,228,385)	(97,009,966)	(19,295,960,213)	(20,245,005,116)
Net income for the period		114,017,318,222	54,046,573,708	30,635,995,742	26,702,430,587	(17,670,376,714)	(12,610,217,558)	5,202,182,747	2,878,953,164	132,185,119,997	71,017,739,901



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8.3.2. Statement of financial position per scheme

	Note	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
		2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
		Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Assets											
Investment properties in the process of construction	21	903,540,000	52,950,000	-	-	-	-	-	-	903,540,000	52,950,000
Property and equipment	22	1,345,951,288	1,375,000,038	10,856,503,048	11,600,668,769	359,937,739	188,335,612	7,564,378	3,810,615	12,569,956,653	3,167,815,034
Intangible assets	23	31,584,701	67,343,950	31,584,703	67,343,952	41,207,214	88,284,550	905,715	1,507,380	105,282,333	224,479,832
Investment properties	24	96,020,218,856	91,772,741,623	12,149,876,048	12,149,876,048	-	-	-	-	109,070,094,904	103,922,617,671
Assets held for sale	25	454,499,522	457,051,652	-	-	-	-	-	-	454,499,522	457,051,652
Equity investments	26	313,952,893,422	243,359,550,020	39,717,317,345	36,188,170,406	-	-	-	-	353,670,210,767	279,547,720,426
Government bonds	27	2,401,098,014	26,027,168,876	-	-	-	-	-	-	2,401,098,014	26,027,168,876
Corporate bonds	28	2,536,177,884	2,609,362,884	-	-	-	-	-	-	2,536,177,884	2,609,362,884
Treasury bonds	29	44,778,824,665	40,381,716,402	9,736,699,892	12,327,326,816	-	-	-	-	54,515,524,557	52,709,043,218
Treasury bills	30	41,357,127,468	34,075,150,939	23,966,624,601	14,048,855,231	-	-	-	-	65,323,752,069	48,124,006,170
Commercial papers	31	26,441,789,083	-	-	-	-	-	-	-	26,441,789,083	-
Loan and advances to third parties	32	6,638,963,650	7,440,882,318	12,000,000,000	12,000,000,000	-	-	-	-	18,638,963,650	19,440,882,318
Mortgage loans	33	306,012,689	511,167,679	-	-	-	-	-	-	306,012,689	511,167,679
Inventory	34	66,398,028	54,658,630	66,398,028	54,658,630	86,317,436	71,056,220	2,213,266	1,821,956	221,326,758	182,195,436
Advances to contractors	35	7,981,132,216	3,193,209,510	75,614,095	73,015,514	3,378,155	-	86,619	-	8,060,211,085	3,266,225,024

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Note	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Dividend and other income receivable	36	3,328,253,747	357,566,512	127,551,775	179,793,284	65,179	-	-	3,455,870,701	537,359,796
Other assets	37	4,044,719,734	2,476,140,809	6,892,161,337	9,013,202,180	1,038,702,266	1,943,582,546	2,280,411,889	14,255,995,226	15,111,305,996
Deposits with financial institutions	38	140,544,402,437	144,686,832,205	93,039,122,306	98,028,398,070	-	-	-	233,583,524,743	242,715,230,275
Cash and bank balances	39	65,293,412,961	49,400,249,620	46,738,354,691	21,417,748,896	2,002,091,212	10,099,930,121	6,753,353,394	120,787,212,258	82,774,962,309
Total assets		759,327,000,365	648,298,743,667	255,397,807,869	227,149,057,796	3,531,699,201	12,391,189,049	9,044,535,461	1,027,301,042,896	891,381,544,596
Less: Liabilities										
Amounts retained on construction contracts		206,958,279	337,797,023	485,353,126	479,026,726	-	-	-	692,311,405	816,823,749
Medical and Maternity benefits payable		-	-	4,355,704,616	3,849,061,962	16,262,179,181	10,707,643,946	163,057,326	20,760,941,123	14,942,304,465
Other payables	40	11,387,149,560	14,245,372,340	1,829,836,719	4,710,051,442	9,962,882,824	15,089,031,874	800,342,245	23,980,211,348	34,322,458,040
Total liabilities		11,594,107,839	14,583,169,363	6,650,894,461	9,038,140,130	26,225,062,005	25,796,675,820	963,399,571	45,433,463,876	50,081,586,254
Net assets available for benefits		747,732,892,526	633,715,574,304	248,746,913,408	218,110,917,666	(22,693,362,804)	(13,405,486,771)	8,081,135,890	981,867,579,020	841,299,958,342
Represented by:										
Capital	41	53,393,658	53,393,658	1,179,070,491	1,179,070,491	-	-	-	1,232,464,149	1,232,464,149
Retained earnings	42	295,353,431,757	266,982,642,410	232,905,792,344	205,560,903,102	(22,693,362,804)	(13,405,486,771)	8,081,135,890	513,646,997,188	462,017,011,884
Revaluation reserve	43	253,735,415	253,735,415	4,251,952,194	4,251,952,194	-	-	-	4,505,687,609	4,505,687,609
Fair value reserve	44	7,292,880,330	(15,273,493,844)	10,410,098,379	7,118,991,879	-	-	-	17,702,978,709	(8,154,501,965)

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	Note	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
		2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
		Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Statutory reserves	45	444,779,451,365	381,699,296,665	-	-	-	-	-	-	444,779,451,365	381,699,296,665
Total reserves		747,732,892,526	633,715,574,304	248,746,913,408	218,110,917,666	(22,693,362,804)	(13,405,486,771)	8,081,135,890	2,878,953,143	981,867,579,020	841,299,958,342

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8.3.3. Statements of changes in members' funds and reserves

As at 30 June 2018

Statement reference	Capital	Occupational hazard reserves	Pension reserves	Accumulated member funds and retained earnings	Fair value reserve	Revaluation reserve	Total
Pension scheme	53,393,658	42,954,573,278	401,824,878,087	295,353,431,757	7,292,880,330	253,735,415	747,732,892,526
Medical scheme	1,179,070,491	-	-	232,905,792,344	10,410,098,379	4,251,952,194	248,746,913,408
CBHI scheme	-	-	-	(22,693,362,804)	-	-	(22,693,362,804)
Maternity leave scheme	-	-	-	8,081,135,890	-	-	8,081,135,890
Total	1,232,464,149	42,954,573,278	401,824,878,087	513,646,997,187	17,702,978,709	4,505,687,609	981,867,579,020

As at 30 June 2017

Statement reference	Capital	Occupational hazard reserves	Pension reserves	Accumulated member funds and retained earnings	Fair value reserve	Revaluation reserve	Total
Pension scheme	53,393,658	31,893,887,144	349,805,409,521	266,982,642,404	(15,273,493,844)	253,735,415	633,715,574,298
Medical scheme	1,179,070,491	-	-	205,560,903,030	7,118,991,879	4,251,952,194	218,110,917,594
CBHI scheme	-	-	-	(13,405,486,714)	-	-	(13,405,486,714)
Maternity leave scheme	-	-	-	2,878,953,164	-	-	2,878,953,164
Total	1,232,464,149	31,893,887,144	349,805,409,521	462,017,011,884	(8,154,501,965)	4,505,687,609	841,299,958,342

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8.3.3.1. Statement of member's fund and reserves – Pension scheme

	Capital	Occupational Technical reserve	Occupational hazard Security reserve	Occupational hazard Working capital reserve	Pension Technical reserve	Pension Working capital reserve	Total statutory Reserves	Accumulated members' fund and retained earnings	Fair value reserve	Revaluation in reserve	Totals
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
At 1 July 2016	53,393,658	17,063,940,240	5,141,769,076	1,745,001,646	293,456,831,433	10,639,939,928	328,047,482,323	229,048,586,989	17,572,340,888	253,735,415	574,975,539,273
Adjustment during the year	-	-	-	-	-	-	-	6,826,481,317	(2,133,020,000)	-	4,693,461,317
Net income for the year	-	7,487,194,968	333,734,060	122,247,154	41,832,797,780	3,875,840,380	53,651,814,342	31,107,574,098	(30,712,814,732)	-	54,046,573,708
At 30 June 2017	53,393,658	24,551,135,208	5,475,503,136	1,867,248,800	335,289,629,213	14,515,780,308	381,699,296,665	266,982,642,404	(15,273,493,844)	253,735,415	633,715,574,298
At 1 July 2017	53,393,658	24,551,135,208	5,475,503,136	1,867,248,800	335,289,629,213	14,515,780,308	381,699,296,665	266,982,642,406	(15,273,493,844)	253,735,415	633,715,574,300
Adjustment during the year	-	-	-	-	-	-	-	6	-	-	6
Net income for the year	-	10,500,661,044	404,041,862	155,983,229	47,636,779,585	4,382,688,980	63,080,154,699	28,370,789,348	22,566,374,174	-	114,017,318,222
At 30 June 2018	53,393,658	35,051,796,252	5,879,544,998	2,023,232,029	382,926,408,798	18,898,469,288	444,779,451,364	295,353,431,758	7,292,880,330	253,735,415	747,732,892,526

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8.3.3.2. Statement of member's fund and reserves – Medical scheme

	Capital	Retained earnings	Fair Value Reserve	Revaluation Reserve	Total
	Frw	Frw	Frw	Frw	Frw
Year ended 30 June 2017					
At 1 July 2016	1,179,070,491	178,365,788,777	7,518,111,614	3,886,568,256	190,949,539,138
Net income for the year	-	27,101,550,322	(399,119,735)	-	26,702,430,587
Adjustment for prior year	-	93,563,931	-	365,383,938	458,947,869
At 30 June 2017	1,179,070,491	205,560,903,030	7,118,991,879	4,251,952,194	218,110,917,594
Year ended 30 June 2018					
At 1 July 2017	1,179,070,491	205,560,903,030	7,118,991,879	4,251,952,194	218,110,917,594
Net income for the year	-	27,344,889,242	3,291,106,500	-	30,635,995,742
Adjustment for prior year	-	72	-	-	72
At 30 June 2018	1,179,070,491	232,905,792,344	10,410,098,379	4,251,952,194	248,746,913,408

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8.3.3.3. Statement of member's fund and reserves – CBHI scheme

At 1 July 2016	Retained earnings
Loss for the year	Frw
Adjustment for prior year	(12,836,594,044)
Subsidies	(12,610,217,558)
At 30 June 2017	41,324,888
	12,000,000,000
	(13,405,486,714)
At 1 July 2017	(13,405,486,714)
Loss for the year	(17,670,376,714)
Adjustment for prior year	(57)
Subsidies from Government	8,382,500,681
At 30 June 2018	(22,693,362,804)

8.3.3.4. Statement of member's fund and reserves – Maternity leave scheme

At 1 July 2016	Retained earnings
Net income for the year	Frw
Adjustment for prior year	-
At 30 June 2017	2,878,953,164
	2,878,953,164
At 1 July 2016	2,878,953,164
Net income for the year	5,202,182,747
Adjustment for prior year	(21)
At 30 June 2017	8,106,068,088

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8.3.4. Statement of cash flows per scheme

	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Net income for the year	114,017,318,222	54,046,573,708	30,635,995,742	26,702,430,587	(17,670,376,714)	(12,610,217,558)	5,202,182,747	2,878,953,164	132,185,119,997	71,017,739,901
Adjusted for:										
Depreciation and amortization	271,618,243	278,740,546	992,315,211	1,182,005,162	209,325,446	109,920,611	3,933,839	990,938	1,477,192,739	1,571,657,257
Investment income	(33,912,641,437)	(32,664,075,563)	(15,062,978,974)	(14,154,758,801)	(216,559,010)	(216,541,297)	(155,467,346)	(23,221,128)	(49,347,646,767)	(47,058,596,789)
Realized (loss)/gain on disposal of assets (equity investments, PPE, Assets held for sale and Investment properties)	91,919,560	(2,301,873,166)	(2,725,694)	-	(59,843,067)	-	(60,311)	-	29,290,486	(2,301,873,166)
Change in fair value of equity investments	(11,435,735,480)	30,712,814,732	(3,291,106,500)	399,119,735	-	-	-	-	(14,726,841,980)	31,111,934,467
Write off	22,628,298	799,571,800	-	224,701,510	-	-	-	-	22,628,298	1,024,273,310
Write back	(12,261,675,836)	-	(26,567,791)	-	155,999,745	-	3,996,358	-	(12,128,247,524)	-
Other adjustments	522,913,763	(163,052,044)	26,567,791	-	(97,073,345)	-	(3,996,358)	-	448,411,851	(163,052,044)
Operating income before changes in working capital	57,316,345,332	50,708,700,013	13,271,499,785	14,353,498,193	(17,678,526,945)	(12,716,838,244)	5,050,588,930	2,856,722,974	57,959,907,099	55,202,082,936
(Increase)/										
Decrease in advance to contractors	(4,787,922,706)	-	(2,598,581)	-	(3,378,155)	-	(86,619)	-	(4,793,986,061)	-
(Increase)/										
Decrease in Dividend and other income receivable	(2,970,687,235)	-	52,241,509	-	(65,179)	-	-	-	(2,918,510,905)	-
(Increase)/										
	(1,568,578,925)	(3,456,969,774)	2,121,040,843	(16,950,074,327)	904,880,280	(1,379,434,629)	(602,031,428)	(1,678,380,506)	855,310,770	(22,564,859,236)

