

COMMERCIAL BANK OF BURUNDI



With my Bank,

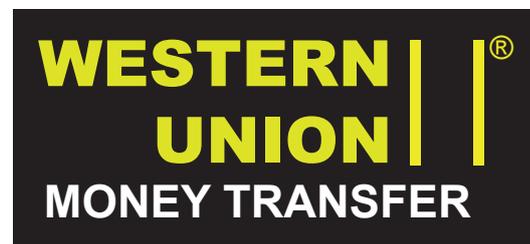
I move forward

2010 REPORT

51st Fiscal Year

Bancobu

Excellence is our tradition



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**ACTIVITY REPORT 2010
REPORT OF ACTIVITIES,
BALANCE SHEET AND PROFIT AND
LOSS ACCOUNT**

December 31, 2010
SUBMITTED TO

THE GENERAL MEETING OF
SHAREHOLDERS

APRIL 15th, 2011

BANQUE COMMERCIALE du BURUNDI



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Bancobu
 Excellence is our tradition

KEY INDICATORS 1961-2010 (IN BIF)

Years	Total Balance Sheet	Credits Granted	Deposits	Net Result
1961	197 121 607	114 956 601	122 346 247	4 587 921
1965	198 644 512	58 677 605	143 486 553	2 185 320
1970	557 066 015	282 921 350	334 954 495	4 796 367
1975	1 122 099 557	905 205 118	817 704 244	8 646 562
1980	3 502 674 640	2 221 816 531	1 735 994 542	22 649 419
1985	4 620 012 499	2 903 930 775	3 989 948 060	12 313 412
1990	10 776 555 506	9 256 607 151	6 615 749 954	77 917 159
1995	15 944 837 707	9 187 401 026	10 323 832 420	127 929 297
2000	29 988 777 873	18 625 322 566	14 133 592 010	1 189 987 513
2005	62 276 576 465	28 962 944 527	43 589 293 891	468 155 141
2010	131 644 668 453	65 528 602 440	98 108 059 116	4 149 989 275

OUR MOTTO

“ Excellence is our tradition “ is based on principles that we build through our relationships with our customers.

OPEN-MINDNESS

We grant more attention to information received from our customers and our advice is personalised.

LISTENING

A good banking relation relies on an open and honest relationship, a mutual understanding and a free choice of our products.

DISCRETION

A good banking relation relies on discretion. Our duty is to keep, in all confidentiality, data that we receive from our customers.

KNOW-HOW

A good banking relation relies on the know-how and competence. We make sure that we provide you with a fast quality service.

SECURITY

A good banking relation relies on security and reliability. Our major concern is to ensure security of the assets that you entrust to our care.

SUGGESTIONS

We are open to your observations and critics. They contribute to improving the quality of our service.

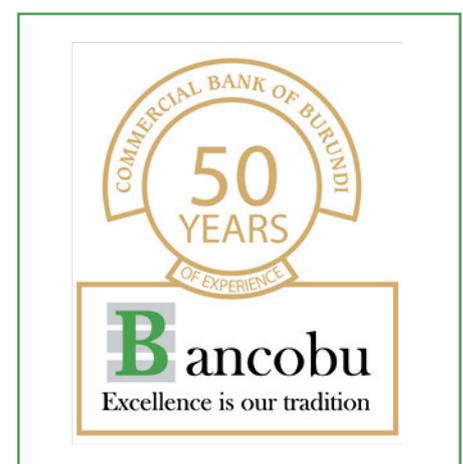
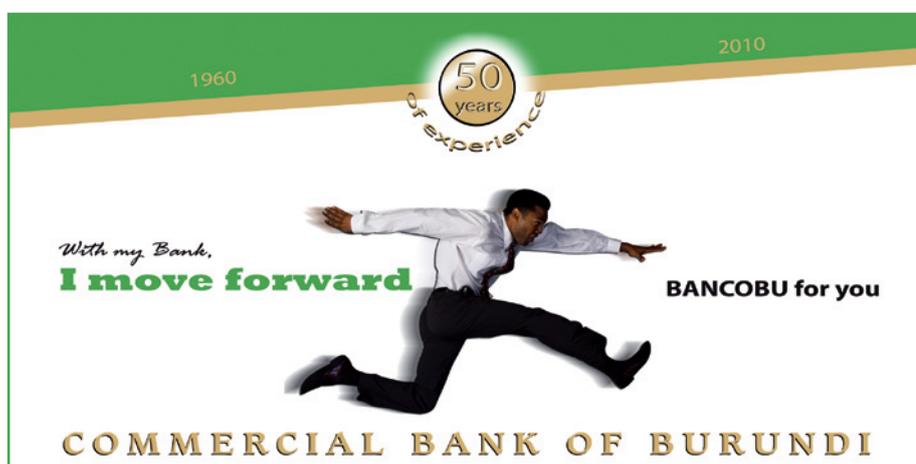
REMARKS BY THE CHAIRPERSON OF THE BOARD OF DIRECTORS ORDINARY GENERAL MEETING OF SHAREHOLDERS FOR THE YEAR ENDED 31/12/2010

Dear Shareholders,

It is a pleasure for me and the Board of Directors of Commercial Bank of Burundi «BANCOBU» to speak to you in this Annual General Meeting for the financial year ended 31/12/2010.

During the fiscal year 2010, BANCOBU lived its golden jubilee, 50 years of experience serving the country. This anniversary has been placed in the context of a communication strategy to enhance brand image and thereby support the marketing activities of the Bank. The main objective of the communication was to promote a new image of a strong bank with half a century of service under the motto «A tradition of doing well»: a bank that strives for being always dynamic and efficient.

In order to bring this dynamism and performance, a logo and messages of the fiftieth anniversary were designed, a logo that reflected 50 years of experience and messages such as "With my bank, I move forward", «BANCOBU for all generations», associated with an image of a person who moves with determination. The spread of the logo, messages and images of the fiftieth anniversary was made through the actions of advertising, sponsorship and promotion of the image of the Bank both locally and internationally at professional meetings in which BANCOBU was associated.



The BANCOBU 50 years of service can be translated in terms of creating human resources pool for the financial sector and private sector development in general and thanks to a special partnership with international banking groups. Thus, BANCOBU could create jobs, invest in expansion and modernization of its network operations and contribute to the development of banking in the country. The history of BANCOBU is also marked by several milestones. For the record we can mention the merger with Banque Belgo Africaine of Burundi (BBAB) in 1988, the disengagement of the BBL from the BANCOBU capital in 2004 and the revaluation of fixed assets in 2009. These steps have been occasions or more tests which led the Bank to adjust its strategies and ways of interventions to be what it is today.

Also, due to the reserves made on the basis of results achieved, BANCOBU could each time increase its share capital as recommended by the monetary authority.

We thank all former managers of the Bank, members of the Board of Directors, Management Committee and the General Management and all the staff members for this joint effort. To the team in place, we encourage it to continue this work to make BANCOBU a reference bank both in Burundi and in the sub-region.



