Table 1. Summary of Reporting Requirements

<table>
<thead>
<tr>
<th>Category</th>
<th>Frequency of Data</th>
<th>Frequency of Reporting</th>
<th>Frequency of Publication</th>
</tr>
</thead>
<tbody>
<tr>
<td>Exchange Rates</td>
<td>D</td>
<td>W</td>
<td>M</td>
</tr>
<tr>
<td>International Reserve Assets and Reserve Liabilities of the Monetary Authorities&lt;sup&gt;1&lt;/sup&gt;</td>
<td>W</td>
<td>W</td>
<td>M</td>
</tr>
<tr>
<td>Reserve/Base Money</td>
<td>W</td>
<td>W</td>
<td>M</td>
</tr>
<tr>
<td>Broad Money</td>
<td>M</td>
<td>M</td>
<td>M</td>
</tr>
<tr>
<td>Central Bank Balance Sheet</td>
<td>W</td>
<td>W</td>
<td>M</td>
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<tr>
<td>Consolidated Balance Sheet of the Banking System</td>
<td>M</td>
<td>M</td>
<td>M</td>
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<tr>
<td>Interest Rates&lt;sup&gt;2&lt;/sup&gt;</td>
<td>M</td>
<td>M</td>
<td>M</td>
</tr>
<tr>
<td>Consumer Price Index</td>
<td>M</td>
<td>M</td>
<td>M</td>
</tr>
<tr>
<td>Revenue, Expenditure, Balance and Composition of Financing&lt;sup&gt;3&lt;/sup&gt;</td>
<td>M</td>
<td>M</td>
<td>M</td>
</tr>
<tr>
<td>– General Government</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Revenue, Expenditure, Balance and Composition of Financing&lt;sup&gt;3&lt;/sup&gt;</td>
<td>M</td>
<td>M</td>
<td>M</td>
</tr>
<tr>
<td>– Central Government</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stocks of public sector and publically-Guaranteed Debt&lt;sup&gt;6&lt;/sup&gt;</td>
<td>A</td>
<td>A</td>
<td>A</td>
</tr>
<tr>
<td>External Current Account Balance</td>
<td>A</td>
<td>SA</td>
<td>A</td>
</tr>
<tr>
<td>Exports and Imports of Goods and Services</td>
<td>A</td>
<td>A</td>
<td>A</td>
</tr>
<tr>
<td>GDP/GNP</td>
<td>A</td>
<td>SA</td>
<td>A</td>
</tr>
</tbody>
</table>

<sup>1</sup>Includes reserve assets pledged or otherwise encumbered as well as net derivative positions.

<sup>2</sup>Both market-based and officially-determined, including discount rates, money market rates, rates on treasury bills, notes and bonds.

<sup>3</sup>Foreign, domestic bank, and domestic nonbank financing.

<sup>4</sup>The general government consists of the central government (budgetary funds, extra budgetary funds, and social security funds) and state and local governments.

<sup>5</sup>Including currency and maturity composition.

<sup>6</sup>Daily (D); Weekly (W); Monthly (M); Quarterly (Q); Annually (A); Semi-annually (SA); Irregular (!).
INTERNATIONAL MONETARY FUND

RWANDA

Request for a New Policy Support Instrument—Informational Annex

Prepared by the African Department
(In consultation with other departments)

Approved by Mark Plant and Christian Mumssen

May 28, 2010

- **Relations with the Fund.** Describes financial and technical assistance by the IMF and provides information on the safeguards assessment and exchange system.