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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Decrease in other assets (Increase)/										
Decrease in inventory	(11,739,398)	38,251,033	(11,739,398)	38,251,033	(15,261,216)	52,823,331	(391,310)	(1,821,956)	(39,131,322)	127,503,441
Increase/										
(Decrease) in medical/maternal y claims payables	-	-	486,642,654	(101,096,417)	5,554,535,235	(1,236,529,638)	(222,541,231)	385,598,557	5,818,636,658	(952,027,498)
Increase/										
(Decrease) in other payables	(2,858,222,780)	8,542,534,194	(2,880,214,723)	3,110,839,288	(5,126,149,050)	6,062,308,088	522,339,861	278,002,405	(10,342,246,692)	17,993,683,975
Increase/										
(Decrease) in contract retentions	(130,838,744)	(66,436,302)	6,326,400	10,676,000	-	-	-	-	(124,512,344)	(55,760,302)
Adjustment in net assets	-	4,693,461,319	-	458,947,869	-	41,324,888	-	-	-	5,193,734,076
Net cash flows from operating activities	44,988,355,544	60,459,540,483	13,043,198,489	1,821,041,639	(16,363,965,031)	(9,176,346,204)	4,747,878,203	1,840,121,474	46,415,467,203	54,944,357,392
Cash flows used in investing activities:										
Dividend income received	3,637,115,598	4,432,457,759	376,500,309	353,857,633	-	-	-	-	4,013,615,907	4,786,315,392
Rent received	2,510,790,240	2,333,921,666	615,849,094	461,242,158	-	-	-	-	3,126,639,334	2,795,163,824
Other interest income received (current accounts, call deposit and mortgage loans)	3,510,659,592	-	1,226,221,426	-	216,559,010	216,541,300	155,467,346	23,221,130	5,108,907,374	239,762,430
Interest income received	-	25,897,696,138	-	13,339,659,008	-	-	-	-	-	39,237,355,146
Purchases for investment	(5,835,118,388)	(212,950,000)	-	(1,686,604,455)	-	-	-	-	(5,835,118,388)	(1,899,554,455)

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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
property under construction										
Purchase of property and equipment	(198,944,022)	(151,687,860)	(198,944,022)	(135,687,860)	(317,553,629)	(176,394,218)	(6,631,467)	(4,322,929)	(722,073,141)	(468,292,867)
Purchase of intangible asset	(13,731,322)	(68,848,422)	(13,731,322)	(68,848,422)	(17,850,718)	(90,011,891)	(457,711)	(1,786,003)	(45,771,072)	(229,494,738)
Purchase of investment properties	(706,879,621)	-	-	-	-	-	-	-	(706,879,621)	-
Net purchase of investment properties	-	(2,334,905,822)	-	(421,086,938)	-	-	-	-	-	(2,755,992,760)
Purchase of equity investments	(42,457,795,244)	-	(238,040,439)	-	-	-	-	-	(42,695,835,683)	-
Cash flows used in investing activities (continued)										
Net purchase of equity investments		(50,573,836,378)	-	(1,436,327,435)	-	-	-	-		(52,010,163,813)
Proceeds from disposal of Equity investments	5,452,962,430	-	-	-	-	-	-	-	5,452,962,430	-
Receipt from settlement of Government Bond (Interest and principal)	24,928,060,476	-	-	-	-	-	-	-	24,928,060,476	-
Receipts from settlement of Corporate bonds (Interest and principal)	381,823,749	-	-	-	-	-	-	-	381,823,749	-
Receipts from Treasury bond - coupon interest income received	8,627,414,044	-	3,950,816,425	-	-	-	-	-	12,578,230,469	-
Receipts from Treasury bill maturities	96,612,000,000	-	26,522,400,000	-	-	-	-	-	123,134,400,000	-

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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
(Interest and principal)										
Investment in Corporate bonds	-	(11,896,980,385)	-	2,153,396,656	-	-	-	-	-	(9,743,583,729)
Investment in Treasury bonds	(7,899,094,297)	12,438,514,308	-	-	-	-	-	-	(7,899,094,297)	12,438,514,308
Investment in Treasury bills	(101,639,581,895)	(4,896,578,709)	(35,267,679,780)	(4,700,904,956)	-	-	-	-	(136,907,261,675)	(9,597,483,665)
Investment in Commercial papers	(25,612,470,000)	-	-	-	-	-	-	-	(25,612,470,000)	-
Net loans advanced to third parties	-	(6,481,851,435)	-	-	-	-	-	-	-	(6,481,851,435)
Receipts from settlement of loans and advances to third parties	801,918,668	-	8,382,500,681	-	-	-	-	-	9,184,419,349	-
Additional loans and advances to third parties during the year	-	-	(8,382,500,681)	-	-	-	-	-	(8,382,500,681)	-
Increase/	208,699,256	70,730,785	-	-	-	-	-	-	208,699,256	70,730,785
(Decrease) in mortgages										
Net investment in term deposits during the year	-	(5,888,518,643)	-	1,765,384,115	-	-	-	-	-	(4,123,134,528)
Placement of term deposits during the year	(108,000,000,000)	-	(69,000,000,000)	-	-	-	-	-	(177,000,000,000)	-
Settlement of term deposits during the year	123,036,231,146	-	84,301,004,817	-	-	-	-	-	207,337,235,963	-
(Increase)/	(6,459,495,460)	-	-	-	-	-	-	-	(6,459,495,460)	-
Decrease in call deposit										
Proceeds from disposal	20,242,847	4,432,741,694	3,010,798	-	2,470,778	-	63,351	-	25,787,775	4,432,741,694

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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Net cash used in investing activities	(29,095,192,203)	(32,900,095,304)	12,277,407,306	9,624,079,504	(116,374,559)	(49,864,809)	148,441,519	16,912,198	(16,785,717,936)	(23,308,968,411)
Cash flow from financing activities										
Government subsidies	-	-	-	-	8,382,500,681	12,000,000,000	-	-	8,382,500,681	12,000,000,000
Net cash from financing activities	-	-	-	-	8,382,500,681	12,000,000,000	-	-	8,382,500,681	12,000,000,000
Net increase/ (decrease) in cash and cash equivalents	15,893,163,341	27,559,445,179	25,320,605,795	11,445,121,143	(8,097,838,909)	2,773,788,987	4,896,319,722	1,857,033,672	38,012,249,949	43,635,388,981
Cash and cash equivalents at 1 July	49,400,249,620	21,840,804,441	21,417,748,896	9,972,627,753	10,099,930,121	7,326,141,134	1,857,033,672	-	82,774,962,309	39,139,573,328
Cash and cash equivalents at 30 June	65,293,412,961	49,400,249,620	46,738,354,691	21,417,748,896	2,002,091,212	10,099,930,121	6,753,353,394	1,857,033,672	120,787,212,258	82,774,962,309

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9. Contributions

	Sub-Note	2018 Frw	2017 Frw
Pension scheme	9.1	83,344,079,589	74,896,986,022
Medical scheme	9.2	42,248,625,559	39,179,136,160
Community Based Health Insurance (CBHI) scheme	9.3	30,082,818,824	28,628,563,318
Maternity leave scheme	9.4	6,059,777,866	3,421,526,070
		161,735,301,838	146,126,211,570

9.1. Contributions – Pension scheme

In accordance with Law. No 45/2010 concerning the responsibilities, organization and functioning of the Rwanda Social Security Board, pension contributions are determined at 8% of an employee's gross salary, of which 5% is paid by the employer and 3% is paid by the employee. Of the amounts paid by the employer, 2% relates to employee occupational hazards while 3% goes towards the employee's pension.

	2018 Frw	2017 Frw
Pension And Occupational Hazard Contributions	80,749,761,765	72,512,817,633
Pension And Occupational Hazard Contribution Penalties	1,619,392,033	1,087,069,562
Pension and Occupational Hazard Contribution arrears	974,925,791	1,297,098,827
	83,344,079,589	74,896,986,022

9.2. Contributions – Medical scheme

In accordance with Law. No 45/2010 concerning the responsibilities, organization and functioning of the Rwanda Social Security Board, both employee and employer medical contributions are determined at 7.5% of an individual's basic salary.

	2018 Frw	2017 Frw
Public Medical Contributions	34,127,599,085	32,360,904,240
Private Medical Contributions	7,771,199,009	6,531,699,511
Pensioners Medical Contributions	349,827,465	286,532,409
	42,248,625,559	39,179,136,160

9.3. Contributions – CBHI scheme

In accordance with Law N° 03/2015 of 02/03/2015 governing the organization of the community-based health insurance scheme determined the sources of property intended for the community-based health insurance scheme as follows:

1. Members' contributions shall be determined by an Order of the Minister in charge of community-based health insurance scheme (Article 6 of the Law N° 03/2015 of 02/03/2015).
2. Government contribution equivalent to thirteen per cent (13%) of the domestic annual budget of the Ministry of Health;
3. Contribution of subscription fees from every public and private health insurance entities operating in Rwanda;
4. Donation, grant and bequest.

CBHI contributions received by RSSB during the year were as follows:

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	2018	2017
	Frw	Frw
Government Contributions	5,588,943,504	5,406,680,207
Members Contributions	21,027,439,881	19,917,191,180
Insurance contribution	3,466,435,439	3,304,691,931
	<u>30,082,818,824</u>	<u>28,628,563,318</u>

9.4. Contributions – Maternity leave scheme

Pursuant to Law N° 003/2016 of 30/03/2016 establishing and governing maternity leave benefits scheme. The contribution for maternity leave benefits is equal to zero point six percent (0.6%) of the salary to which the contribution is subscribed. The employer and the employee each contributes zero point three percent (0.3%) of the salary to which the contribution is subscribed.

	2018	2017
	Frw	Frw
Maternity leave - Contributions	6,059,777,866	3,421,526,070
	<u>6,059,777,866</u>	<u>3,421,526,070</u>

10. Benefits paid

		2018	2017
	Sub-Note	Frw	Frw
Pension scheme	10.1	21,537,323,822	18,154,688,834
Medical scheme	10.2	22,230,013,298	18,727,024,054
Community Based Health Insurance (CBHI) scheme	10.3	41,765,245,302	35,674,865,819
Maternity leave scheme	10.4	835,126,868	468,849,682
		<u>86,367,709,290</u>	<u>73,025,428,389</u>

10.1. Benefits paid – Pension scheme

	2018	2017
	Frw	Frw
Benefits paid to pensioners	16,824,940,626	14,143,036,406
Benefits paid to deceased members' beneficiaries	3,837,328,109	3,387,719,514
Incapacity benefits	237,854,374	200,918,322
Other occupational hazards	637,200,713	423,014,592
	<u>21,537,323,822</u>	<u>18,154,688,834</u>

10.2. Benefits paid – Medical scheme

	2018	2017
	Frw	Frw
Acts medical from partner hospitals, health centres and clinics	16,559,022,032	14,165,612,339
Partners pharmacy costs	5,670,991,266	4,561,411,715
	<u>22,230,013,298</u>	<u>18,727,024,054</u>

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10.3. Benefits paid – CBHI scheme

	2018	2017
	Frw	Frw
CBHI medicine		5,638,863,550
CBHI medical acts	41,765,245,302	30,036,002,269
	<u>41,765,245,302</u>	<u>35,674,865,819</u>

10.4. Benefits paid – Maternity scheme

	2018	2017
	Frw	Frw
Maternity leave benefits	835,126,868	468,849,682
	<u>835,126,868</u>	<u>468,849,682</u>

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11. Investment income

	Sub note	Pension Scheme		Medical Scheme		CBHI		Maternity Leave		Total	
		2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
		Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Dividend income	11.1	3,637,115,598	4,432,457,759	376,500,309	353,857,633	-	-	-	-	4,013,615,907	4,786,315,392
Rental income	11.2	2,510,790,240	2,333,921,666	615,849,094	461,242,158	-	-	-	-	3,126,639,334	2,795,163,824
Interest income:											
Treasury bills		2,254,394,634	4,215,296,789	1172489590	1,207,475,456	-	4,940,000	-	-	3,426,884,224	5,427,712,245
Term deposits with financial institution	11.3	14,825,315,656	13,894,300,697	10,311,729,053	9,851,007,420	-	-	-	-	25,137,044,709	23,745,308,117
Commercial papers		829,319,083	-	-	-	-	-	-	-	829,319,083	-
Government bonds		1,301,989,614	2,165,268,390	-	-	-	-	-	-	1,301,989,614	2,165,268,390
Corporate bonds		308,638,749	317,299,679	-	-	-	-	-	-	308,638,749	317,299,679
Treasury bonds		5,125,428,009	4,032,548,681	1,360,189,502	1,649,708,338	-	-	-	-	6,485,617,511	5,682,257,019
Mortgage loans		66,117,587	63,972,131	-	-	-	-	-	-	66,117,587	63,972,131
Current accounts		3,053,532,267	1,209,009,770	1,226,221,426	631,467,796	216,559,010	211,601,297	155,467,346	23,221,128	4,651,780,049	2,075,299,991
		33,912,641,437	32,664,075,562	15,062,978,974	14,154,758,801	216,559,010	216,541,297	155,467,346	23,221,128	49,347,646,767	47,058,596,788

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11.1. Dividend income

	Pension Scheme		Medical Scheme		Total	
	2018 Frw	2017 Frw	2018 Frw	2017 Frw	2018 Frw	2017 Frw
Safaricom Limited	134,228,270	337,237,245	-	-	134,228,270	337,237,245
KCB	114,397,596	540,013,288	-	-	114,397,596	540,013,288
Bank of Kigali Limited	2,914,624,985	2,594,535,999	106,944,120	95,199,338	3,021,569,105	2,689,735,337
Bralirwa Limited	76,570,500	20,418,800	31,515,750	8,404,200	108,086,250	28,823,000
Crystal Telecom Ltd	-	689,998,332	-	-	-	689,998,332
PTA Bank	287,419,729	250,254,095	238,040,439	250,254,095	525,460,168	500,508,190
Ruliba Clays Limited	9,224,365	-	-	-	9,224,365	-
I&M Bank	50,622,630	-	-	-	50,622,630	-
Edge Hostels	50,027,523	-	-	-	50,027,523	-
	3,637,115,598	4,432,457,759	376,500,309	353,857,633	4,013,615,907	4,786,315,392