Dear Shareholders,

Throughout the fiscal year 2010, BANCOBU displayed its capacity by highlighting its core values as follows:

- The professionalism and know-how accumulated over 50 years of service;
- Listening and trusting in business with its customers;
- Teamwork and complementarity of skills;
- Training and capacity building of the Bank staff;
- Promotion of excellence and pride in quality work.

These are core values that still guide the principles of the BANCOBU intervention and its relationship with its stakeholders namely customers, employees, shareholders and the surrounding community.

To its clientele, it provides banking products and services competitive in terms of price, quality and safety.



Léa NGABIRE

Chairperson of the Board of Directors



Regaining its leadership in Burundian banking sector and managing to have a visible presence in the area of the EAC : this is the main commitment for this year 2011 as a start of a new era of the second part of fifty years ahead.



Jean CIZA

Managing Director



Sylvère BANKIMBAGA

Deputy Managing Director

To the staff members, it provides good working conditions and offers means of communication to enhance their capacities.

To the shareholders, it provides a return of their contributions that is competitive with that of other major local banks.

To the community, it supports actions aiming at promoting sport, culture, environmental protection and humanitarian assistance to fulfill its social responsibility in its community.

Coordinating all these actions and controlling a shared vision of the Directorate of the Bank are specific facts that occur and substantially improve the image of BANCOBU.

Improving the image of the Bank was particularly reflected by the massive return of former clients and many others who have trusted BANCOBU over the recent years.

Dear Shareholders,

Regaining its leadership in Burundian banking sector and managing to have a visible presence in the area of the EAC : this is the main commitment for this year 2011 as a start of a new era of the second part of fifty years ahead.

BANCOBU has the ambition of creating a new dynamism in the financial sector which is mainly focused on the financing of investment, lower financing costs and extending the network to contribute substantially to the banking population.

The Bank has the basic skills to meet this challenge. Indeed, during the 50 years of experience, BANCOBU has shown considerable resistance to the various market disruptions resulting from a socio-economic environment that has experienced turbulence. The effect of this experience creates a positive image and reputation of the Bank. Moreover, its motto «A tradition of doing well» and its message of the fiftieth anniversary «With my bank, I move forward”, gives it a brand particularly appreciated by its customers and the general public.

We need to consolidate such a vision to enable a continued development of the Bank. Indeed, the consolidation of social capital is a key factor to strengthen the Bank's ability to meet obligations related to the future development of its activities. In addition to its current trade finance activities, BANCOBU will have to take a strong position in financing investment through the setting up of appropriate funding instruments. BANCOBU must also continue to invest in acquiring a head office matching its ambitions and to develop electronic banking to modernize the payment means. It must also continue to expand its network both at local level but also at the EAC level to capture the potential market that is growing. These ambitions are certainly legitimate, but they will require substantial working means such as the strengthening of equity and highly qualified human resources.



We encourage Management and staff of the Bank to incorporate into their actions this vision with the aim of confirming the BANCOBU leadership in the financial sector in Burundi and a worthy position in the EAC market.

Thank you for your attention.

We invite the Managing Director to present you the progress report of the Board of Directors for the fiscal year 2010.

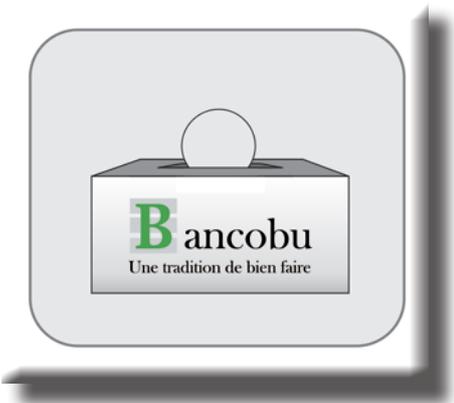
Deposit Book Account



Fixed Term Deposit Account



Flexi-Saving Account



REPORT OF ACTIVITIES OF THE BOARD OF DIRECTORS, FISCAL YEAR 2010

The activity report of the Board of Directors for 2010 includes two main parts. The first part presents the management report and the second part, the financial report.

A. MANAGEMENT REPORT

1. Improved customer service

The Bank provides customer service 7 days a week to meet their expectations.

The expansion program continued with the opening of 3 new branches during the year, namely the Market Counter, the Rugombo Branch and the Kayogoro Counter bringing to 22 the number of operation sites.

To consolidate the partnership with Western Union, BANCOBU was the first bank to open an agency dedicated to the operations of Western Union money transfer. This has improved the speed for serving customers.





In terms of international operations, the Bank has strengthened the help desk consultancy to importing and exporting customers.

2. Control of operations and risk control

In order to increase efficiency in trade execution and control of various banking risks, internal audits at both operations and customer relationship management have been carried out. The recommendations were duly implemented.

The process of implementation of IFRS is progressing normally, the advantage being that the bank's financial statements will be read and interpreted more easily by our foreign partners. The accounting start under IFRS is set to 01/01/2012.

A review of the credit portfolio is systematically performed to avoid adding to the portfolio compromises. Thus, portfolio quality has improved significantly since the default rate has fallen by 4 points. The amount of provisions made was reduced from 4.0% to reach BIF 741 million on 31/12/2010. The compromised stock is currently provisioned at 97%.

3. Human Resources Management

In terms of human resources management, the Bank continued to ensure that the working socio-professional conditions are improved for staff motivation.

The Bank continued its support program for its staff life insurance. It has also strengthened its support for the Club BOS (BANCOBU OMNISPORT) which includes various sporting disciplines. It has also participated in the International Women's Day organized by women, BANCOBU staff members.

Regarding training, the Bank provides opportunities to staff to enhance their professional knowledge by participating in various training programs organized locally or abroad.

In addition to the diploma program under the Banking Institute of Technology (ITB), the Bank has allowed its staff to take part in training in different areas of expertise such as techniques for customer reception, the electronic banking, IT development and management of the SWIFT system.

The Bank has a staff of 334 units with a female staff of 125 units, that is 37%. The university level staff members (Bachelor's degree level and above) are numbered 37, or 11% of all staff members.

4. Investment Programs

The major areas that have been privileged are the extension of the operating network, rehabilitation of housing stock, equipment renewal and strengthening of the convoy security of funds. Investments in these areas aim at bringing our services to our customers, improving working conditions for staff and continuously adapting the strategy of the Bank such as funds security.

5. Brand building « BANCObU »

The fiftieth anniversary of the Bank was placed in a communication strategy to enhance brand image and thereby support the marketing activities of the Bank.

The communication program was directed towards the current and prospective customers and the general public. The main purpose of the communication was to create and promote a new image of a strong Bank of half a century of service under the motto «A tradition of doing well» : a Bank always dynamic and efficient with a solid foundation to continue its growth path. In order to translate this momentum, a logo and messages of the fiftieth anniversary were designed and disseminated through advertising campaigns, sponsorship and promotion of Bank products.

The advertising was carried out through the media, distribution of leaflets and posters on billboards in Bujumbura and up country, the Bank’s website, at trade shows and in parades for national holidays. Signs leading to offices were also improved to better guide customers.