- **Joint Bank-Fund Work Program.** Describes Bank-Fund collaboration through June 2011.
<table>
<thead>
<tr>
<th>Contents</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>I. Relations with the Fund</td>
<td>3</td>
</tr>
<tr>
<td>II. Joint Bank-Fund Work Program</td>
<td>9</td>
</tr>
</tbody>
</table>
APPENDIX I. RWANDA: RELATIONS WITH THE FUND

(As of April 30, 2010)

I. Membership Status: Joined: September 30, 1963; Article VIII

II. General Resources Account: SDR Million %Quota
Quota 80.10 100.00
Fund holdings of currency 80.11 100.02
Reserve Tranche Position 0.00 0.00

III. SDR Department: SDR Million %Allocation
Net cumulative allocation 76.82 100.00
Holdings 83.52 108.71

IV. Outstanding Purchases and Loans: SDR Million %Quota
PRGF Arrangements\(^1\) 9.72 12.14

V. Latest Financial Arrangements:

<table>
<thead>
<tr>
<th>Type</th>
<th>Arrangement</th>
<th>Date of</th>
<th>Expiration Date</th>
<th>Amount Approved (SDR Million)</th>
<th>Amount Drawn (SDR Million)</th>
</tr>
</thead>
<tbody>
<tr>
<td>PRGF</td>
<td>June 12, 2006</td>
<td>August 07, 2009(^2)</td>
<td>8.01</td>
<td>6.84</td>
<td></td>
</tr>
<tr>
<td>PRGF</td>
<td>August 12, 2002</td>
<td>June 11, 2006</td>
<td>4.00</td>
<td>4.00</td>
<td></td>
</tr>
<tr>
<td>PRGF</td>
<td>June 24, 1998</td>
<td>April 30, 2002</td>
<td>71.40</td>
<td>61.88</td>
<td></td>
</tr>
</tbody>
</table>

VI. Projected Payments to Fund\(^3\)

(FSDR Million; based on existing use of resources and present holdings of SDRs):

<table>
<thead>
<tr>
<th>Forthcoming</th>
<th>2010</th>
<th>2011</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Principal</td>
<td>0.06</td>
<td>0.40</td>
<td>0.68</td>
<td>1.14</td>
<td>1.60</td>
</tr>
<tr>
<td>Charges/Interest</td>
<td>0.00</td>
<td>0.00</td>
<td>0.02</td>
<td>0.02</td>
<td>0.02</td>
</tr>
<tr>
<td>Total</td>
<td>0.06</td>
<td>0.40</td>
<td>0.71</td>
<td>1.16</td>
<td>1.61</td>
</tr>
</tbody>
</table>

---

\(^1\) Now known as Extended Credit Facility (ECF).

\(^2\) On June 4, the PRGF was extended from June 11, 2009 to August 14, 2009, to allow time for the completion of the sixth and final review, and for making the final disbursement under the PRGF arrangement.

\(^3\) When a member has overdue financial obligations outstanding for more than three months, the amount of such arrears will be shown in this section.
VII. Implementation of HIPC Initiative:

I. Commitment of HIPC assistance

   Decision point date: Dec 2000
   Assistance committed by all creditors (US$ million): $695.50

   Of which:
   - IMF assistance (US$ million): $63.40
     (SDR equivalent in millions): $46.79

   Completion point date: Apr 2005

II. Disbursement of IMF assistance (SDR million)

   Assistance disbursed: $46.79
   Interim assistance: $14.45
   Completion point balance: $32.34
   Additional disbursement of interest income: $3.77

Total disbursements: $50.56

VIII. Implementation of Multilateral Debt Relief Initiative (MDRI)

I. MDRI-eligible debt (SDR Million): $52.74

   Financed by:
   - MDRI Trust: $20.19
   - Remaining HIPC resources: $32.55

II. Debt Relief by Facility (SDR million)

<table>
<thead>
<tr>
<th>Delivery Date</th>
<th>GRA</th>
<th>PRGT</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>January 2006</td>
<td>N/A</td>
<td>52.74</td>
<td>52.74</td>
</tr>
</tbody>
</table>

---

4 Assistance committed under the original framework is expressed in net present value (NPV) terms at the completion point, and assistance committed under the enhanced framework is expressed in NPV terms at the decision point. Hence these two amounts can not be added.

5 Under the enhanced framework, an additional disbursement is made at the completion point corresponding to interest income earned on the amount committed at the decision point but not disbursed during the interim period.