11.2. Rental income

	Pension Scheme		Medical Scheme		Total	
	2018 Frw	2017 Frw	2018 Frw	2017 Frw	2018 Frw	2017 Frw
Kacyiru Executive Apartments	710,371,741	841,092,626	0	0	710,371,741	841,092,626
Grand Pension Plaza	1,342,058,949	1,159,877,566	0	0	1,342,058,949	1,159,877,566
Other Rental income	13,339,995	9,662,733	0	0	13,339,995	9,662,733
Nyanza Pension Plaza	85,270,548	21,048,221	0	0	85,270,548	21,048,221
Karongi Pension Plaza	118,674,718	104,445,196	0	0	118,674,718	104,445,196
Musanze Pension Plaza	99,587,160	66,231,136	0	0	99,587,160	66,231,136
Rwamagana Pension Plaza	12,391,545	25,109,532	0	0	12,391,545	25,109,532
Crystal Plaza	129,095,584	106,454,656	0	0	129,095,584	106,454,656
Doctors' plaza Tower I	0	0	36,515,194	25,969,426	36,515,194	25,969,426
Doctors' plaza Tower II	0	0	579,333,900	435,272,732	579,333,900	435,272,732
	2,510,790,240	2,333,921,666	615,849,094	461,242,158	3,126,639,334	2,795,163,824

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11.3. Interest income on term deposits with financial institutions

	Pension Scheme		Medical Scheme		Total	
	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw
Interest income on long term deposit						
Development Bank of Rwanda (BRD)	2,651,912,877	2,961,589,038	2,357,678,219	2,348,616,436	5,009,591,096	5,310,205,474
sub-total (1)	2,651,912,877	2,961,589,038	2,357,678,219	2,348,616,436	5,009,591,096	5,310,205,474
Interest income on short term deposits						
Access Bank Limited	-	-	86,194,514	-	86,194,514	-
Banque Populaire S.A	1,293,054,794	1,227,945,208	1,620,958,906	1,604,383,562	2,914,013,699	2,832,328,770
Cogebanque	2,472,234,871	1,569,966,540	1,413,547,943	1,367,644,962	3,885,782,813	2,937,611,502
Bank of Kigali Limited	3,729,232,464	4,542,109,589	1,409,367,798	1,197,095,895	5,138,600,262	5,739,205,484
Ecobank Rwanda Limited	564,410,959	918,945,204	365,123,285	443,034,795	929,534,244	1,361,999,999
Guaranty Trust Bank (Rwanda) Limited	-	84,383,566	-	84,383,562	-	168,767,128
KCB Rwanda Limited	1,338,074,915	893,145,205	851,506,849	597,260,273	2,189,581,764	1,490,405,478
I&M Bank Rwanda Limited	703,613,744	834,084,886	289,561,644	279,452,056	993,175,388	1,113,536,942
Zigama CSS	889,041,090	382,575,343	899,999,997	835,178,083	1,789,041,087	1,217,753,426
Equity bank limited	328,892,055	280,547,945	614,275,635	656,164,384	943,167,690	936,712,329
Unguka Bank	-	-	403,514,262	437,773,412	403,514,262	437,773,412
AB Bank	96,589,040	63,136,987	-	-	96,589,040	63,136,987
LETSHEGO	133,372,396	90,712,329	-	-	133,372,396	90,712,329
Bank of Africa	233,876,714	-	-	-	233,876,714	-
Other interest income	-	45,158,857	-	-	-	45,158,857
Sub-total (2)	11,782,393,041	10,932,711,659	7,954,050,834	7,502,390,984	19,736,443,875	18,435,102,643
Interest income on call deposit						
KCB Rwanda Limited	391,009,738	-	-	-	391,009,738	-
Sub-total (3)	391,009,738	-	-	-	391,009,738	-
Grand total (1+2+3)	14,825,315,656	13,894,300,697	10,311,729,053	9,851,007,420	25,137,044,709	23,745,308,117

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12. Change in fair value of financial assets at fair value through profit or loss

	Pension Scheme		Medical Scheme		Total	
	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw
Change in fair value of financial assets at fair value through profit or loss						
SONARWA General Insurance Limited	725,075,813	(367,862,300)	-	-	725,075,813	(367,862,300)
SONARWA Life Assurance Limited	(3,000,000,000)	(282,011,656)	-	-	(3,000,000,000)	(282,011,656)
Akagera Game Lodge SA	(245,914,250)	36,463,250	-	-	(245,914,250)	36,463,250
Bank of Kigali (BK)	8,630,705,000	(7,367,675,000)	316,679,900	(270,336,500)	8,947,384,900	(7,638,011,500)
Rwanda Investment Group (RIG)	(37,524,591)	253,998,581	(11,257,377)	76,199,573	(48,781,968)	330,198,154
Rwanda Enterprise Investment Company (REIC)	(6,806,358)	(4,200,503)	-	-	(6,806,358)	(4,200,503)
Rwanda Free Trade Zone	383,894,954	125,119,050	-	-	383,894,954	125,119,050
Edge Hostels Limited	(101,560,918)	64,073,594	-	-	(101,560,918)	64,073,594
Rwanda Foreign Holding Investment Company	(1,412,384,751)	(7,638,729,548)	(611,421,041)	(3,306,804,305)	(2,023,805,792)	(10,945,533,853)
Rwanda Development Bank (BRD)	(6,656,022,590)	1,124,804,849	-	-	(6,656,022,590)	1,124,804,849
Inyange Industries	1,118,597,200	(6,229,237,200)	-	-	1,118,597,200	(6,229,237,200)
Building Materials Investment subsidiaries (RULIBA and EAGI)	926,500	(660,788,000)	-	-	926,500	(660,788,000)
Rwanda Stock Exchange	(6,257,932)	(8,581,365)	-	-	(6,257,932)	(8,581,365)
Brasserie Et Limonaderie Du Rwanda (BRALIRWA)	306,282,000	(714,658,000)	126,063,000	(294,147,000)	432,345,000	(1,008,805,000)
CIMERWA Limited	189,590,342	(439,232,095)	189,588,716	(439,232,097)	379,179,058	(878,464,192)
New Forest Rwanda Limited	149,696,100	94,310,152	-	-	149,696,100	94,310,152
Ultimate Developers Limited	9,921,788,500	(12,159,284,001)	-	-	9,921,788,500	(12,159,284,001)
New Forest Company Holdings UK (Ltd)	(137,852,178)	80,042,991	-	-	(137,852,178)	80,042,991
Horizon SOPYRWA Limited	(79,699,887)	55,357,314	-	-	(79,699,887)	55,357,314
Eastern and Southern Trade Development Bank (formerly PTA Bank)	2,169,266,447	1,553,163,220	1,765,851,826	2,937,596,162	3,935,118,273	4,490,759,382
Crystal Telecom	(1,783,166,000)	405,265,000	-	-	(1,783,166,000)	405,265,000

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	Pension Scheme		Medical Scheme		Total	
	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw
Eastern Province Investment Corporation (EPIC)	(139,785,533)	(25,864,467)	-	-	(139,785,533)	(25,864,467)
Ultimate Concepts Limited	-	-	-	-	-	-
I&M Bank	9,813,600	49,077,000	-	-	9,813,600	49,077,000
African Export-Import Bank (AFREXIM Bank)	174,782,799	43,079,397	-	-	174,782,799	43,079,397
Broll Rwanda Limited	-	(25,567,409)	-	-	-	(25,567,409)
Safaricom	1,189,799,389	987,843,784	-	-	1,189,799,389	987,843,784
KCB	-	338,276,630	-	-	-	338,276,630
Cogebanque	-	-	1,433,006,875	768,488,657	1,433,006,875	768,488,657
RNIT Iterambere Limited	72,491,824	-	-	-	72,491,824	-
Olleh Networks Rwanda Limited (KT Rwanda) - Interest on preference shares	-	-	82,594,602	129,115,775	82,594,602	129,115,775
Total	11,435,735,480	(30,712,814,732)	3,291,106,500	(399,119,735)	14,726,841,980	(31,111,934,467)

For explanations of significant changes in fair values of equity investments refer to note 26.

13. Write back

	Pension Scheme		Medical Scheme		CBHI		Maternity Leave		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Fair valuation loss - Edge Hostels Limited	10,000,000,000	-	-	-	-	-	-	-	10,000,000,000	-
Fair valuation loss - Ultimate Developers Limited	1,130,638,694	-	-	-	-	-	-	-	1,130,638,694	-
Other prior year adjustments	1,131,037,142	-	-	-	(155,999,745)	-	(3,996,358)	-	997,608,830	-
Total	12,261,675,836	-	26,567,791	-	(155,999,745)	-	(3,996,358)	-	12,128,247,524	-

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Explanation for write back:

RSSB determines fair value of unquoted investees using the net asset valuation method. The value of net assets used in determining the fair valuation of these equity investees is obtained from the latest published financial statements (audited). RSSB accounting period ends on 30th June and yet most of investee companies have accounting periods ending 31 December, therefore most of the valuations for unquoted entities are based on audited financial statements for investees as at 31 December and not 30 June. As such, this creates a mismatch between accounting periods used for valuation and the RSSB accounting period of 6 months.

As a result of this mismatch in accounting periods, for the year ended 30 June 2017, capital injections of RWF 10 billion for Ultimate Developers Limited (UDL) and RWF 1.1 billion for Edge Hostels limited made by RSSB after 31 December 2016 were omitted in the respective investee financial statements as at 31 December 2016. To correct the effect of this, management has written back prior year fair valuation loss of Frw 10 billion and Frw 1.1 billion for UDL and Edge Hostels Limited respectively.

14. Realised gain on disposal of assets

	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Realised gain/(Loss) on disposal of Administrative assets	(26,709,239)	(476,000)	1,615,494	-	59,843,067	-	60,311	-	34,809,633	(476,000)
Realised gain/(Loss) on disposal of Investment properties	(65,210,321)	2,279,698,166	1,110,200	-	-	-	-	-	(64,100,121)	2,279,698,166
Realised gain/(Loss) on disposal of Batsinda houses	-	22,651,000	-	-	-	-	-	-	-	22,651,000
Realised gain/(Loss) on disposal of Equity investments	-	-	-	-	-	-	-	-	-	-
Total	(91,919,560)	2,301,873,166	2,725,694	-	59,843,067	-	60,311	-	(29,290,488)	2,301,873,166

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15. Investment management expenses

	Pension Scheme		Medical Scheme		Total	
	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw
Vision 2020 estate	-	30,900	-	-	-	30,900
Investment management expenses	105,841,901	-	-	-	105,841,901	-
Kacyiru executive apartments	272,334,000	295,861,087	-	-	272,334,000	295,861,087
Kacyiru estate	51,250,000	106,116,437	-	-	51,250,000	106,116,437
Investment expenses	-	4,720,068	-	-	-	4,720,068
Grand insurance pension plaza	491,809,884	288,890,161	-	-	491,809,884	288,890,161
Nyanza insurance pension plaza	60,517,772	77,133,420	-	-	60,517,772	77,133,420
Karongi insurance pension plaza	80,592,641	82,006,236	-	-	80,592,641	82,006,236
Musanze insurance pension plaza	71,435,085	82,868,441	-	-	71,435,085	82,868,441
Rwamagana insurance pension plaza	74,398,366	81,406,086	-	-	74,398,366	81,406,086
Nyarugenge insurance pension plaza	-	228,750	-	-	-	228,750
EX-CVL buildings	50,602,931	77,104,326	-	-	50,602,931	77,104,326
Investment management expenses	-	-	-	-	-	-
Management and administrative costs	411,089	-	-	-	411,089	-
Vision city and Kinyinya	-	80,393,639	-	-	-	80,393,639
Management fees tower II	-	-	190,381,428	159,372,825	190,381,428	159,372,825
Total	1,259,193,669	1,176,759,551	190,381,428	159,372,825	1,449,575,097	1,336,132,376

16. Other income

	Pension Scheme		Medical Scheme		CHBI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Issue of clearing certificates	96,807,485	96,939,930	19,497,382	4,080,146	8,948,236	3,640,665	217,114	65,614	125,470,217	104,726,355
Issue of card duplicates	0	553,300	-	12,378,453	0	667,900	0	0	0	13,599,653
Exchange rate gain	977,106,198	203,340,526	7,461,919	38,804,716	45,935	0	0	0	984,614,052	242,145,242
Penalties received	20,500	0	30,695,864	126,641,851	0	0	0	0	30,716,364	126,641,851
CBHI Sales of Medical and Members Cards	351,637	0	351,637	0	248,101,348	762,445,623	11721	0	248,816,343	762,445,623
Total	1,074,285,820	300,833,756	58,006,802	181,905,166	257,095,519	766,754,188	228,835	65,614	1,389,616,976	1,249,558,724