The sponsorship actions were oriented towards sport, cinema, culture, humanitarian work and promotion of young entrepreneurs through BBIN (Burundi Business Incubator).

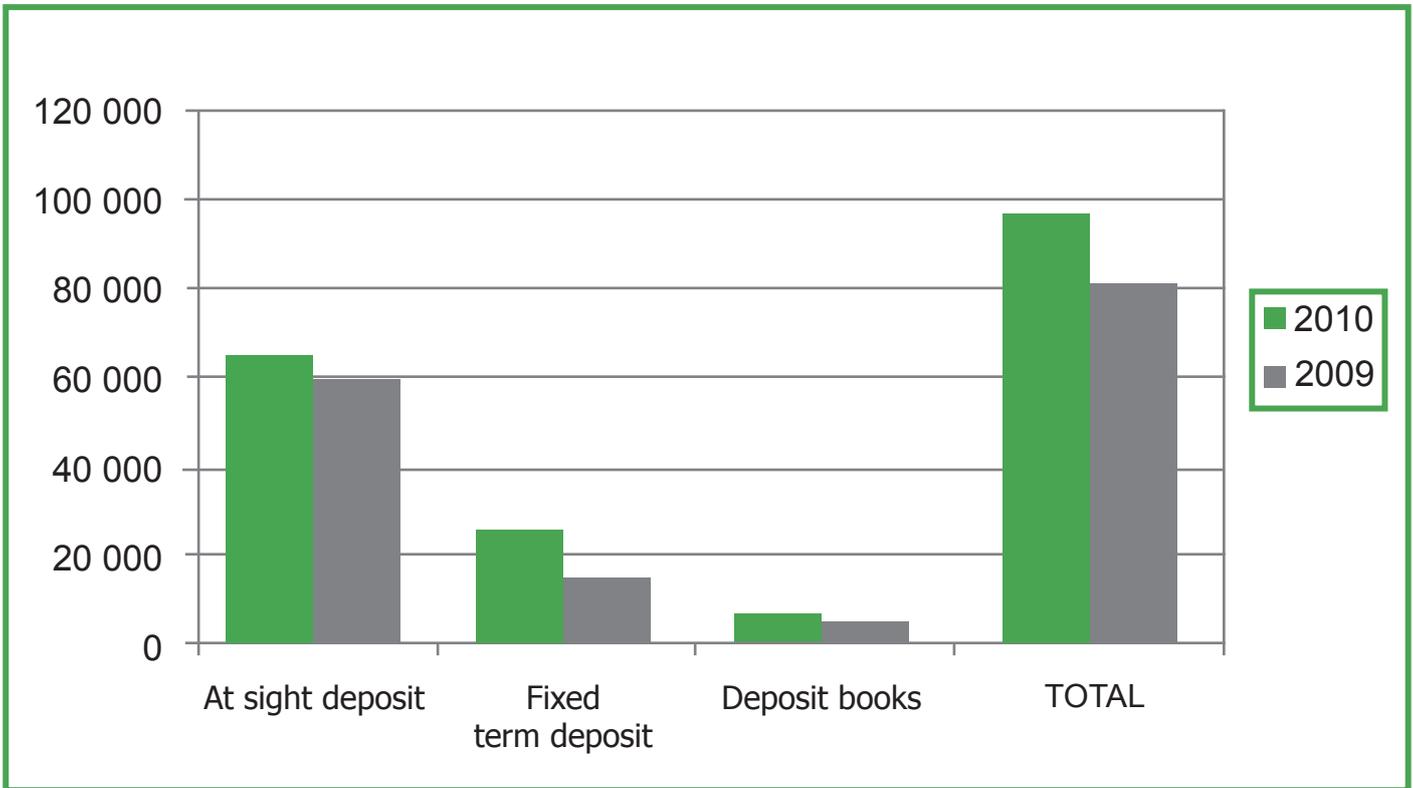
As for the promotion of Bank products, priority was given to the improvement of product advertising credits from the Bank (Credit TERIMBERE, Business Credit, Credit Express, Credit Group). Related leaflets were distributed at the General Meetings, at the Belgian Week, during the World Cup football at all branches and agencies and in trade missions and international fora of bank managers in which BANCObU has been associated in Nairobi, Kampala, Kigali Istanbul, Brussels and elsewhere.

B. FINANCIAL REPORT

1. Collecting deposits

Table 1 : Deposits trend

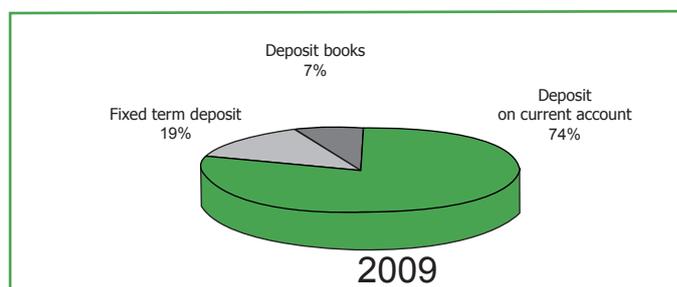
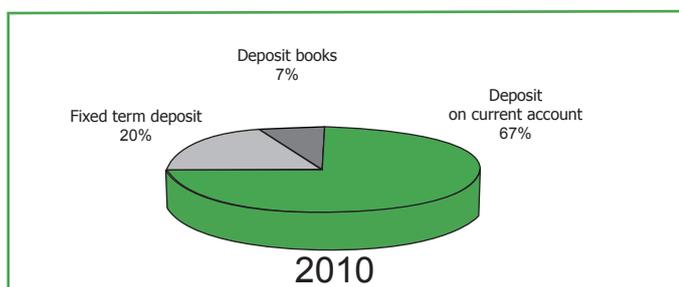
Items (in BIFmillion)	31/12/10		31/12/09		Deviations 2010/2009	
	Value	%	Value	%	Value	%
At sight deposit	64 098	66.7	58 579	74.0	5 519	9.4
Fixed term deposit	25 607	26.6	15 296	19.3	10 311	67.4
Deposit books	6 403	6.7	5 270	6.7	1 133	21.5
TOTAL	96 108	100.0	79 145	100.0	16 963	21.4



On 31/12/2010, the outstanding deposits amounted to BIF 96.1 billion as opposed to BIF 79.1 billion a year earlier, an increase of 21.4% (+BIF 17.0 billion). This positive trend in deposits is one of the indicators of renewed confidence from customers. It is also due to the opening of new branches as well as targeted solicitation of customers distributing Brarudi products.

Outstanding at sight deposits growing by 9.4% (BIF+5.5 billion) and its share in total deposits went down from 74.0% to 66.7%. Outstanding fixed term deposits known for its growth of 67.4% (BIF+10.3 billion) and its share in total deposits increased from 19.3% to 26.6%.