6 The Multilateral Debt Relief Initiative (MDRI) provides 100 percent debt relief to eligible member countries that are qualified for the assistance. The debt relief covers the full stock of debt owed to the Fund as of end-2004 which remains outstanding at the time the member qualifies for such debt relief. The MDRI is financed by bilateral contributions and the Fund's own resources, as well as the resources already disbursed to the member under the HIPC Initiative (see Section VII above).
**Decision point**—point at which the IMF and the World Bank determine whether a country qualifies for assistance under the HIPC Initiative and decide on the amount of assistance to be committed.

**Interim assistance**—amount disbursed to a country during the period between decision and completion points, up to 20 percent annually and 60 percent in total of the assistance committed at the decision point (or 25 percent and 75 percent, respectively, in exceptional circumstances).

**Completion point**—point at which a country receives the remaining balance of its assistance committed at the decision point, together with an additional disbursement of interest income as defined in footnote 4 above. The timing of the completion point is linked to the implementation of pre-agreed key structural reforms (i.e., floating completion point).

**IX. Safeguards Assessments:**

Under the Fund's safeguards assessment policy, the National Bank of Rwanda (NBR) was subject to an update assessment with respect to the PRGT arrangement approved on June 5, 2006 (effective June 12, 2006). The assessment’s priority recommendations concerned timely publication of the audited financial statements, further improving external audit arrangements, and full implementation of IFRS. An update safeguards assessment is not required in the case of the non-financial arrangement with the Fund such as the PSI, however, such assessment may be voluntary requested by the country.

**X. Exchange System:**

The currency of Rwanda is the Rwandan franc. On December 1998, Rwanda accepted the obligations under Article VIII, Sections 2, 3 and 4 of the IMF and maintains a system free of restrictions on the making of payments and transfers for current international transactions. As of May 14, 2010 the official exchange rate was RWF 579.07 per U.S. dollar. Under the revised classification of the exchange rate arrangements, Rwanda’s exchange rate is classified as “stabilized arrangement”. The official reference exchange rate is determined daily by the National Bank of Rwanda (NBR) using a 5 day weighted average rate of commercial bank rates and the NBR’s rate for the previous day’s operations to which a fixed margin of +/-0.6 percent is applied to derive the selling and buying rates. With a view to introducing more flexibility in its exchange rate policy, since March 24, 2010 NBR’s intervention in the foreign exchange market is based on interbank rates and at pre-set criteria.

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7 From January 16th, 2009 to January 11th, 2010, The NBR’s average reference rate (ARR) was calculated as the ten days weighted moving average. With effect from January 12th, 2010, the ARR has changed to 5 days moving average.
XI. Article IV Consultation:

Rwanda is on the revised 24-month consultation cycle. The Executive Board discussed the staff report for the 2008 Article IV consultation (IMF Country Report No. 09/58) on January 12, 2009.

XII. FSAP Participation, ROSCs, and OFC Assessments:

A Report on Observance of Standards and Codes on Fiscal Transparency (ROSC) was issued in July 2003. A Financial Sector Assessment Program (FSAP) took place in February 2005. Rwanda has not had an Offshore Financial Center (OFC) assessment.