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17. Staff costs

	Pension Scheme		Medical Scheme		CBHI		Maternity Leave		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Basic salaries	1,923,403,601	1,980,466,654	1,923,403,601	1,980,466,654	2,498,780,517	2,599,350,231	64,071,296	41,271,974	6,409,659,015	6,601,555,513
Overtime	61,286,640	44,348,067	61,286,640	44,348,067	79,672,632	57,780,612	2,042,888	1,350,145	204,288,800	147,826,891
Technical allowances	17,029,911	16,193,843	17,029,911	16,193,843	22,140,055	21,229,102	567,664	362,688	56,767,541	53,979,476
Responsibility allowances	17,641,968	15,287,507	17,641,968	15,287,507	22,934,558	19,989,545	588,066	393,798	58,806,560	50,958,357
Social security contributions	115,818,049	117,144,827	115,818,048	117,144,827	150,463,182	153,706,021	3,858,030	2,487,082	385,957,309	390,482,757
Medical insurance contributions	136,310,914	139,426,197	136,310,913	139,426,197	176,159,007	182,818,004	4,516,898	3,083,594	453,297,732	464,753,992
Maternity Leave contributions	6,939,363	4,471,018	6,939,363	4,471,018	9,021,172	5,812,323	231,313	149,033	23,131,211	14,903,392
Transport allowances	218,690,928	226,080,299	218,690,927	226,080,299	284,228,583	296,424,356	7,287,913	5,016,044	728,898,351	753,600,998
House allowances	251,466,583	255,151,423	251,466,582	255,151,423	326,545,102	334,516,055	8,372,951	5,685,843	837,851,218	850,504,744
Retirement benefits	4,138,523	-	4,138,523	-	5,380,080	-	137,950	-	13,795,076	-
Medical expenses	-	-	-	-	-	-	-	-	-	-
Funeral charges	886,500	1,981,525	886,500	1,981,525	1,152,450	2,575,982	29,550	66,051	2,955,000	6,605,083
Training expenses	39,489,097	27,515,673	39,489,097	27,515,673	51,335,826	35,900,887	1,316,303	786,679	131,630,323	91,718,912
Personnel social activities	900,000	9,229,384	900,000	9,229,384	1,170,000	12,120,194	30,000	185,650	3,000,000	30,764,612
Other social expenses	-	1,500	-	1,500	-	2,000	-	-	-	5,000
Other allowances and Indemnities	35,670,461	30,528,753	35,670,461	30,528,753	46,371,600	39,999,965	1,189,016	705,037	118,901,538	101,762,508
Personnel sport activities	8,163,810	9,524,238	8,163,810	9,524,238	10,612,953	12,481,957	272,127	217,026	27,212,700	31,747,459
Other benefits	4,845,460	4,774,737	4,845,460	4,774,737	6,299,094	6,268,052	161,500	98,219	16,151,514	15,915,745
Death indemnities	2,160,869	-	2,160,869	-	2,809,130	-	72,030	-	7,202,898	-
Total	2,844,842,677	2,882,125,645	2,844,842,673	2,882,125,645	3,695,075,941	3,780,975,286	94,745,495	61,858,863	9,479,506,786	9,607,085,439

18. Administrative expenses

	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Water and electricity	34,871,518	33,377,475	34,871,518	33,377,475	45,332,974	43,606,335	1,162,384	896,963	116,238,394	111,258,248
Fuel and lubricants	11,464,265	10,410,404	11,464,265	10,410,404	14,903,545	13,615,654	382,144	264,885	38,214,219	34,701,347
Office supplies	95,494,632	114,945,991	95,494,632	114,945,991	124,143,021	280,728,437	3,183,154	1,078,132	318,315,439	511,698,551

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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Maintenance supplies	58,817,794	56,666,181	58,817,794	56,666,181	76,463,132	73,951,937	1,960,593	1,602,972	196,059,313	188,887,271
Other supplies used	2,021,355	2,977,365	2,021,355	2,977,365	2,627,762	3,907,902	67,378	61,918	6,737,850	9,924,550
Office supplies	29,426,983	21,027,330	29,426,983	21,027,330	38,255,077	27,491,109	980,899	545,331	98,089,942	70,091,100
IT supplies	211,146,094	216,460,247	211,131,094	216,460,247	274,470,421	283,667,845	7,037,703	4,945,818	703,785,312	721,534,157
Transport for staff within the country	4,276,874	6,920,093	4,276,874	6,920,093	5,559,936	9,076,009	142,561	150,782	14,256,245	23,066,977
Staff transport outside the country	90,000	-	90,000	-	117,000	-	3,000	-	300,000	-
Staff transfer cost	188,080,812	161,067,603	188,080,812	161,169,603	244,505,056	210,404,132	6,269,360	4,488,672	626,936,040	537,130,010
Transport for affiliates	1,373,988	2,107,527	1,373,988	2,107,527	1,786,184	2,747,575	45,800	62,461	4,579,960	7,025,090
Materials and furniture	39,989,046	5,655,674	39,989,046	5,655,674	52,020,650	7,357,073	1,334,968	183,824	133,333,710	18,852,245
Repair and maintenance of buildings	2,670,856	2,294,614	2,670,856	2,294,614	3,472,113	2,989,687	89,028	69,798	8,902,853	7,648,713
Repair and maintenance of motor vehicle	14,752,141	15,435,937	14,752,141	15,435,937	19,177,784	20,117,802	491,738	463,447	49,173,804	51,453,123
Repair and maintenance of furniture	30,458,281	28,815,990	30,458,281	28,815,990	39,595,765	37,810,070	1,015,275	611,248	101,527,602	96,053,298
Cleaning	46,544,409	54,002,170	46,544,409	53,994,970	60,507,732	70,692,944	1,551,481	1,300,348	155,148,031	179,990,432
Mission fee within the country	4,451,693	11,770,335	4,451,693	11,770,335	5,787,201	15,347,665	148,390	346,117	14,838,977	39,234,452
Mission fee outside the country	47,430	302,018	47,430	302,018	61,659	394,094	1,581	8,598	158,100	1,006,728
Representation fees	-	-	-	-	-	-	-	-	-	-
Party and reception	22,230	766,914	22,230	766,914	28,899	996,988	741	25,564	74,100	2,556,380
Recruitment fees	4,215,000	2,385,000	4,215,000	2,385,000	5,479,500	3,128,500	140,500	51,500	14,050,000	7,950,000
Subscription and										

**RWANDA SOCIAL SECURITY BOARD
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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
documentation	534,240	5,771,820	534,240	5,771,820	694,512	7,645,020	17,808	50,740	1,780,800	19,239,400
Advertiseme	60,341,594	84,377,417	60,341,594	84,749,612	78,444,072	111,405,121	2,011,385	1,594,364	201,138,645	282,126,514
nt. information and	-	1,200,000	-	1,200,000	-	1,560,000	-	40,000	-	4,000,000
publication Sensitization	39,380,596	34,290,144	39,380,596	34,290,144	51,194,775	44,935,671	1,312,687	784,521	131,268,654	114,300,480
Rent of buildings	33,850,528	62,653,767	33,850,528	41,673,851	44,005,687	54,473,955	1,128,351	1,091,180	112,835,094	159,892,753
Rent of office supplies	-	8,010	-	8,010	-	10,557	-	123	-	26,700
Rent of plate number	65,319,910	55,403,405	65,319,910	55,403,405	84,915,883	72,456,390	2,177,330	1,414,816	217,733,033	184,678,016
SECURITY SERVICES	-	157,305	-	157,305	-	204,497	-	5,243	-	524,350
Repair and maintenance	-	-	-	-	-	-	-	-	-	-
of buildings	-	-	-	-	-	-	-	-	-	-
Fuel and lubricants	-	29,910	-	29,910	-	38,948	-	932	-	99,700
Repair and maintenance	4,287,717	10,071,245	4,287,717	10,071,245	5,574,032	13,155,906	142,924	272,419	14,292,390	33,570,815
of furniture and fittings	-	20,580	-	20,580	-	27,018	-	422	-	68,600
Mission fee within the country	-	-	-	-	-	-	-	-	-	-
Mission fee outside the country	30,411,546	11,969,704	30,411,546	11,969,704	39,535,010	15,608,975	1,013,718	350,630	101,371,820	39,899,013
Postage fee	83,302,849	81,343,107	83,302,849	81,343,107	108,293,704	106,376,005	2,776,761	2,081,470	277,676,163	271,143,689
Telephone fee	84,566,384	93,736,952	84,566,384	93,736,952	109,936,299	122,749,005	2,818,880	2,233,596	281,887,947	312,456,505
Internet fee	-	-	-	-	-	-	-	-	-	-
Rent of furniture and fittings	236,402	176,539	236,402	176,539	307,322	232,354	7,879	3,028	788,005	588,460
Rent of service	24,601,408	12,308,971	24,601,408	12,308,971	31,981,831	16,048,701	820,047	363,262	82,004,694	41,029,905
Upgrade and modernisation fee										

**RWANDA SOCIAL SECURITY BOARD
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	Pension Scheme		Medical Scheme		CBHI Scheme		Maternity Leave Scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Consultancy fees	129,292,443	29,632,851	206,841,576	29,632,851	168,080,176	38,590,619	4,309,748	919,848	508,523,943	98,776,169
External audit fee	-	-	-	-	-	-	-	-	-	-
Fees for physicians	-	-	-	-	-	-	-	-	-	-
Telephone fee	-	-	-	-	-	-	-	-	-	-
Part time salary fees	5,385,400	400,500	1,493,400	400,500	1,941,420	521,860	49,780	12,140	8,870,000	1,335,000
Part time staff salary	-	66,150	-	66,150	-	87,685	-	515	-	220,500
costs										
Bank charges	116,134,700	54,726,789	3,269,641	1,872,600	2,020,885	842,667	207,442	83,101	121,632,668	57,525,157
RRA commission fee	45,931,687	50,627,551	45,931,687	50,627,551	59,711,193	65,815,816	1,531,037	1,687,585	153,105,624	168,738,503
BNR supervision fee	65,447,022	-	65,447,022	13,580	-	1,000	24,932,198	-	155,826,242	14,580
CBHI fee and bank	-	96,491	-	96,491	64,918,585	3,701,887	-	3,216	64,918,585	3,898,085
commission SACCOS commissions	-	-	-	-	428,183,003	568,988,686	-	-	428,183,003	568,988,686
fees										
Purchase of services	986,982	1,088,138	986,982	1,088,138	1,283,077	1,426,278	32,899	24,571	3,289,940	3,627,125
Total	1,570,226,809	1,337,546,214	1,531,003,883	1,264,192,684	2,295,316,877	2,354,936,379	71,299,572	30,176,100	5,467,847,141	4,986,851,377

19. Depreciation and amortisation expense

	Pension Scheme		Medical Scheme		CBHI		Maternity Leave		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Buildings	33,932,282	33,932,282	734,636,150	712,188,472	-	-	-	-	768,568,432	746,120,754
Motor vehicles	29,575,566	26,894,448	26,894,448	26,894,448	27,182,141	12,525,264	-	-	83,652,155	66,314,160
Office equipment	5,475,812	9,418,019	5,475,811	9,418,018	3,533,610	2,328,834	1,376,296	13,522	15,861,529	21,178,393
Furniture and fittings	107,078,540	78,089,099	127,634,130	262,063,051	53,714,224	2,670,569	1,453,214	67,483	289,880,108	342,890,202
Computers	46,065,472	86,397,640	46,065,472	88,927,687	59,967,416	42,520,546	44,955	631,308	152,143,316	218,477,181

**RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

	Pension Scheme		Medical Scheme		CBHI		Maternity Leave		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Laboratory equipment	-	-	-	11,838,925	-	-	-	-	-	11,838,925
Kitchen equipment	-	-	2,118,629	26,665,500	-	-	-	-	2,118,629	26,665,500
Sub total	222,127,672	234,731,488	942,824,641	1,137,996,101	144,397,393	60,045,213	2,874,462	712,313	1,312,224,167	1,433,485,115
Computer software	49,490,571	44,009,061	49,490,571	44,009,061	64,928,054	49,875,438	1,059,374	278,623	164,968,571	138,172,183
Sub total	49,490,571	44,009,061	49,490,571	44,009,061	64,928,054	49,875,438	1,059,374	278,623	164,968,571	138,172,183
Total	271,618,243	278,740,549	992,315,212	1,182,005,162	209,325,447	109,920,651	3,933,836	990,936	1,477,192,738	1,571,657,298

20. Other expenses

	Pension scheme		Medical scheme		CBHI scheme		Maternity leave scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Fire insurance	39,571,350	41,849,183	39,571,350	41,849,183	51,442,754	54,671,885	1,319,044	1,127,027	131,904,498	139,497,278
Motor vehicle insurance	4,288,059	5,252,125	4,288,059	5,252,125	5,574,477	6,827,762	142,935	175,071	14,293,530	17,507,083
Travel insurance	-	-	-	-	-	-	-	-	-	-
Comprehensive insurance	-	-	-	-	-	-	-	-	-	-
Allowance for commissioners	-	-	5,100,000	7,750,000	-	-	-	-	5,100,000	7,750,000
Sitting allowances	1,611,435	1,823,663	1,611,435	1,823,663	2,094,865	2,391,979	53,714	39,571	5,371,449	6,078,876
Subsidy to social activities	42,778,048	67,054,674	42,778,048	67,495,674	55,611,462	87,880,237	1,425,934	1,693,222	142,593,492	224,123,807
Membership fee for ISSA and ECASSA OTHERS	10,429,990	3,744,000	10,429,990	3,744,000	13,558,987	4,907,200	347,666	84,800	34,766,633	12,480,000
Statutory contribution to CBHI	-	-	2,112,431,278	1,958,956,808	-	-	-	-	2,112,431,278	1,958,956,808
Exchange loss	308,490,680	-	20,443,327	7,210,000	-	-	-	-	328,934,007	7,210,000
Legal and court fee	4,168,500	8,559,255	4,168,500	8,009,255	5,419,050	10,415,866	138,950	263,138	13,895,000	27,247,514
Conferences and seminars	20,468,726	17,182,787	20,468,726	17,182,787	26,609,344	22,349,678	682,290	560,706	68,229,086	57,275,958