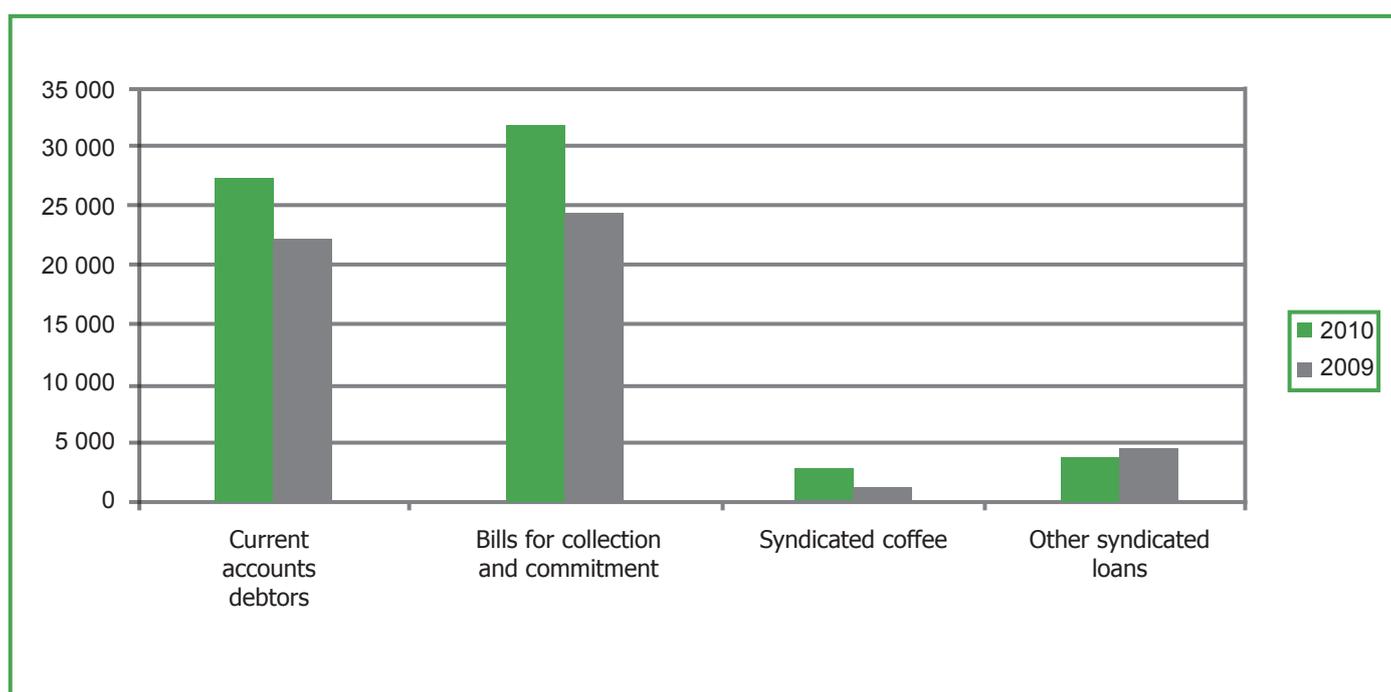
Deposits structure in 2009 and in 2010



2. Credits trend

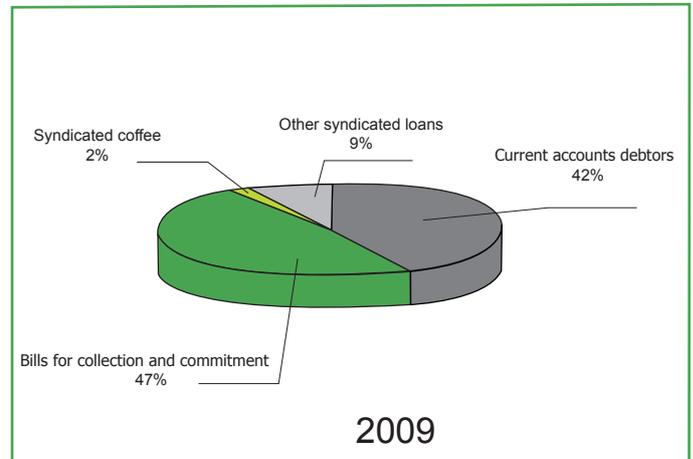
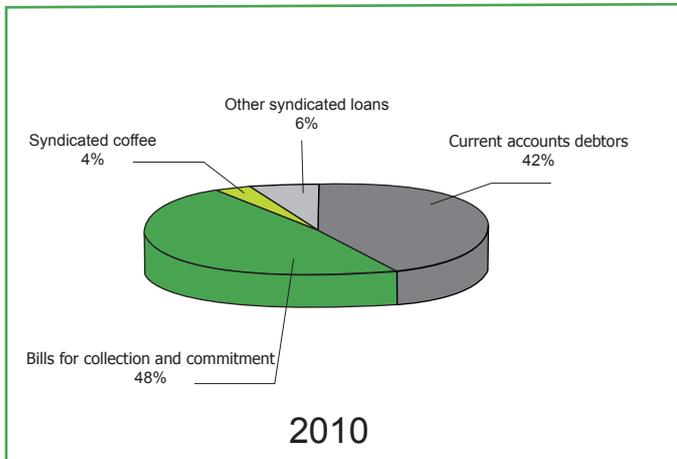
Table 2 : Credits trend

Items (in BIFmillion)	31/12/10		31/12/09		Deviations 2010/2009	
	Value	%	Value	%	Value	%
Current accounts debtors	27 323	41.7	21 984	42.4	5 339	24.3
Bills for collection and commitment	31 748	48.4	24 531	47.3	7 217	29.4
Syndicated coffee	2 597	4.0	931	1.8	1 666	178.9
Other syndicated loans	3 861	5.9	4 459	8.6	-598	-13.4
TOTAL	65 529	100.0	51 905	100.0	13 624	26.2





Loans structure in 2009 and in 2010



The outstanding loans amounted to BIF 65.5 billion at the end of 2010 against BIF 51.9 billion at the end of 2009, representing a growth of 26.2% (BIF 13.6 billion). Decreasing credit (Bills for collection and commitment) recorded an increase of 29.4% (BIF + 7.2 billion), the outstanding pure cash (debtors account) increased by 24.3% (BIF+5.3 billion) and outstanding coffee increased by 178.9% (+1.7 billion BIF). It follows from these data that the activity of granting credit is improving especially following the return of our former customers as well as soliciting new customers especially in the agro-food, automobile and public works sectors.

In terms of the quality of credit portfolio of the Bank, the efforts made during the fiscal year 2010 in the recovery and risk management strategies have helped to decrease the rate of unpaid claims by 4 points.

C. PROSPECTS

In accordance with the guidelines of the Board, the main commitment for this year 2011 is to regain leadership in the Burundian banking sector and to reach a good number of customers in the markets of the EAC region.

We are aware that this ambition certainly legitimate requires however substantial working means including building equity and the development of expertise in human resources which will be met in due time.

