

Wegagen Bank S.C

Financial Statement 20 **24**
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Wegagen Bank



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Reporting period Ended 30 June 2025

	Notes	30 June 2025 Birr'000	30 June 2024 Birr'000
Interest income	5	8,459,357	7,179,283
Interest expense	6	(3,156,179)	(2,378,457)
Net interest income		5,303,178	4,800,825
Fee and Commission Income	7	2,464,927	2,146,327
Fee and Commission Expense	7	(99,689)	(30,697)
Net fee and commission income	7	2,365,238	2,115,630
Net Trading Income		7,668,417	6,916,455
Other operating income	8	2,555,514	436,736
Loan impairment charge	9	(465,867)	(269,292)
Impairment losses on other assets	10	6,295	(410,823)
Net operating income		9,764,359	6,673,076
Salaries and benefits	11	(3,962,431)	(3,208,710)
Amortization of intangible assets	20	(83,282)	(34,061)
Depreciation of property and equipment	21	(202,212)	(176,525)
Depreciation of right-of-use asset	21a	(310,569)	(352,663)
Other operating expenses	12	(1,352,225)	(679,364)
Audit fees		(1,087)	(906)
Total Operating Expenses		(5,911,807)	(4,452,229)
Profit before income tax		3,852,553	2,220,847
Income tax expense	13a	(1,075,043)	(617,646)
Profit after tax		2,777,510	1,603,201
Profit attributable to;			
Ordinary equity holders		2,778,853	-
Non-controlling interest	29d	(1,343)	-
Other Comprehensive Income (OCI) net of income tax			
Remeasurement loss on retirement benefits	25b	(119,790)	9,080
Fair value gain or (loss) of equity investments	29c	157,963	67,649
Total other comprehensive income (net of tax)		38,174	76,729
Total comprehensive income for the period		2,815,684	1,679,929
Basic & diluted earnings per share	27	46.10%	36.89%

The accompanying notes are an integral part of these financial statements

The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



Mr. Abdishu Hussein
Chairperson, Board of Directors



Wegagen.com

Aklilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Consolidated Statement of Financial Position as at 30 June 2025

	Note	30 June 2025 Birr'000	30 June 2024 Birr'000
ASSETS			
Cash and bank balances	14	15,768,955	13,123,499
Loans and advances to customers	15a	51,260,502	43,300,410
Investment securities:			
- Equity Investments at FVOCI	16a	822,894	540,695
- Debt Securities at Amortized Cost	16b	8,311,193	4,613,155
Other assets	17	5,159,025	1,742,250
Investment property	18	-	2,585
Intangible assets	20	493,497	48,068
Property and Equipment	21	1,860,431	1,687,442
Right-of-Use Asset	21a	993,853	675,445
Total assets		84,670,350	65,733,550
LIABILITIES			
Deposit from customers	22	61,651,819	48,417,951
Deposit from financial institutions	23	4,830,973	3,706,774
Current tax liabilities	13c	1,091,622	641,203
Other liabilities	24	3,688,224	3,368,216
Employee benefit obligations	25	504,869	288,457
Deferred tax liabilities	13d	94,807	103,498
Total liabilities		71,862,376	56,526,098
EQUITY			
Capital and reserves			
Share capital	26	7,028,357	5,058,890
Share premium	26	87,819	74,917
Retained earnings	28	1,944,300	1,246,781
Legal reserve	29a	2,885,999	2,191,622
Regulatory risk reserve	29b	646,558	507,882
Other reserve	29c	165,534	127,360
		12,758,566	9,207,451
Non-controlling interest	29d	49,407	-
Total equity		12,807,973	9,207,451
Total liabilities and equity		84,670,350	65,733,550

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Mr. Abdishu Hussein
Chairperson, Board of Directors



Aklilu Wubet (PhD)
Chief Executive Officer



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Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements

For the Year Ended 30 June 2025

Consolidated Statement of Changes in Owners Equity for the Reporting Period Ended 30 June 2025

	Share capital Birr'000	Share premium Birr'000	Retained earnings Birr'000	Legal reserve Birr'000	Regulatory Risk Reserve Birr'000	Other Reserve Birr'000	Non-controlling Interest Birr'000	Total Birr'000
Balance at the beginning of the reporting period	3,982,139	57,736	472,937	1,790,822	552,262	50,631	-	6,906,527
Dividend declared			(472,937)					(472,937)
New shares issued	1,076,751	17,181						1,093,932
Fair value gain of Equity investments (net of tax)						67,649		67,649
Profit for the year			1,603,201					1,603,201
Remeasurement of Defined Benefit plans (net of tax)			(400,800)	400,800		9,080		9,080
Transfer to legal reserve			44,380		(44,380)			-
Transfer from Regulatory Risk Reserve								-
Balance at the end of 30 June 2024	5,058,890	74,917	1,246,781	2,191,623	507,882	127,360	-	9,207,451
Dividend declared			(1,246,781)					(1,246,781)
New shares issued	1,969,467	12,902						1,982,369
Fair value gain of Equity investments (net of tax)						157,963		157,963
Profit for the year			2,777,510					2,777,510
Re-measurement of Defined Benefit plans (net of tax)						(119,790)		(119,790)
Non-controlling interest			1,343					1,343
Directors' share of profit			(1,500)					(1,500)
Non-distributable reserve adjustment			(118,140)		118,140			-
Transfer to legal reserve			(694,378)	694,378				-
Transfer to regulatory risk reserve			(20,536)		20,536			-
Non-controlling interest							49,407	49,407
Balance at the end of the reporting period	7,028,357	87,819	1,944,300	2,886,001	646,558	165,534	49,407	49,407 12,807,973

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The financial statements were approved and authorized for issue by the directors and management on September 22, 2025 and signed on their behalf by:



[Signature]

Mr. Abdishu Hussein
Chairperson, Board of Directors



[Signature]

Akilu Wubet (PhD)
Chief Executive Officer



Wegagen Bank S.C

Annual Consolidated and Separate Financial Statements


For the Year Ended 30 June 2025


Consolidated Statement of Cash Flows for the Reporting Period Ended 30 June 2025

	Notes	30 June 2025 Birr'000	30 June 2024 Birr'000
Cash flows from operating activities			
Cash generated from operations	30	7,960,473	7,197,323
Profit tax assesment paid		-	-
Income tax paid	13c	(649,612)	(355,126)
Net cash (outflow)/inflow from operating activities		7,310,862	6,842,197
Cash flows from investing activities			
Purchase of investment securities	16	(56,537)	(131,536)
Purchase of intangible assets	20	(528,711)	(33,311)
Purchase of property, plant and equipment	21	(469,816)	(340,608)
Payment for asset use right acquisitions	21a	(646,391)	(357,782)
Proceeds from matured debt securities	16b	(3,698,038)	(2,551,365)
Proceeds from sale of PPEs		-	12,745
Net cash (outflow)/inflow from investing activities		(5,399,494)	(3,401,857)
Cash flows from financing activities			
Share premium collected	26	12,902	17,181
New shares issued	26	1,969,467	1,076,751
Directors' remuneration paid	28	(1,500)	-
Dividend paid	28	(1,246,781)	(472,937)
Net cash (outflow)/inflow from financing activities		734,088	620,995
Net increase/(decrease) in Cash and bank balances		2,645,456	4,061,334
Cash and bank balances at the beg. of the year	14	13,123,499	9,059,264
Effect of exchange rate movement on Cash and bank balances		-	2,901
Cash and bank balances at the end of the year		15,768,955	13,123,499

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Chairperson, Board of Directors


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