**RWANDA SOCIAL SECURITY BOARD
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	Pension scheme		Medical scheme		CBHI scheme		Maternity leave scheme		Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Commemorati	4,168,372	1,584,508	4,168,372	7,024,922	5,418,884	3,238,458	138,946	40,230	13,894,574	11,888,118
on of events	-	1,426,851,205	-	72,868,889	-	108,694,961	-	302	-	1,608,415,357
Miscellaneous										
charges and										
losses										
Loss/	-	150	-	150	-	200	-	-	-	500
associates										
Taxes	-	617,724	-	361,979	-	-	-	-	-	979,703
Total	435,975,160	1,574,519,274	2,265,459,085	2,199,529,435	165,729,823	301,378,226	4,249,479	3,984,067	2,871,413,547	4,079,411,002

RWANDA SOCIAL SECURITY BOARD
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21. Investment properties in the process of construction – Pension scheme

30 June 2018

Property description	At 1 July 2017	Additions	Transfer from Investment properties	Write offs	Transfers to Investment properties	At 30 June 2018
	Frw	Frw	Frw	Frw	Frw	Frw
LOGEMENTS BATISINDA 2eme PHASE	52,950,000	10,590,000	-	-	-	63,540,000
Legal fee for land dispute	-	22,628,298	-	(22,628,298)	-	-
Construction of retaining wall at Gacurilo	-	123,923,874	-	-	(123,923,874)	-
Expropriation of Golf	-	5,641,961,216	-	-	(5,641,961,216)	-
Land from expropriation	-	36,015,000	-	-	(36,015,000)	-
Investment in CATCHUP INVESTMENTS LIMITED	-	-	840,000,000	-	-	840,000,000
Total	52,950,000	5,835,118,388	840,000,000	(22,628,298)	(5,801,900,090)	903,540,000

30 June 2017

Property description	At 1 July 2016	Additions	Transfers to Investment properties	Disposals	Write offs	Reclassifications	At 30 June 2017
	Frw	Frw	Frw	Frw	Frw	Frw	Frw
2020 Estate 2nd Phase	377,717,600	-	(28,317,600)	-	(309,400,000)	(40,000,000)	-
2020 vision trade center	250,171,800	-	-	-	(250,171,800)	-	-
Land for Development	40,000,000	-	-	-	(40,000,000)	-	-
Baisinda Pipeline	39,515,000	-	-	(20,925,000)	-	(18,590,000)	-
WASTE WATER T.P GACULIRO 2020 ESTATE	-	160,000,000	-	-	(200,000,000)	40,000,000	-
LOGEMENTS BATISINDA 2eme PHASE	-	52,950,000	-	-	-	-	52,950,000
Total	707,404,400	212,950,000	(28,317,600)	(20,925,000)	(799,571,800)	(18,590,000)	52,950,000

RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

22. Property and equipment

Scheme	Sub-Note	As at 30 June 2018		Net book value	As at 30 June 2017		Net book value
		Cost	Accumulated depreciation		Cost	Accumulated depreciation	
		A	B	C=A-B	A	B	C=A-B
Pension Scheme	22.1	4,089,756,713	2,743,805,425	1,345,951,288	4,098,788,982	2,723,788,944	1,375,000,038
Medical Scheme	22.2	18,606,953,592	7,750,450,543	10,856,503,049	18,478,499,424	6,877,830,655	11,600,668,769
CBHI Scheme	22.3	583,841,209	223,903,469	359,937,740	269,080,295	80,744,683	188,335,612
Maternity Scheme	22.4	11,139,697	3,575,123	7,564,575	4,522,930	712,315	3,810,615
Total		23,291,691,212	10,721,734,560	12,569,956,652	22,850,891,631	9,683,076,597	13,167,815,034

22.1. Property and equipment- Pension scheme

	Land and Buildings	Motor vehicle	Office equipment	Furniture, fixtures & Fittings	Computers	Total
	Frw	Frw	Frw	Frw	Frw	Frw
Cost						
At 1 July 2016	1,255,673,680	107,577,792	466,756,464	1,249,145,906	881,410,280	3,960,564,122
Additions	-	16,000,000	5,280,000	57,721,625	72,686,235	151,687,860
Disposals	(13,463,000)	-	-	-	-	(13,463,000)
At 1 July 2017	1,242,210,680	123,577,792	472,036,464	1,306,867,531	954,096,515	4,098,788,982
Additions	-	-	212,400	118,513,908	80,217,714	198,944,022
Disposals	(21,642,000)	(16,000,000)	(31,749,310)	(31,949,786)	(136,706,196)	(238,047,291)
At 30 June 2018	1,220,568,680	107,577,792	440,499,554	1,393,431,654	897,608,033	4,059,685,713
Accumulated depreciation						
At 1 July 2016	136,179,319	36,035,355	451,422,998	1,078,726,232	812,080,706	2,514,444,610
Adjustment made to opening balance	(23,008,839)	(5,156)	61,919	(1,837,146)	(597,930)	(25,387,152)
Charge for the year	33,932,282	29,575,566	9,418,018	78,089,098	86,397,639	237,412,603
Disposal	-	(2,681,118)	-	-	-	(2,681,118)
At 1 July 2017	147,102,762	62,924,647	460,902,935	1,154,978,184	897,880,415	2,723,788,943
Charge for the year	33,932,282	26,894,448	5,475,812	107,078,539	46,065,472	219,446,553
Disposal	-	-	(31,714,721)	(31,100,378)	(136,614,975)	(202,111,191)

**RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

	Land and Buildings	Motor vehicle	Office equipment	Furniture, fixtures & Fittings	Computers	Total
	Frw	Frw	Frw	Frw	Frw	Frw
At 30 June 2018	181,035,044	89,819,095	434,664,026	1,230,956,345	807,330,912	2,743,805,425
Net book value (Cost less Accumulated depreciation)						
At 30 June 2017	1,095,107,918	60,653,145	11,133,530	151,889,346	56,216,099	1,375,000,038
At 30 June 2018	1,069,604,636	17,758,697	5,835,528	162,475,307	90,277,120	1,345,951,288

22.2. Property and equipment- Medical scheme

	Land and Buildings	Motor vehicle	Furniture, fixtures & Fittings	Computers	Office equipment	Laboratory equipment	Kitchen equipment	Total
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Cost								
At 1 July 2016	15,215,467,510	209,090,290	1,825,794,035	372,934,244	366,285,463	523,782,532	106,662,000	18,620,016,074
Adjustment to opening balance	(55,703,000)		3,200,000					(52,503,000)
Write off	(224,701,510)							(224,701,510)
Additions	-	-	57,721,625	72,686,235.00	5,280,000.00	-	-	135,687,860
Disposals	-	-	-	-	-	-	-	-
At 1 July 2017	14,935,063,000	209,090,290	1,886,715,660	445,620,479	371,565,463	523,782,532	106,662,000	18,478,499,424
Additions	-	-	118,513,908	80,217,714	212,400	-	-	198,944,022
Disposals	-	(19,266,713)	(16,477,682)	(33,342,210)	(1,403,250)	-	-	(70,489,854)
At 30 June 2018	14,935,063,000	189,823,577	1,988,751,887	492,495,983	370,374,613	523,782,532	106,662,000	18,606,953,592
Accumulated depreciation								
At 1 July 2016	2,992,741,795	137,509,039	1,293,828,902	301,049,071	343,909,318	511,647,929	77,873,945	5,658,559,999
Adjustment to opening balance	(31,727,043)	33,658	106,136,122	(572,379)	7,104,595	295,678	3,926	81,274,557
Write off	(33,682,756)							(33,682,756)
Charge for the year	745,871,226	26,894,448	262,063,051	88,927,687	9,418,018	11,838,925	26,665,500	1,171,678,855
Disposal								-
At 1 July 2017	3,673,203,222	164,437,145	1,662,028,075	389,404,379	360,431,931	523,782,532	104,543,371	6,877,830,655

**RWANDA SOCIAL SECURITY BOARD
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018**

	Land and Buildings	Motor vehicle	Furniture, fixtures & Fittings	Computers	Office equipment	Laboratory equipment	Kitchen equipment	Total
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Adjustment to opening balance	(22,474)							(22,474)
Charge for the year	734,636,150	26,894,448	127,634,130	46,065,472	5,475,811	-	2,118,629	942,824,640
Disposal	-	(19,266,713)	(16,295,915)	(33,250,989)	(1,368,661)	-	-	(70,182,278)
At 30 June 2018	4,407,816,898	172,064,880	1,773,366,291	402,218,862	364,539,081	523,782,532	106,662,000	7,750,450,543
Net book value (Cost less Accumulated depreciation)								
At 30 June 2017	11,261,859,778	44,653,145	224,687,585	56,216,100	11,133,532	-	2,118,629	11,600,668,769
At 30 June 2018	10,527,246,102	17,758,697	215,385,596	90,277,122	5,835,532	-	-	10,856,503,049

22.3. Property and equipment- CBHI scheme

	Land and Buildings	Motor vehicle	Furniture, fixtures & Fittings	Computers	Office equipment	Total
	Frw	Frw	Frw	Frw	Frw	Frw
Cost						
At 1 July 2016	-	50,101,056	154,720	35,799,101	6,631,200	92,686,077
Additions	-	-	75,038,112	94,492,106	6,864,000	176,394,218
Disposals	-	-	-	-	-	-
At 1 July 2017	-	50,101,056	75,192,832	130,291,207	13,495,200	269,080,295
Additions	-	58,926,400	154,068,081	104,283,028	276,120	317,553,629
Disposals	-	(1,814,600)	-	(978,115)	-	(2,792,715)
At 30 June 2018	-	107,212,856	229,260,913	233,596,120	13,771,320	583,841,209
Accumulated depreciation						
At 1 July 2016	-	4,634,348	10,381	14,607,153	1,449,018	20,700,900
Charge for the year	-	- 1,715	4	277	4	-1,430
Disposal	-	12,525,264	2,670,569	42,520,546	2,328,834	60,045,213
At 1 July 2017	-	-	-	-	-	-
Charge for the year	-	17,157,897	2,680,954	57,127,976	3,777,856	80,744,683
Disposal	-	27,182,141	53,714,224	59,967,416	3,533,610	144,397,392

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	Land and Buildings	Motor vehicle	Furniture, fixtures & Fittings	Computers	Office equipment	Total
	Frw	Frw	Frw	Frw	Frw	Frw
At 30 June 2018	-	(379,077)	-	(859,528)	-	(1,238,605)
Net book value (Cost less Accumulated depreciation)		43,960,961	56,395,178	116,235,864	7,311,466	223,903,469
At 30 June 2017	-	32,943,159	72,511,878	73,163,231	9,717,344	188,335,612
At 30 June 2018	-	63,251,895	172,865,735	117,360,256	6,459,854	359,937,740

22.4. Property and equipment- Maternity Leave

	Land and Buildings	Motor vehicle	Office equipment	Furniture, fixtures & Fittings	Computers	Total
	Frw	Frw	Frw	Frw	Frw	Frw
Cost						
At 1 July 2016	-	-	-	-	-	-
Additions	-	-	1,924,054	2,422,876	176,000	4,522,930
Disposals	-	-	-	-	-	-
At 1 July 2017	-	-	1,924,054.00	2,422,876.00	176,000.00	4,522,930
Additions	-	-	3,950,464	2,673,924	7,080	6,631,467
Disposals	-	-	-	(14,700)	-	(14,700)
At 30 June 2018	-	-	5,874,518	5,082,100	183,080	11,139,697

Accumulated depreciation

At 1 July 2016	-	-	-	-	-	-
Charge for the year	-	-	67,484	631,308	13,523	712,315
Disposal	-	-	-	-	-	-
At 1 July 2017	-	-	67,484	631,308	13,523	712,315
Charge for the year	-	-	1,376,296	1,453,214	44,955	2,874,465
Disposal	-	-	-	(11,657)	-	(11,657)
At 30 June 2018	-	-	1,443,780	2,072,864	58,478	3,575,123

Net book value

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	Land and Buildings	Motor vehicle	Office equipment	Furniture, fixtures & Fittings	Computers	Total
	Frw	Frw	Frw	Frw	Frw	Frw
At 30 June 2017	-	-	1,856,570	1,791,568	162,477	3,810,615
At 30 June 2018	-	-	4,430,738	3,009,235	124,602	7,564,575

22.5. Land without titles

Description	Classification	Location	Date of Acquisition	Amount
LAND FOR FORMER GICUMBI BRANCH	Property, plant and equipment	GICUMBI	30/06/2016	3,486,000
LAND FOR FORMER NYAGATARE BRANCH	Property, plant and equipment	NYAGATARE	30/06/2016	6,295,000
TOTAL				162,054,000
BATSINDA PIPELINE	Investment property	KIGALI CITY	01/07/2013	18,590,000
LAND FROM GPD	Investment property	KIGALI	2015	
SUB-TOTAL				6,084,731,363
TOTAL				6,246,785,363

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23. Intangible assets

30 June 2018

	Pension Scheme 2018 Frw	Medical Scheme 2018 Frw	CBHI 2018 Frw	Maternity Leave 2018 Frw	Total 2018 Frw
Cost					
At start of year	289,209,819	518,095,661	159,440,913	1,786,003	968,532,396
Additions	13,731,322	13,731,322	17,850,718	457,711	45,771,072
Adjustment of opening Balance		-	-	-	-
Total	302,941,141	531,826,983	177,291,631	2,243,714	1,014,303,468
Amortization					
At start of year	(221,865,869)	(450,751,710)	(71,156,362)	(278,623)	(744,052,564)
Charge for the year	(49,490,571)	(49,490,571)	(64,928,054)	(1,059,374)	(164,968,571)
Adjustment of opening Balance		-			-
Total	(271,356,440)	(500,242,281)	(136,084,416)	(1,337,997)	(909,021,135)
Closing net book value	31,584,700	31,584,701	41,207,215	905,716	105,282,333

30 June 2017

	Pension Scheme 2017 Frw	Medical Scheme 2017 Frw	CBHI 2017 Frw	Maternity Leave 2017 Frw	Total 2017 Frw
Cost					
At start of year	446,170,311	223,438,325	69,429,022	-	739,037,658
Additions	68,848,422	68,848,422	90,011,891	1,786,003	229,494,738
Adjustment of opening Balance	(225,808,914)	225,808,914	-	-	-
Total	289,209,819	518,095,661	159,440,913	1,786,003	968,532,396
Amortization					
At start of year	(398,540,567)	(183,507,789)	(21,280,966)	-	(603,329,322)
Charge for the year	(44,009,061)	(44,009,061)	(49,875,438)	(278,623)	(138,172,183)
Adjustment of opening Balance	220,683,759	(223,234,860)	42		(2,551,059)

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	Pension Scheme 2017 Frw	Medical Scheme 2017 Frw	CBHI 2017 Frw	Maternity Leave 2017 Frw	Total 2017 Frw
Total	(221,865,869)	(450,751,710)	(71,156,362)	(278,623)	(744,052,564)
Closing net book value	67,343,950	67,343,951	88,284,551	1,507,380	224,479,832

Intangible assets relates to computer software licenses. It also includes any cost that is used to upgrade the computer software.