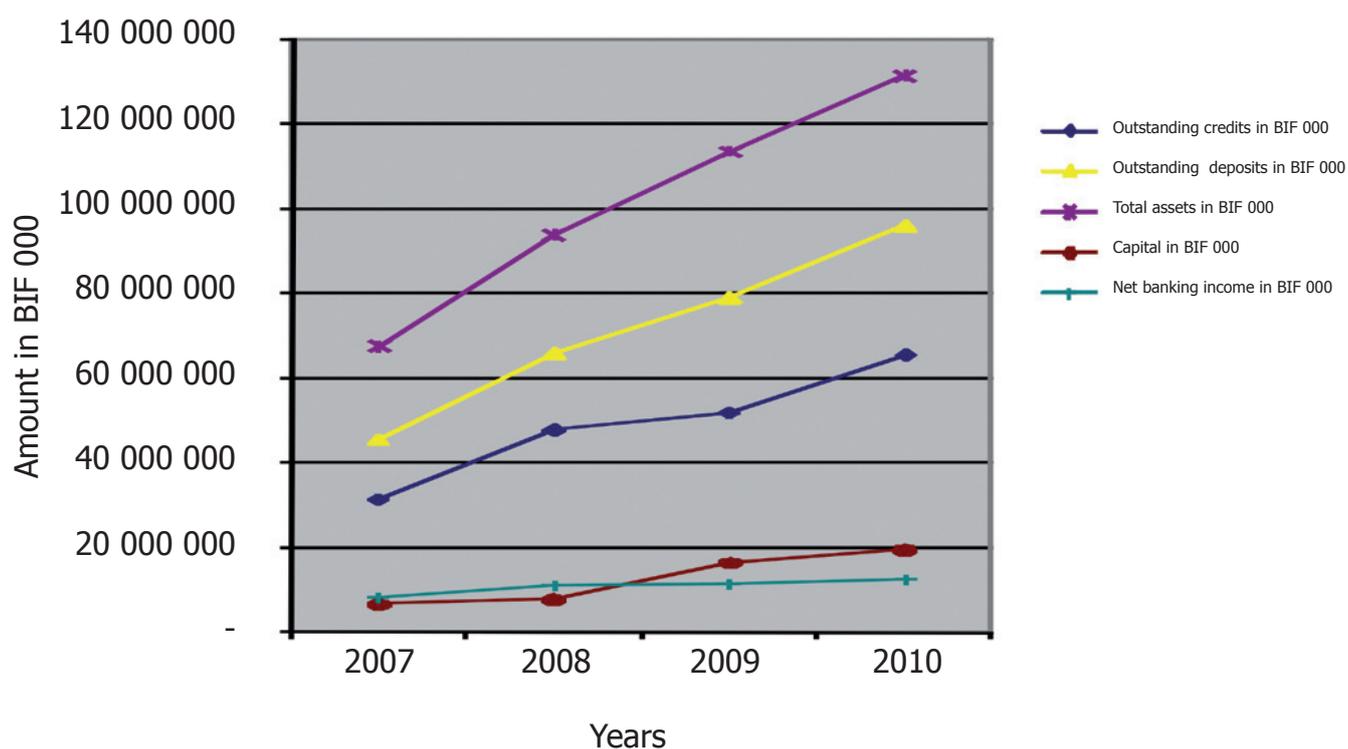
By doing a bit of retrospective, it is believed that BANCOBU has a solid foundation that allows it to have such an ambition.

During the past 50 years, BANCOBU could adapt to the requirements of the financial sector environment. It had a partnership with renowned international banking groups and this allowed it to consolidate its image both locally and internationally.

Moreover, the management model, implemented for 4 years, which places the customer at the center of any action, had a significant impact on the work of the Bank as reflected in key indicators below.

Item \ Year	31/12/2007	31/12/2008	31/12/2009	31/12/2010
Outstanding credits in BIF 000	31 562 798	47 840 207	51 904 999	65 528 604
Default rates in %	31	23	18	14
Outstanding deposits in BIF 000	45 782 207	66 028 249	79 144 725	96 108 000
Total assets in BIF 000	67 798 558	94 114 151	113 660 927	131 644 668
Capital in BIF 000	6 738 300	7 914 400	16 452 100	19 504 000
Net banking income in BIF 000	8 332 400	11 179 632	11 639 697	12 631 973

Key indicators trend 2007-2010



The lending business has experienced significant growth and qualitative improvement. The outstanding loans increased by 107.3% from BIF 31.6 billion on 31/12/2007 to BIF 65.5 billion on 31/12/2010 whereas the increase in outstanding credit for all the commercial banks was only 88.3%. Over the same period, the delinquency rate improved by 17 points while the default rate on all commercial banks earned only 9 points.

The volume of deposits has gone up by 109.8% from BIF 45.8 billion to BIF 96.1 billion whereas the increase was only 82.50% of all commercial banks.

Net banking income grew gradually to BIF 12.6 billion to 31/12/2010 against BIF 8.3 billion on 31/12/2007. As for the net profit, it went up from BIF 1.9 billion on 31/12/2007 to BIF 4.1 billion on 31/12/2010, an increase of 115.8%. On 31/12/2010, the return on assets (ROA) was 3.15% and the return on equity (ROE) was 21.30%.

Since 2007, the accounts opened by new customers who have chosen to entrust their businesses are 6734 of which 1934 were opened during the fiscal year 2010.

It should be noted that the capital increased from BIF 3.5 billion in 2007 to BIF 10.0 billion in 2010 following the incorporation of reserves from profits made. As a reminder the results accumulated during the 4 years were BIF 15.3 billion. This is a clear testimony to the Bank's ability to generate profits which enabled to distribute dividends to shareholders for a satisfactory level while building up reserves for future projects.

These indicators demonstrate satisfactorily that the Bank is well positioned in its sector with regard to current market conditions.

Today the implications for regional integration in financial markets call for a search for a new type of strong and effective partnership so that BANCOBU can stay active and keep a special place in the financial environment in the EAC region. The competitiveness of the Bank in the hypercompetitive environment can only be possible if these requirements are met. One of the major directions will be seeking a strategic partner that can provide money and some expertise to add value to BANCOBU.

Our main objective in 2011 will focus on developing and implementing a business plan that will materialize this new vision of the future of BANCOBU.

PRESENTATION OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT DATED 31/12/2010

1. BALANCE SHEET TREND

On 31/12/2010, the balance sheet total was estimated at BIF 131. 6 billion against BIF 113. 7 billion as of 31/12/2009, an increase of 16% (+ BIF18 billion).

1.1. LIABILITIES TREND

The Bank's resources come mainly from customer deposits.

On 31/12/2010, the outstanding deposits amounted to BIF 96.1 billion against BIF 79.1 billion as of 31/12/2009, an increase of 21% (BIF+17 billion). At sight deposits, fixed term deposits and deposits books increased by 9% (BIF +5.5 billion), 67% (BIF+10.3 billion) and 21% (BIF+1.1billion).

1.2. ASSETS TREND

The Bank activities are essentially constituted by customer loans and investments in treasury bills and bonds.