24. Investment properties

Scheme	Sub-Note	Carrying values 2018	2017
Pension Scheme	24.1	96,920,218,856	91,772,741,623
Medical Scheme	24.2	12,149,876,048	12,149,876,048
Total		<u>109,070,094,904</u>	<u>103,922,617,671</u>

RSSB's investment properties were valued at 30 June 2012 by independent professional qualified valuation experts, who have recent experience in the location and category of the respective investment properties. Valuations were based on the depreciated replacement costs of the properties. RSSB leases its investment properties under short term operating leases and the rental income is earned from investment properties.

Medical Scheme's Twin Tower (Tower II) was commissioned and moved from investments in the process of construction to investment properties

24.1. Reconciliation of movement in Investment properties during the year - Pension Scheme

At 30 June 2018

Property description	At 1 July 2017 Frw	Adjustments to opening balance	Transfers from Investment property under construction	Additions	Disposals	Transfer to investment property under construction	At 30 June 2018 Frw
Kacyiru Executive Apartments (KEA)	6,573,765,344	-	-	-	-	-	6,573,765,344
Grand pension plaza	21,679,608,293	-	-	-	-	-	21,679,608,293

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Property description	At 1 July 2017	Adjustments to opening balance	Transfers from investment property under construction	Additions	Disposals	Transfer to investment property under construction	At 30 June 2018
	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Musanze pension plaza	4,486,548,121	-	-	-	-	-	4,486,548,121
Rwamagana pension plaza	4,322,799,312	-	-	-	-	-	4,322,799,312
Nyanza pension plaza	4,558,234,331	-	-	-	-	-	4,558,234,331
Karongi pension plaza	4,463,433,054	-	-	-	-	-	4,463,433,054
Residential house Kiyovu	200,129,824	-	-	-	-	-	200,129,824
Nyagatare houses	60,087,032	-	-	-	-	-	60,087,032
Fixtures and fittings in Investment properties	290,451,054	-	-	-	-	-	290,451,054
Land for investment properties	349,512,000	-	-	-	-	-	349,512,000
Land for insurance plazas	797,991,000	-	-	-	-	-	797,991,000
Former CECFR plot	781,442,440	-	-	-	-	-	781,442,440
Gaculiro vision city land	21,351,917,317	1,202,620,318	159,938,874	79,737,000	(627,142,621)	-	22,167,070,888
CBD1-Rugenge land	133,320,000	-	-	-	-	-	133,320,000
Kinyinya land	11,575,988,756	(33,854,740)	-	-	-	-	11,542,134,016
Batsinda parcel	1,047,540,571	-	-	-	-	-	1,047,540,571
Batsinda pipeline	-	-	-	-	-	-	-
Kacyiru land	1,068,000,000	-	-	(1,068,000,000)	-	-	-
Nyagatare land	246,500,000	-	-	-	-	-	246,500,000
Rwamagana parcel I & II	162,350,000	16,341,250	-	-	-	-	178,691,250
Nyanza plot	129,710,000	5,358,872	-	-	-	-	135,068,872
Rubavu plot	52,815,000	-	-	-	-	-	52,815,000
Land from GPP	2,066,449,740	-	-	-	-	-	2,066,449,740
Batsinda pipeline investment	18,590,000	-	-	-	-	-	18,590,000
Gisozi plot	-	-	-	627,142,621	-	-	627,142,621
Kigali golf club land	-	-	5,641,961,216	-	-	-	5,641,961,216
Residential house equipment	2,375,700	-	-	-	(1,021,900)	-	1,353,800
Fixtures and fittings - KEA	227,114,568	-	-	-	(2,863,000)	-	224,251,568
Electric generators - KEA	169,596,836	-	-	-	-	-	169,596,836
Elevators- KEA	198,220,000	-	-	-	-	-	198,220,000

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Property description	At 1 July 2017	Adjustments to opening balance	Transfers from investment property under construction	Additions	Disposals	Transfer to investment property under construction	At 30 June 2018
	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Crystal plaza building	1,160,000,000	-	-	-	-	-	1,160,000,000
Mutara enterprise show room	840,000,000	-	-	-	(840,000,000)	-	-
Residential household furniture and fittings	16,672,617	-	-	-	(12,538,117)	-	4,134,500
Furniture - KEA	576,495,379	-	-	-	(202,540)	-	576,292,839
Electrical equipment for all plazas	2,165,083,334	-	-	-	-	-	2,165,083,334
	91,772,741,623	1,190,465,700	5,801,900,090	706,879,621	(1,711,768,178)	(840,000,000)	96,920,218,856

At 30 June 2017

Property description	At 1 July 2016	Adjustments to opening balances	Additions	Disposals	At 30 June 2017
	Frw	Frw	Frw	Frw	Frw
Kacyiru Executive Apartments (KEA)	6,573,765,344	-	-	-	6,573,765,344
Grand pension plaza	21,679,608,293	-	-	-	21,679,608,293
Musanze pension plaza	4,486,548,121	-	-	-	4,486,548,121
Rwamagana pension plaza	4,322,799,312	-	-	-	4,322,799,312
Nyanza pension plaza	4,558,234,331	-	-	-	4,558,234,331
Karongi pension plaza	4,463,433,054	-	-	-	4,463,433,054
Residential house Kiyovu	200,129,824	-	-	-	200,129,824
Nyagatare houses	60,087,032	-	-	-	60,087,032
Fixtures and fittings in Investment properties	290,451,054	-	-	-	290,451,054
Land for investment properties	349,512,000	-	-	-	349,512,000
Land for insurance plazas	797,991,000	-	-	-	797,991,000
Former CECFR plot	781,442,440	-	-	-	781,442,440
Gaculiro vision city land	25,990,399,411	-	41,451,474	(4,679,933,568)	21,351,917,317
CBD 1 -Rugenge land	1,790,614,925	-	133,320,000	(1,790,614,925)	133,320,000
Kinyinya land	11,542,846,586	(266,502,091)	299,644,261	-	11,575,988,756
Batsinda parcel	1,047,540,571	-	-	-	1,047,540,571

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Property description	At 1 July 2016		Adjustments to opening balances		Additions		Disposals		At 30 June 2017	
	Frw		Frw		Frw		Frw		Frw	
Batsinda pipeline	-		-		-		-		-	
Kacyiru land	1,068,000,000		-		-		-		1,068,000,000	
Nyagatare land	246,500,000		-		-		-		246,500,000	
Rwamagana parcel I & II	162,350,000		-		-		-		162,350,000	
Nyanza plot	129,710,000		-		-		-		129,710,000	
Rubavu plot	52,815,000		-		-		-		52,815,000	
Land from GPP	-		-		2,066,449,740		-		2,066,449,740	
Batsinda pipeline investment	-		-		18,590,000		-		18,590,000	
Gisozi plot	-		-		-		-		-	
Kigali golf club land	-		-		-		-		-	
Residential house equipment	2,375,700		-		-		-		2,375,700	
Fixtures and fittings - KEA	227,114,568		-		-		-		227,114,568	
Electric generators - KEA	169,596,836		-		-		-		169,596,836	
Elevators- KEA	198,220,000		-		-		-		198,220,000	
Crystal plaza building	1,160,000,000		-		-		-		1,160,000,000	
Mutara enterprise show room	840,000,000		-		-		-		840,000,000	
Residential household furniture and fittings	16,672,617		-		-		-		16,672,617	
Furniture - KEA	576,495,379		-		-		-		576,495,379	
Electrical equipment for all plazas	2,086,223,296		-		88,860,038		-		2,175,083,334	
	95,871,476,694		(266,502,091)		2,648,315,513		(6,480,548,493)		91,772,741,623	

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24.2. Reconciliation of movement in Investment properties during the year - Medical Scheme

As at 30 June 2018

Property description	At 1 July 2017	At 30 June 2018
Land for investment property	511,913,100	511,913,100
Twin Tower 2	11,498,182,123	11,498,182,123
Twin Tower Equipment's	139,780,825	139,780,825
	<u>12,149,876,048</u>	<u>12,149,876,048</u>

There was no movement in property and equipment during the year.

As at 30 June 2017

Property description	At 1 July 2016	Additions	At 1 July 2017
Land for investment property	-	511,913,100	511,913,100
Twin Tower 2	9,811,577,668	1,686,604,455	11,498,182,123
Twin Tower Equipment's	139,780,825	-	139,780,825
	<u>9,951,358,493</u>	<u>2,198,517,555</u>	<u>12,149,876,048</u>

25. Assets held for sale

	2018 Frw	2017 Frw
Opening at 1 July	457,051,652	457,051,652
Disposals	(2,552,130)	-
Closing at 30 June	<u>454,499,522</u>	<u>457,051,652</u>

RSSB's assets held for sale comprise centre *socio-recreatif* at Kacyiru estate

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26. Equity investments

Scheme	Sub-Note	Carrying values 2018 Frw	Carrying values 2017 Frw
Pension Scheme	26.1	313,952,893,422	243,359,550,020
Medical Scheme	26.2	39,717,317,345	36,188,170,406
Total		353,670,210,767	279,547,720,427

26.1. Equity investments – Pension

Equity Investee	Type of equity instrument	%age holding 2018	%age holding 2017	Number of shares held 2018	Number of shares held 2017	Basis of measurement	Carrying Value as at 30 June 2018 Frw	Carrying Value as at 30 June 2017 Frw
Subsidiaries								
AKAGERA GAME LODGER (AGL)	Ordinary shares	100.00%	100.00%	3,030,000	3,030,000	Fair value	3,972,410,000	3,206,224,250
ULTIMATE DEVELOPERS LIMITED (UDL)	Ordinary shares	100.00%	75.23%	7,091,380	5,200	Fair value	97,999,969,065	68,078,180,365
EDGE HOSTELS	Ordinary shares	80.96%	57.82%	5,741,380	4,100,000	Fair value	6,424,604,219	3,754,146,443
SONARWA GENERAL INSURANCE	Ordinary shares	79.20%	79.20%	382,586,233	382,586,233	Fair value	5,738,793,495	5,013,717,682
RWANDA FOREIGN HOLDINGS INVESTMENT COMPANY LIMITED (RFHIC)	Ordinary shares	65.95%	65.95%	9,564,000	6,675,000	Fair value	1,094,700,000	2,507,084,751
SONARWA LIFE ASSURANCE	Ordinary shares	60.73%	16.25%	300,000	31,540	Fair value	-	-
RNIT ITERAMBERE Fund	Ordinary shares	56.37%	56.37%	7,343,677	7,343,677	Fair value	822,491,824	750,000,000
Joint Venture								
BMI (RULIBA and EAGI)	Ordinary shares	50.00%	50.00%	8,000	8,000	Fair value	5,672,992,000	4,672,065,300
Associates								
ULTIMATE CONCEPT LTD	Ordinary shares	43.57%	43.57%	2,316	2,316	Fair value	-	-
INYANGE INDUSTRIES LTD	Ordinary shares	40.00%	40.00%	1,680,000	3,280,000	Fair value	10,945,360,000	9,826,762,800
RWANDA DEVELOPMENT BANK (BRD)	Ordinary shares	30.76%	33.12%	17,782,164	2,585,960	Fair value	27,267,794,240	18,923,816,830
BANK OF KIGALI (BK)	Ordinary shares	31.54%	31.54%	210,505,000	210,505,000	Fair value	60,204,430,000	51,573,725,000
CRYSTAL TELECOM	Ordinary shares	30.00%	30.00%	81,053,000	81,053,000	Fair value	4,295,809,000	6,078,975,000
HORIZON SOPYRWA LTD	Ordinary shares	30.00%	30.00%	1,262	1,262	Fair value	9,452,426,694	9,532,126,581

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Equity Investee	Type of equity instrument	%age holding	%age holding	Number of shares held	Number of shares held	Basis of measurement	Carrying Value as at 30 June 2018 Frw	Carrying Value as at 30 June 2017 Frw
RWANDA ENTERPRISE INVESTMENT COMPANY LIMITED (REIC)	Ordinary shares	26.52%	2017	2,652	2017	Fair value	-	6,806,358
EASTERN PROVINCE INVESTMENT CORPORATION (EPIC)	Ordinary shares	26.36%	21.53%	25,000	15,000	Fair value	2,334,350,000	1,474,135,533
Other equity investments								
RWANDA INVESTMENT GROUP LIMITED (RIG)	Ordinary shares	17.39%	17.39%	2,400	2,400	Fair value	3,122,604,000	3,160,128,591
RWANDA FREE TRADE ZONE LIMITED (FORMERLY PRIME ECONOMIC ZONE LIMITED) CIMERWA Ltd	Ordinary shares	14.40%	14.40%	164,748	164,748	Fair value	2,731,027,596	2,347,132,642
NEW FOREST COMPANY RWANDA (NFCR)	Ordinary shares	10.12%	10.12%	3,557,652	3,557,652	Fair value	5,788,299,804	5,598,709,462
RWANDA STOCK EXCHANGE (RSE)	Ordinary shares	10.00%	10.00%	100,000	100,000	Fair value	2,395,300,000	2,245,603,900
EASTERN AND SOUTHERN AFRICA TRADE DEVELOPMENT BANK (FORMERLY PTA BANK) BRALIRWA	Ordinary shares	10.00%	10.00%	10	10	Fair value	40,731,910	46,989,842
I&M RWANDA	Ordinary shares	1.66%	1.78%	1,644	1,609	Fair value	15,915,473,639	13,458,916,948
NEW FORESTS COMPANY HOLDINGS LIMITED (UK) AFREXIMBANK	Ordinary shares	1.99%	1.99%	20,418,800	20,418,800	Fair value	3,062,820,000	2,756,538,000
SAFARICOM	Ordinary shares	1.94%	1.96%	9,813,600	9,813,600	Fair value	942,105,600	932,292,000
KCB	Ordinary shares	0.87%	1.03%	110,372	110,372	Fair value	434,534,564	572,386,742
LEAF PHARMACEUTICALS LIMITED	Ordinary shares	0.10%	0.13%	121	121	Fair value	1,901,440,222	1,726,657,423
WORLD VU SATELLITES LIMITED	Ordinary shares	0.04%	0.04%	17,153,550	17,153,550	Fair value	4,477,076,550	3,287,277,161
NEW FOREST COMPANY RWANDA (NFCR)	Ordinary shares	0.00%	3.45%	-	14,180,742	Fair value	-	4,430,826,016
	Ordinary shares	-	-	-	-	Cost	15,105,389,000	4,229,264,000
	Ordinary shares	-	-	-	-	Cost	21,389,960,000	12,749,060,000
	Preference shares	10.00%	10.00%	100,000	100,000	Amortised cost	420,000,000	420,000,000
							313,952,893,422	243,359,550,020

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26.1.1. Reconciliation of changes in carrying values of equity investments under pension scheme during the year

a) Summary reconciliation

	2018 Frw	2017 Frw
As at 1 July	243,359,550,020	219,266,788,702
Adjustments to opening balances	-	(2,132,864,436)
Additional Investments during the year	52,457,795,244	63,113,441,778
Disposals during the year	(4,430,826,016)	(4,147,915,670)
Write offs	-	(2,045,359,370)
Write backs	11,130,638,694	-
Fair valuation gain/(loss) during the year	11,435,735,480	(30,712,814,731)
As at 30 June	313,952,893,422	243,359,550,020

b) Detailed reconciliation per equity investee

Equity Investee	Carrying value as at 1 July 2017 Frw	Additional capital injection during the year Frw	Disposals during the year Frw	Fair valuation gain/(loss) Frw	Write back Frw	Carrying value as at 30 June 2018 Frw
AFREXIMBANK	1,726,657,423	-	-	174,782,799	-	1,901,440,222
AKAGERA GAME LODGER (AGL)	3,206,224,250	1,012,100,000	-	(245,914,250)	-	3,972,410,000
BANK OF KIGALI (BK)	51,573,725,000	-	-	8,630,705,000	-	60,204,430,000
BMI (RULIBA and EAGI)	4,672,065,500	1,000,000,000	-	926,500	-	5,672,992,000
BRALIRWA	2,756,538,000	-	-	306,282,000	-	3,062,820,000
CIMERWA Ltd	5,598,709,462	-	-	189,590,342	-	5,788,299,804
CRYSTAL TELECOM	6,078,975,000	-	-	(1,783,166,000)	-	4,295,809,000
EASTERN PROVINCE INVESTMENT CORPORATION (EPIC)	1,474,135,533	1,000,000,000	-	(139,785,533)	-	2,334,350,000
EDGE HOSTELS	3,754,146,443	1,641,380,000	-	(101,560,918)	1,130,638,694	6,424,604,219
HORIZON SOPYRWA LTD	9,532,126,581	-	-	(79,699,887)	-	9,452,426,694
I&M RWANDA	932,292,000	-	-	9,813,600	-	942,105,600
INYANGE INDUSTRIES LTD	9,826,762,800	-	-	1,118,597,200	-	10,945,360,000
KCB	4,430,826,016	-	-4,430,826,016	0	-	-
LEAF PHARMACEUTICALS LIMITED	4,229,264,000	10,876,125,000	-	0	-	15,105,389,000

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Equity Investee	Carrying value as at 1 July 2017	Additional capital injection during the year	Disposals during the year	Fair valuation gain/(loss)	Write back	Carrying value as at 30 June 2018
	Frw	Frw	Frw	Frw	Frw	Frw
NEW FOREST COMPANY RWANDA (NFCR)	2,245,603,900	-	-	149,696,100	-	2,395,300,000
NEW FORESTS COMPANY HOLDINGS LIMITED (UK)	572,386,742	-	-	(137,852,178)	-	434,534,564
NEW FOREST COMPANY RWANDA (NFCR)	420,000,000	-	-	0	-	420,000,000
RWANDA FREE TRADE ZONE LIMITED (FORMERLY PRIME ECONOMIC ZONE LIMITED)	2,347,132,642	-	-	383,894,954	-	2,731,027,596
EASTERN AND SOUTHERN AFRICA TRADE DEVELOPMENT BANK (FORMERLY PTA BANK) RNIT Iterambere Fund	13,458,916,948	287,290,244	-	2,169,266,447	-	15,915,473,639
RWANDA DEVELOPMENT BANK (BRD)	750,000,000	-	-	72,491,824	-	822,491,824
RWANDA ENTERPRISE INVESTMENT COMPANY LIMITED (REIC)	18,923,816,830	15,000,000,000	-	(6,656,022,590)	-	27,267,794,240
RWANDA FOREIGN HOLDINGS INVESTMENT COMPANY LIMITED (RFHIC)	6,806,358	-	-	(6,806,358)	-	-
RWANDA INVESTMENT GROUP LIMITED (RIG)	2,507,084,751	-	-	(1,412,384,751)	-	1,094,700,000
RWANDA STOCK EXCHANGE (RSE)	3,160,128,591	-	-	(37,524,591)	-	3,122,604,000
SAFARICOM	46,989,842	-	-	(6,257,932)	-	40,731,910
SONARWA GENERAL INSURANCE	3,287,277,161	-	-	1,189,799,389	-	4,477,076,550
SONARWA LIFE ASSURANCE	5,013,717,682	-	-	725,075,813	-	5,738,793,495
ULTIMATE CONCEPT LTD	-	3,000,000,000	-	(3,000,000,000)	-	-
ULTIMATE DEVELOPMERS LIMITED (UDL)	-	-	-	0	-	-
WORLD VU SATELITES LIMITED	68,078,180,565	10,000,000,000	-	9,921,788,500	10,000,000,000	97,999,969,065
Total	12,749,060,000	8,640,900,000	-	0	-	21,389,960,000
	243,359,550,020	52,457,795,244	(4,430,826,016)	11,435,735,480	11,130,638,694	313,952,893,422

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Significant fair valuation gains during the year

a) Ultimate Developers Limited (UDL)

During the year, a fair value gain of **Frw 9,921,788,500** was realised on equity investment in Ultimate Developers Limited. This gain was mainly attributable to a write back of Frw 8.5 billion related to inventory which had been written down for the year ended 31 December 2016 because the net realisable value of houses being sold by UDL was less than the carrying values in the books of the UDL. However, subsequently, UDL received a subsidy from Government to cater for the infrastructure cost, which reduces the cost of the properties hence the write back. In addition, to this, UDL made a net profit for the year ended 31 December 2017 of Frw 1.1 billion.

b) Bank of Kigali

During the year, a fair value gain of **Frw 8,630,705,000** on equity investment in Bank of Kigali was realised due to an increase in the share price from Frw 245 per share as at 30 June 2017 to Frw 286 per share as at 30 June 2018.

c) Eastern and Southern Trade Development Bank (TDB - formerly PTA Bank)

During the year, a fair value gain of **Frw 2,169,266,447** on equity investment in Eastern and Southern Trade Development Bank was realised due to continued good performance of the bank. The bank registered an improvement in profit for the year from USD 51.9 million in 2017 to USD 59.4 million.

d) Inyange Industries

During the year, a fair valuation gain of **Frw 1,118,597,200** on equity investment in Inyange attributable to improvement in performance from a loss of Frw 541 million to a profit of Frw 2.8 billion. This is attributable to improvement in revenues mainly from milk sales.

Significant fair valuation losses during the year

a) Rwanda Development Bank (BRD)

During the year, a fair valuation loss of **Frw 6,656,022,590** on equity investment in Rwanda Development Bank due to a decline in performance from a profit of Frw 3.6 billion in 2016 to a loss Frw 19 billion in 2017. The main driver for the loss was impairment provision of loans of Frw 12 billion.

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b) SONARWA Life Assurance Company Limited

During the year, a fair valuation loss of **Frw 3,000,000,000** was realised on equity investment in SONARWA Life Assurance Company Limited. Although, there was a slight improvement in the financial position of the company from net liabilities of Frw 4.4 billion in 2016 to Frw 2.1 billion in 2017, the performance of the company is still poor and therefore the fair value of equity investments as at 30 June 2018 has been determined as nil.

c) Crystal Telecom

During the year, a fair valuation loss of **Frw 1,783,166,000** was realised on equity investment in Crystal telecom as the market price per share reduced from Frw 75 per share as at 30 June 2017 to Frw 53 per share as at 30 June 2018.

d) Rwanda Foreign Holding Investment Company Limited (RFHIC)

During the year, a fair valuation loss of **Frw 1,412,384,751** was realised on equity investment in Rwanda Foreign Holding Investment Company Limited, this was mainly attributable to a fall in the main investment of the Company – Merrimack International PLC whose share price fell from USD 12.40 (equivalent of Frw 10,292) as at 30 June 2017 to USD 4.91 (equivalent of Frw 4,218) as at 30 June 2018.

26.2. Equity investments – Medical

Equity Investee	Type of equity instrument	%age holding 2018	%age holding 2017	Number of shares held 2018	Number of shares held 2017	Basis of measurement	Carrying Value as at 30 June 2018 Frw	Carrying Value as at 30 June 2017 Frw
Subsidiary								
RWANDA FOREIGN HOLDINGS INVESTMENT COMPANY LIMITED (RFHIC)	Ordinary shares	30.2%	30.2%	2,889,606	2,889,606	Fair value	473,895,384	1,085,316,426
Associate								
COGEBANQUE sa	Ordinary shares	30.9%	30.8%	21,592	21,592	Fair value	7,784,952,416	6,351,945,541
Other equity investments								
CIMERWA Ltd	Ordinary shares	10.1%	10.1%	3,557,651	3,557,651	Fair value	5,788,298,177	5,598,709,461
RWANDA INVESTMENT GROUP LIMITED (RIG)	Ordinary shares	5%	5%	720	720	Fair value	936,781,200	948,038,577
EASTERN AND SOUTHERN AFRICA TRADE DEVELOPMENT BANK (FORMERLY PTA BANK0	Ordinary shares	1.3%	1.5%	1,339	1,310	Fair value	12,962,785,355	10,958,893,090
BANK OF KIGALI (BK)	Ordinary shares	1.2%	1.2%	7,723,900	7,723,900	Fair value	2,209,035,400	1,892,355,500

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Equity Investee	Type of equity instrument	%age holding 2018	%age holding 2017	Number of shares held 2018	Number of shares held 2017	Basis of measurement	Carrying Value as at 30 June 2018 Frw	Carrying Value as at 30 June 2017 Frw
BRALIRWA	Ordinary shares	0.8%	0.8%	8,404,200	8,404,200	Fair value	1,260,630,000	1,134,567,000
KT RWANDA LIMITED	Preference shares	10.75%	10.75%	12,406,793	12,406,793	Amortised cost	8,300,939,413	8,218,344,811
							<u>39,717,317,345</u>	<u>36,188,170,406</u>