Outstanding customer loans amounted BIF 65.5 billion on 31/12/2010 against BIF 51.9 billion on 31/12/2009, an increase of 26% (BIF+13.6 billion) . All types of loans registered an increase with the exception of syndicated loans other than coffee reflecting a decrease of 13% (BIF-598.6 million).

On 31/12/2010, the stock of treasury bills and bonds amounted to BIF 17.9 billion against BIF 8.4 billion on 31/12/2010, an increase of 113% (BIF+9.5 billion).

2. PROFIT AND LOSS ACCOUNT TREND

2.1. INCOME TREND

Total revenues for fiscal year 2010 amounted to BIF 16.4 billion against BIF 15.5 billion for the previous year, an increase of 6% (BIF+0.9 billion).

The main changes are:

Income on credit is rising (BIF+2.7 billion or +39%), income on transactions with abroad (BIF+91.4 million or+5%) and miscellaneous profits (BIF+109. 4 million or +140%).

Revenues on cash investments are down (BIF-942.2 million or -49%), the exchange gain on revaluation (BIF-332.1 million or -23%) and reversals of provisions and depreciation (BIF-751.3 million).

Lower revenues on cash investments is primarily due to significantly lower rates during the first 4 months of fiscal year 2010 (to below 3% per year).

2.2. CHARGES TREND

Total expenses for fiscal year 2010 totaled BIF 12.3 billion against BIF 10.4 billion the previous year, an increase of 18% (BIF 1.9 billion).

The main changes are:

Forex costs are down (BIF-67.5 million or -29%), income tax (BIF-98.6 million or -5%) and provisions for bad debts (BIF-31.4 million or -4%).

Are increasing interests on deposits (BIF+583.8 million or +49%), staff costs (BIF+719.9 million or +21%), taxes and charges (BIF+132.4 million or 202%), depreciation and amortization (BIF 224.6 million or +43%), general provisions for risks (BIF 103.4 million or 152%) and amortization of debt (BIF+118.8 million).



2.3. TRENDS IN INCOME STATEMENT

Table 1 : Income Statement

Items (in BIF thousand)	31/12/10	31/12/09	Deviation in value
Bank and Treasury	910 467	1 888 424	-977 957
Income	968 720	1 910 967	-942 247
Expenses	58 253	22 543	35 710
Clientele	7 912 974	5 755 079	2 157 895
Income	9 700 388	6 958 692	2 741 696
Expenses	1 787 414	1 203 613	583 801
Intermediation margin	8 823 441	7 643 503	1 179 938
Commissions and sundries	3 803 219	3 982 382	-179 163
Port folio - Securities	5 313	13 813	-8 500
Net banking income	12 631 973	11 639 697	992 276
Charges of the staff	4 206 695	3 486 709	719 986
Tax and taxation	197 751	65 378	132 373
Operating expenses	2 128 272	1 944 614	183 658
Total general expenses	6 532 718	5 496 700	1 036 018
Assets amortization	748 564	523 970	224 594
Gross operating profit	5 350 691	5 619 027	-268 336
Reversals on provisions for credit	1 488 530	2 196 044	-707 514
Provisions for credit	740 760	772 146	-31 386
Debt Amortization	118 769	0	118 769
Operating profit	5 979 692	7 042 924	-1 063 232
Sundries	292 203	192 446	99 757
Provisions for contingencies	171 777	68 202	103 575
Profits before tax	6 100 118	7 167 169	-1 067 051
Tax of the fiscal year	1 950 129	2 048 688	-98 559
Net profit	4 149 989	5 118 480	-968 491

2.3.1. Intermediation Margin and Net Banking Income

For fiscal year 2010, the intermediation margin amounted to BIF 8.8 billion against BIF 7.6 billion the previous year, representing a net growth of 15.4%. (BIF+1.2 billion).

Net banking income amounted to BIF 12.6 billion for fiscal year 2010 against BIF 11.6 billion last year, an increase of 8.5% (BIF+992.3 million).

2.3.2. Net Profit

The net profit is estimated at BIF 4.1 billion in 2010 against BIF 5.1 billion in 2009 representing a decrease of approximately 1 billion BIF. The major cause of this decline stems from the erratic evolution of the volume and rate of treasury bills in 2010 which meant that income on cash investments decreased by BIF 942 million. Indeed, the average rate of investment in treasury bills during the year 2010 was 6.98% down from 8.02% in 2009. Demand was also virtually non-existent, which meant that the volume of our investments averaged 12.0 billion in BIF in 2010 against an average of BIF 20.8 billion in 2009.



BALANCE SHEET ON 31/12/2010 COMPARED TO THAT OF 31/12/2009 IN BIF

ASSETS	31.12.2010	31.12.2009	LIABILITIES	31.12.2010	31.12.2009
1. Current assets	33 079 146 075	40 577 290 034	1. Current Liabilities	1 863 682 236	2 946 294 807
- Cash-BRB-CCP	14 636 913 153	23 144 166 665	- Privileged creditors	419 273 073	344 475 728
- Banks	18 351 867 699	17 230 358 201	- Banks	472 290 239	190 191 940
- Day by day loans	0	0	- Call loan	0	0
- Other short-term assets	90 365 223	202 765 168	- Refinancing BRB	0	0
2. Granted Credits	65 528 602 440	51 904 999 587	- Other short term liabilities	972 118 924	2 411 627 139
- Current account debtors	27 322 580 835	21 984 305 012	2. Deposits	96 108 059 116	79 144 725 105
- Bills for collection and comm.	31 748 250 216	24 530 434 506	- At sight deposits	64 098 147 571	58 578 676 188
- Syndicated coffee	2 597 044 732	930 920 155	- Term deposits	25 606 825 380	15 295 930 264
- Other syndicated credits	3 860 726 657	4 459 339 914	- Deposits books	6 403 086 165	5 270 118 653
3. Portfolio	17 936 770 000	8 409 500 000	- Cash vouchers	0	0
- Treasury bills and securities	17 127 270 000	7 600 000 000	3. Sundry	11 851 313 905	12 564 975 229
- investment bonds	809 500 000	809 500 000	4. Head office	0	0
4. Sundry	4 233 946 206	3 533 483 900	5. Special liabilities	17 671 623 921	13 885 459 446
5. Head Office	0	48 443 012	- Capital	10 010 000 000	6 820 000 000
6. Fixed asset	10 866 203 732	9 187 210 617	- Legal reserve	607 924 014	352 000 000
- Premises	8 928 462 483	7 765 694 740	- Available reserve	190 021	190 021
- Equipment and furniture	1 767 253 760	1 232 992 051	- Merger premium	54 661 000	54 661 000
- Other immobilizations	83 011 889	104 048 106	- Issuing premium	119 539 200	119 539 200
- Securities and investments	87 475 600	84 475 720	- General provision for risks	702 477 835	530 903 269
			- Miscellaneous contingencies	8 056 766	8 056 766
			- Internal guarantee fund	0	0
			- Revaluation of properties	6 168 775 085	6 000 109 190
			6. Income accounts	4 149 989 275	5 119 472 563
			- Profit for the previous year	0	0
			- Profit for the ongoing year	4 149 989 275	5 118 480 271
			- Profit carried forward	0	992 292
TOTAL	131 644 668 453	113 660 927 150	TOTAL	131 644 668 453	113 660 927 150