26.2.1. Reconciliation of changes in carrying values of equity investments under medical scheme during the year

a) Summary reconciliation

	2018 Frw	2017 Frw
As at 1 July	36,188,170,406	35,150,962,705
Prior year adjustment	-	(155,564)
Additional Investments during the year	238,040,439	1,436,483,000
Interest on preference dividends	82,594,602	129,115,775
Disposals during the year	-	0
Fair valuation gain/(loss) during the year	3,208,511,898	(528,235,510)
As at 30 June	<u>39,717,317,345</u>	<u>36,188,170,406</u>

b) Detailed reconciliation per equity investee

Equity Investee	Carrying value as at 1 July 2017 Frw	Additional capital injection during the year Frw	Interest on preference dividends Frw	Fair valuation gain/loss Frw	Carrying value as at 30 June 2018 Frw
BANK OF KIGALI (BK)	1,892,355,500	-	-	316,679,900	2,209,035,400
BRALIRWA	1,134,567,000	-	-	126,063,000	1,260,630,000
CIMERWA LIMITED	5,598,709,461	-	-	189,588,716	5,788,298,177
COGEBANQUE SA	6,351,945,541	-	-	1,433,006,875	7,784,952,416
EASTERN AND SOUTHERN AFRICA TRADE DEVELOPMENT BANK (FORMERLY PTA BANK)	10,958,893,090	238,040,439	-	1,765,851,826	12,962,785,355

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Equity Investee	Carrying value as at 1 July 2017	Additional capital injection during the year	Interest on preference dividends	Fair valuation gain/loss	Carrying value as at 30 June 2018
	Frw	Frw	Frw	Frw	Frw
RWANDA FOREIGN HOLDINGS INVESTMENT COMPANY LIMITED (RFHIC)	1,085,316,426	-	-	(611,421,041)	473,895,384
RWANDA INVESTMENT GROUP LIMITED (RIG)	948,038,577	-	-	(11,257,377)	936,781,200
KT RWANDA LIMITED	8,218,344,811	-	82,594,602	-	8,300,939,413
	36,188,170,406	238,040,439	82,594,602	3,208,511,898	39,717,317,345

Significant fair valuation gains during the year

a) Eastern and Southern Trade Development Bank (ESTDB)

During the year, a fair value gain of **Frw 2,169,266,447** on equity investment in Eastern and Southern Trade Development Bank was realised due to continued good performance of the bank. The bank registered an improvement in profit for the year from USD 51.9 million in 2017 to USD 59.4 million.

b) Cogebanque Limited

During the year, a fair value gain of **Frw 1,433,006,875** on equity investment in Cogebanque Limited was realised due to continued good performance of the bank. The bank registered an improvement in profit for the year from Frw 3.6 billion in 2016 to Frw 4.2 billion.

e) Rwanda Foreign Holding Investment Company Limited (RFHIC)

During the year, a fair valuation loss of **Frw 611,421,041** was realised on equity investment in Rwanda Foreign Holding Investment Company Limited, this was mainly attributable to a fall in the main investment of the Company – Merrimack International PLC whose share price fell from USD 12.40 (equivalent of Frw 10,292) as at 30 June 2017 to USD 4.91 (equivalent of Frw 4,218) as at 30 June 2018.

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27. Government Bonds

The Government Bonds held by RSSB at the end of the year under the Pension scheme were as follows:

Description of Bond	Sub-Note	Balance as at 30 June 2018	Balance as at 30 June 2017
		Frw	Frw
2006 Government Bond	27.1	-	19,000,000,000
2014 Government Bond	27.2	2,401,098,014	7,027,168,876
Total		2,401,098,014	26,027,168,876
Classification of Government Bonds			
(non-current vs current)			
Non-current			
2006 Government Bond	27.1	-	-
2014 Government Bond	27.2	-	4,651,524,197
	Sub-total (1)	-	4,651,524,197
Current			
2006 Government Bond	27.1	-	19,000,000,000
2014 Government Bond	27.2	2,401,098,014	2,375,644,679
	Sub-total (2)	2,401,098,014	21,375,644,679
	Total (1+2)	2,401,098,014	26,027,168,876

27.1. Government Bond from 2006

	2018	2017
	Frw	Frw
Opening balance 1 July	19,000,000,000	27,038,222,222
Interest income earned during the year	1,087,500,000	1,725,000,000
Repayment received	(20,087,500,000)	(9,763,222,222)
Closing 30 June	-	19,000,000,000
Classification of Government Bonds (Non-current Vs Current)		
Non-current	-	-
Current	-	19,000,000,000
Total	-	19,000,000,000

On 29th September 2006, RSSB entered into an agreement with the Government of Rwanda through Ministry of Finance and Economic Planning (MINECOFIN) to convert all previously held amounts due from Government equivalent to Frw 66,101,306,491 into a 12 year Government bond with an annual interest rate of 7.5%. Repayment of this Government bond (including) interest is to be completed in the fourth quarter of 2018.

As at 30th June 2018, the outstanding balance on the principal for this Government Bond amounting to Frw 19,000,000,000 was fully settled ahead of schedule during the year.

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27.2. Government Bond from 2014

Particular	2018 Frw	2017 Frw
Opening balance 1 July	7,027,168,876	11,427,460,962
Interest income earned during the year	214,489,614	440,268,390
Repayment received	(4,840,560,476)	(4,840,560,476)
Closing 30 June	2,401,098,014	7,027,168,876

Classification of Government Bonds (Non-current Vs Current)

Non-current	-	4,651,524,197
Current	2,401,098,014	2,375,644,679
	2,401,098,014	7,027,168,876

On 25th October 2013, RSSB entered into an agreement with the Government of Rwanda through Ministry of Finance and Economic Planning (MINECOFIN) to covert sell three (3) RSSB properties to the Government of Rwanda (GoR), these include;

- Kacyiru Building (former CSR headquarter) located at plot No.3135 at Kacyiru sector, Gasabo District
- Kicukiro Pension Plaza located at plot No.14162 at Kicukiro sector, Kicukiro District
- Nyarugenge Plaza located at plot No.10040 at Muhima sector, Nyarugenge District

The agreed purchase consideration for these properties was Frw 26,297,638,528 (exclusive of taxes). This consideration was to be paid in form of down payment of Frw 5,000,000,000 and a Government Bond of Frw 21,297,638,528. This Government Bond was to be repaid on a quarterly basis for a 5 year period at an annual interest rate of 5% per annum.

As at 30 June 2018, the outstanding balance on this Government Bond was Frw 2,401,098,014 which will be settled in the next 12 month period ending 30th June 2019.

28. Corporate bonds

The Corporate Bonds held by RSSB are as follows:

	Sub-Note	Balance as at 30 June 2018 Frw	Balance as at 30 June 2017 Frw
I&M Bank (formerly BCR) Bond	28.1	-	73,185,000
International Finance Corporation (IFC) Bond	28.2	2,536,177,884	2,536,177,884
Total		2,536,177,884	2,609,362,884

Classification of Government Bonds (Non-current Vs Current)

Non-current

I&M Bank (formerly BCR) Bond	28.1	-	-
International Finance Corporation (IFC) Bond	28.2	2,536,177,884	2,536,177,884
Sub-total (1)		2,536,177,884	2,536,177,884

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	Sub-Note	Balance as at 30 June 2018 Frw	Balance as at 30 June 2017 Frw
Current			
I&M Bank (formerly BCR) Bond	28.1	-	73,185,000
International Finance Corporation (IFC) Bond	28.2	-	-
Sub-total (2)		-	73,185,000
Grand total (1+2)		2,536,177,884	2,609,362,884

28.1. Reconciliation of I&M Bank (formerly BCR) Bond

Particular	2018 Frw	2017 Frw
Opening balance 1 July	73,185,000	146,410,833
Interest income earned during the year	2,388,749	10,208,333
Repayment received	(75,573,749)	(83,434,166)
Closing 30 June	-	73,185,000

Classification of Government Bonds (Non-current Vs Current)

Non-current	-	-
Current	-	73,185,000
Total	-	73,185,000

On 25 July 2012, RSSB invested Frw 350,000,000 in a Corporate Bond issued by *Banque Commerciale du Rwanda (BCR)* currently I&M Bank Limited with an annual interest rate of 10.5%. During the year ended 30 June 2018, the balance on the corporate bond was fully settled by I&M Bank Limited.

28.2. Reconciliation of IFC Bond

Particular	2018 Frw	2017 Frw
Opening balance 1 July	2,536,177,884	2,535,336,538
Interest income earned during the year	306,250,000	307,091,346
Repayment received	(306,250,000)	(306,250,000)
Closing 30 June	2,536,177,884	2,536,177,884

Classification of Government Bonds (Non-current Vs Current)

Non-current	2,536,177,884	2,536,177,884
Current	-	-
Total	2,536,177,884	2,536,177,884

On 22 May 2014, RSSB invested Frw 2,500,000,000 in a corporate Bond issued by the International Financial Corporation through the National Bank of Rwanda (BNR) with an interest rate of 12.25% and tenure of 5 years ending on 21 May 2019.

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29. Treasury bonds

The treasury bonds held by RSSB as at the end of the year per scheme were as follows:

Description	Sub-Note	Balance as at 30-Jun-18 Frw	Balance as at 30-Jun-17 Frw
Government treasury bonds - Pension scheme	29.1	44,778,824,665	40,381,716,403
Government treasury bonds - Medical scheme	29.2	9,736,699,892	12,327,326,816
Total		54,515,524,557	52,709,043,219

Classification of Government Bonds (Non-current Vs Current)

Non-current

Government treasury bonds - Pension scheme	40,733,439,627	34,164,211,788
Government treasury bonds - Medical scheme	7,714,007,586	12,327,326,817
Sub-total (1)	48,447,447,213	46,491,538,605

Current

Government treasury bonds - Pension scheme	4,045,385,036	6,217,504,614
Government treasury bonds - Medical scheme	2,022,692,308	-
Sub-total (2)	6,068,077,344	6,217,504,614
Grand total (1+2)	54,515,524,557	52,709,043,219

29.1. Treasury bonds – Pension scheme

Particular	2018 Frw	2017 Frw
Opening balance 1 July	40,381,716,403	28,412,351,530
Transfers from corporate bonds	-	788,118
Investment during the year	7,899,094,296	14,196,600,000
Interest income earned during the year	5,125,428,010	4,032,548,681
Accrued tax on interest income	-	(3,760,571,926)
Receipts during the year	(8,627,414,044)	(2,500,000,000)
Closing 30 June	44,778,824,665	40,381,716,403

The amortized cost of the government securities closely approximates their fair value.

29.2. Treasury bonds – Medical scheme

	2018 Frw	2017 Frw
Opening balance 1 July	12,327,326,816	14,480,723,472
Investment during the year	-	1,000,000,000
Interest income earned during the year	1,360,189,501	1,649,708,338
Receipts during the year	(3,950,816,425)	(4,803,104,994)
Closing 30 June	9,736,699,892	12,327,326,816

The amortized cost of the government securities closely approximates their fair value.

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30. Treasury bills

	Sub-Note	Balance as at 30-Jun-18 Frw	Balance as at 30-Jun-17 Frw
Treasury bills - Pension scheme	30.1	41,357,127,468	34,075,150,939
Treasury bills - Medical scheme	30.2	23,966,624,601	14,048,855,230
Total		65,323,752,069	48,124,006,169

30.1. Treasury bills – Pension scheme

	2018 Frw	2017 Frw
Opening balance 1 July	34,075,150,939	29,178,572,230
Purchases	101,639,581,895	51,582,210,222
Interest accrued	2,254,394,634	4,215,707,748
Maturities	(96,612,000,000)	(50,901,339,261)
Closing 30 June	41,357,127,468	34,075,150,939

The amortized cost of the government securities closely approximates their fair value.

30.2. Treasury bills– Medical scheme

Particular	2018 Frw	2017 Frw
Opening balance 1 July	14,048,855,230	9,347,950,274
Purchases	35,267,679,780	25,993,429,500
Interest accrued	1,172,489,591	1,207,475,456
Maturities	(26,522,400,000)	(22,500,000,000)
Closing 30 June	23,966,624,601	14,048,855,230

The amortized cost of the government securities closely approximates their fair value.

31. Commercial papers

During the year, RSSB invested in commercial papers as follows:

Company issuing commercial paper	Sub-Note	2018 Frw	2017 Frw
HORIZON GROUP	31.1	2,766,593,408	-
CRYSTAL VENTURES LTD	31.2	10,245,475,396	-
NPD Limited	31.3	13,429,720,279	-
Total		26,441,789,083	-

Details of the commercial papers are as follows:

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31.1. Commercial paper issued by Horizon Group

	2018
	Frw
Opening balance 1 July	-
Purchases during the year	2,640,000,000
Interest accrued during the year	126,593,408
Maturities	-
Closing 30 June	<u>2,766,593,408</u>

RSSB invested **Frw 2,640,000,000** in a commercial paper issued by Horizon Group on 23rd February 2018. The commercial paper is for a duration of 1 year and will attract an annual interest rate of 12%.

31.2. Commercial paper issued by Crystal Ventures Limited

	2018
	Frw
Opening balance 1 July	-
Purchases during the year	9,772,470,000
Interest accrued during the year	473,005,396
Maturities	-
Closing 30 June	<u>10,245,475,396</u>

RSSB invested **Frw 9,772,470,000** in a commercial paper issued by Crystal Ventures on 16th May 2018. The commercial paper is for a duration of 1 year and will attract an annual interest rate of 10%.

31.3. Commercial papers issued by NPD Limited

	2018
	Frw
Opening balance 1 July	-
Purchases during the year	13,200,000,000
Interest accrued during the year	229,720,279
Maturities	-
Closing 30 June	<u>13,429,720,279</u>

RSSB invested a total of **Frw 13,200,000,000** in a commercial paper issued by NPD Limited on 8th May 2018. The commercial papers have a duration of 1 year and will attract an annual interest rate of 12%.