PROFIT AND LOSS ACCOUNT to 31/12/2010

DEBIT	31.12.2010	31.12.2009	CREDIT	31.12.2010	31.12.2009
1. Interests on deposits	1 787 413 771	1 203 612 866	1. Income on loans	9 700 387 695	6 958 691 597
2. Financial expenses on loans	58 253 026	22 543 047	2. Income on treasury investments	968 720 084	1 910 966 897
3. Staff' salaries	4 206 694 566	3 486 708 754	3. Income on portfolio securities	5 312 500	13 812 500
4. Operating expenses	2 128 272 332	1 944 613 732	4. Forex income	2 033 155 050	1 941 748 212
5. Taxes & excises	197 751 346	65 377 993	5. Income miscellaneous transactions	117 207 913	142 301 471
6. Forex dept. expenses	164 195 341	231 722 142	6. Recoveries on expenses	684 664 121	665 609 344
			7. Profit on asset transfers	34 087 314	0
			8. Miscellaneous profit	187 495 474	78 052 738
Payable charges	8 542 580 382	6 954 578 534	Income	13 731 030 151	11 711 182 759
Cash-flow	5 188 449 769	4 756 604 225			
7. Loss of exchange/reevaluation	0	0	9. Exchange profit on reevaluation	1 132 387 875	1 464 445 043
8. Depreciation	748 563 431	523 969 765	10. Recoveries on depreciation	1 559 151 407	2 310 437 726
9. Income tax	1 950 129 118	2 048 688 247			
10. Provisions for credit	740 760 303	772 146 442			
11. General provisions risks	171 574 566	68 202 269			
12. Provisions depreciation					
13. Provisions for securities	202 920	0			
14. Debts depreciation	118 769 438	0			
Profit	4 149 989 275	5 118 480 271			
Total	16 422 569 433	15 486 065 528	Total	16 422 569 433	15 486 065 528

AUDITOR'S REPORT - 2010 FISCAL YEAR

In compliance with the provisions of the Law n°1/017 of October 23rd, 2003 stipulating the regulations of Banks and Financial Institutions, we have the honor of presenting you the report on the completion of our controlling mandate as auditors during the 2010 fiscal year.

Our verification has been carried out in compliance with the generally admitted standards of international accounting revision and consisted of commenting the documents and other accounting records.

We have proceeded on the December 31st, 2010 to some verification by surveys and cross-checking and to usual asset controls. The verified states have been found in compliance with the accounting figures.

According to the general standards of control, we have examined the assets and liabilities situation and the losses and profits statement on December 31st, 2010. These statements are in compliance with the balance sheet of the verifications. We can assure the General Assembly that the assets exceed with an amount which is higher than the minimum capital as stipulated in article 26, the liabilities that the bank is liable to third parties.

To conclude our audit and in compliance with the Law n° 1/017 of October 23rd, 2003 we can certify that the annual accounts of BANCOBU for the 2010 fiscal year bring out a **total of the balance sheet of BIF 131 644 668 453 (Hundred thirty one billion six hundred forty-four million six hundred sixty-eight thousand four hundred and fifty three Burundian francs), and a net profit of BIF 4 149 989 275 (Four billion one hundred forty nine million nine hundred eighty-nine thousand and two hundred seventy-five Burundian francs)** and that the balance sheet, the losses and profits statement submitted to your approval reflect properly the financial situation of BANCOBU on the December 31st, 2010.

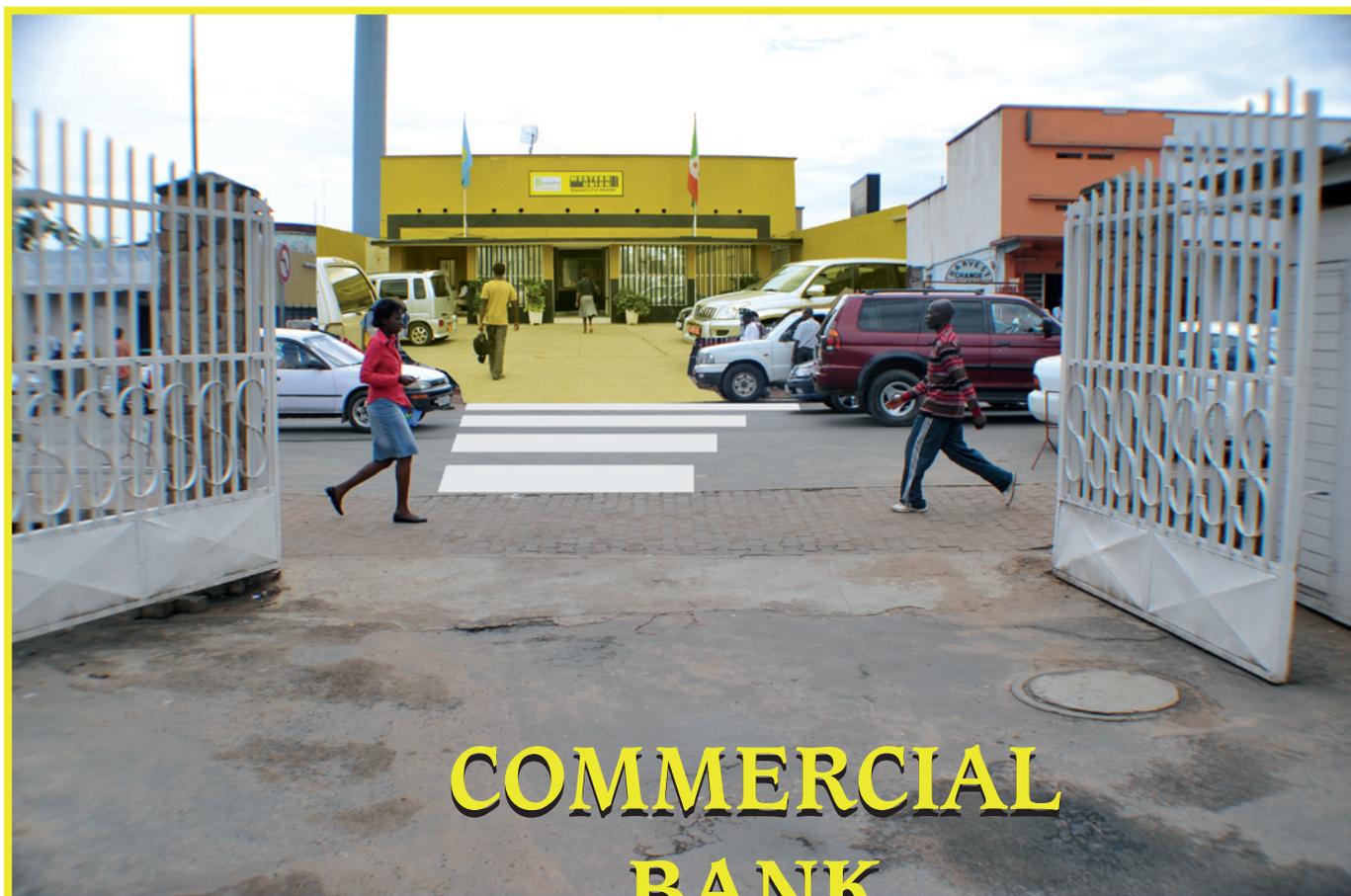
Bujumbura, April 5th, 2011

Auditor

DEM CONSULT



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**COMMERCIAL
BANK
OF BURUNDI
HEAD OFFICE**

RESOLUTIONS OF THE ORDINARY GENERAL MEETING OF SHAREHOLDERS Dated April 15, 2011.

First resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 48 of the Statutes of the Bank, after reviewing the report of the Board of Directors for the financial year 2010, approved the report unanimously.

Second resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 48 of the Statutes of the Bank, after considering the report of the External Auditor for the financial year 2010, approved the report unanimously.

Third resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 48 of the Statutes of the Bank, after having heard the report of the Board of Directors and the Auditor, unanimously approved the balance sheet, the profit and loss account and the result of the financial year 2010 estimated at BIF 4,149,989,275.

Fourth resolution :

Retained earnings for fiscal year 2009 being zero, the distributable result amounts to BIF 4,149,989,275. The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 49 of the Statutes of the Bank, proposed by the Board of Directors unanimously approved the allocation of distributable earnings as follows :

- Legal reserve	: 207,499,464
- Available reserve	: 946,000,000
- Dividends	: 2,200,000,000
- Directors' Fees	: 136,764,707
- Retained earnings	: 429,463
- Balance premium	: 659,295,641

Fifth resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 48 of the Statutes of the Bank, after having approved the accounts of the Bank, unanimously gives discharge to the Directors for their management of the financial year 2010.

Sixth resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 37, 41 and 48 of the Statutes of the Bank, after having approved the accounts of the Bank gives unanimously discharge to the Auditor for the control of financial year 2010.

Seventh resolution :

The Ordinary General Meeting of Shareholders of the BANCOBU, acting in accordance with Articles 16,37 and 41 of the Statutes of the Bank:

1°) Ratify the appointments of :

- Mrs. Léa NGABIRE, Director representing the State of Burundi Shareholder for a period of 4 years expiring at the Annual General Meeting of Shareholders of 2015 approving the accounts for the year 2014.
- Mr. Frédéric NTIMARUBUSA, Director for Shareholder INSS, for a period of 2 years expiring at the Annual General Meeting of Shareholders in 2013 to approve the accounts for the year 2012.

2°) Appoints :

- Mrs. Jacqueline NKUNDWA, Director representing the group of shareholders COTEBU OCIBU, BCC, COGERCO, ONATEL, OTB and REGIDESO for a period of 2 years expiring at the Annual General Meeting of Shareholders in 2013 approving the accounts of fiscal year 2012.

Done at Bujumbura on 15/04/2011.

**The officers of the Ordinary General Meeting of Shareholders :**

1. Ms. Lea Ngabire, President ;
2. Mr. Gérard RUZAGIRIZA, Scrutineer ;
3. Mrs. Seraphine Ngaruko, Scrutineer ;
4. Mr. Jean CIZA, Secretary ;
5. DEM-CONSULT, Auditor.

DISTRIBUTION NETWORK

HEAD OFFICE : BUJUMBURA

84, Chaussée Prince Louis RWAGASORE P.O. Box : 990 BUJUMBURA-BURUNDI
 Swift : BCBUBIBI Tel. : +257 22 26 52 00 Fax : +257 22 22 10 18
 E Mail : info@bancobu.com Web Site : www.bancobu.com

BRANCHES & COUNTERS

Head office - Bujumbura	Tél. : +257 22 21 18 52
Downtown Branch - Bujumbura	Tél. : +257 22 22 23 17
Gitega Branch - Gitega	Tél. : +257 22 40 26 18
Kayanza Branch - Kayanza	Tél. : +257 22 30 55 87
Muramvya Branch - Muramvya	Tél. : +257 22 26 31 17
Kirundo Branch - Kirundo	Tél. : +257 22 30 46 12
Cibitoke Branch - Cibitoke	Tél. : +257 22 26 22 52
Makamba Branch - Makamba	Tél. : +257 22 50 80 06
Ngozi Branch - Ngozi	Tél. : +257 22 30 22 36
Muyinga Branch - Muyinga	Tél. : +257 22 30 67 57
Rumonge Branch - Bururi	Tél. : +257 22 50 40 03
Asiatique Branch - Bujumbura	Tél. : +257 22 27 32 41
Brarudi Counter - Bujumbura	Tél. : +257 22 24 23 07
Bragita Counter - Gitega	Tél. : +257 22 40 26 18
Airport Counter - Bujumbura	Tél. : +257 22 24 28 98
Onatel Counter - Bujumbura	Tél. : +257 22 25 71 74
Kenya Airways Counter - Bujumbura	Tél. : +257 22 25 86 63
Mabanda Counter - Makamba	Tél. : +257 22 50 80 06
Kayogoro Counter - Makamba	Tél. : +257 22 50 80 06
Ruvumera Counter - Bujumbura	Tél. : +257 22 27 46 41
Central Market Counter - Bujumbura	Tél. : +257 22 26 53 36
Rugombo Counter - Cibitoke	Tél. : +257 22 26 52 00
PAFE Counter - Bujumbura	Tél. : +257 22 26 52 00

BRANCHES & COUNTERS TO BUILD IN 2011

Masanganzira	Ngozi
Nyanza-Lac	Makamba
Matana	Bururi

BRANCHES & COUNTERS TO BUILD IN 2012

Karuzi (Centre)	Karuzi
Bukeye	Muramvya
Musongati	Rutana



Legend

- Branches & Counters to build in 2011
- Branches & Counters to build in 2012
- ▲ Existing Bank Branches & Counters

NETWORK OPEN
7 DAYS / 7 DAYS



FOREIGN CORRESPONDENTS NETWORK

AMERICA

CITIBANK/NEW YORK
SWIFT : CITIUS33

ROYAL BANK OF CANADA/TORONTO
SWIFT : ROYCCAT2

EUROP

ING BELGIQUE/BRUXELLES,
SWIFT : BBRUBEBB

BNP Paribas FORTIS BANQUE/BRUXELLES,
SWIFT : GEBABEBB

COMMERZBANK/FRANKFURT

ASIA

BANK OF CHINA/SHANGHAI,
SWIFT : BKCHCNBJ

CHINA CONSTRUCTION,
BANK CORPORATION
SWIFT : PCBCCNBJ



AFRICA

CITIBANK/NAIROBI
SWIFT : CITIKENA

BANQUE COMMERCIALE DU RWANDA
KIGALI
SWIFT : BCRWRWRW

KENYA COMMERCIAL BANK
NAIROBI,
SWIFT : KCBLKENX