XIII. Technical Assistance and Future Priorities:

List of Technical Assistance Missions

2004  AFRITAC East expert on financial regulations.
2004  AFRITAC East mission on treasury reforms.
2004  AFRITAC East expert on implementing cash flow planning and banking arrangements.
2004  FAD tax administration expert on strengthening of revenue administration.
2004  FAD mission on revenue administration.
2004  MFD/LEG mission on Anti-Money Laundering and Combating the Financing of Terrorism.
2004  MFD expert on banking supervision and regulation.
2004  MFD expert on monetary policy, monetary operations, and money markets.
2004  MFD missions on on-site banking supervision.
2005  AFRITAC East expert follow up on cash management.
2005  MFD/LEG mission on Anti-Money Laundering and Combating the Financing of Terrorism.
2005  MFD mission on financial statements of specific bank.
2005  MFD-WB joint FSAP mission.
2005  LEG mission on customs legislation.
2005  STA mission on Balance of Payments statistics.
2005  LEG mission on tax legislation.
2005  FAD expert on tax administration.
2005  MFD resident expert on monetary operations, monetary policy, money markets.
2005  MFD expert on banking supervision.
2005  LEG mission on drafting an amendment to the banking law.
2005  MFD mission on banking supervision and bank restructuring.
2006  AFRITAC East experts on establishing intergovernmental fiscal unit in the MOF.
2006  FAD advisor trade facilitation.
2006  MFD FSAP-follow up advisory mission on monetary and foreign exchange operations and NBR internal audit.
2006  LEG mission to strengthen legal and regulatory framework for bank supervision.
2006 AFRITAC East advisors on finalization of OBL and financial regulations
2007 AFRITAC East advisors on workshops for implementation of OBL and financial regulations.
2007 MCM expert on bank restructuring.
2007 MCM expert on foreign exchange operations.
2008 LEG mission to assist the Ministry of Finance in modernizing the tax system.
2008 LEG mission on banking legislation.
2008 MCM expert on foreign exchange operations.
2008 MCM mission to assist in building up internal audit in the central bank.
2008 FAD expert on revenue administration.
2008 AFRITAC East advisors on (i) improving the budget preparation process and budget accounting, and (ii) changing to the GFS2001-based economic classification (jointly with STA).
2008 MCM mission on monetary policy operations, foreign exchange operations, and assessment of the financial health of banks.
2008 AFRITAC East advisors on enhancement of national accounts estimation.
2009 MCM mission on liquidity management.
2009 MCM mission on bank supervision.
2009 STA mission on rebasing consumer and producer price indices.
2009 FAD/AFRITAC East mission to review progress and set the program for TA in budget reform and PFM.
2009 FAD/AFRITAC East mission on customs risk management and valuation.
2009 AFRITAC East advisors on (i) enhancing comprehensiveness and transparency of the fiscal budget and (ii) reform strategy for introduction of program budgeting.
2009 AFRITAC East advisors on quarterly GDP compilation.
2009 AFRITAC East workshop on national accounts.
2009 AFRITAC East advisors on (i) developing a framework for adopting a capital charge for market risk, (ii) enhancements to offsite surveillance system, and (iii) payment system modernization.
2009 AFRITAC East advisors on operational policy development and compliance management in revenue administration.
2009 AFRITAC East workshop on strengthening tax audit and collection enforcement.
2009 FAD/AFRITAC East mission on strengthening fiscal management.
2009 FAD technical assistance evaluation mission.
2009 FAD mission on tax Administration.
2009 FAD/AFRITAC East training in financial programming & macro-fiscal analysis.
2009 FAD/AFRITAC East mission on bringing external funds on budget.
2009 FAD/AFRITAC East mission on improving budgeting of external funds and expenditure to local government.
2009 FAD/AFRITAC East mission to install expert on revenue administration.
2009 FAD mission on customs business strategy.
2009 FAD mission on customs post-clearance audit training and compliance.
2009 FAD training on tax audit.
2009 FAD mission on customs information technology.
2009 LEG mission on payments and settlements systems law.
2009  MCM mission on internal audit.
2009  MCM /AFRITAC mission on non bank PSs, stakeholder issues and NPs strategy implementations.
2009  MCM mission on financial stability.
2009  MCM mission on banking supervision.
2009  MCM/AFRITAC East training in basic bank supervision skills.
2009  MCM/AFRITAC East mission to assist the NBR to assess the current status of Rwanda's banking system.
2009  MCM mission on monetary policy and FOREX.
2009  STA/AFRITAC East mission on improving the PPI.
2009  STA AFRITAC East mission on consumer price statistics.
2009  STA/AFRITAC East mission to assist in launching and facilitating discussions on Rwanda’s national accounts compilation.
2009  STA/AFRITAC East mission on quarterly national accounts compilation.
2009  STA/AFRITAC East mission on monetary policy and FOREX.
2010  STA/AFRITAC East mission on national accounts statistics.
2010  LEG mission on payment & settlement systems.
2010  MCM/AFRITAC East mission to develop examination procedures.
2010  STA mission to review data reporting systems.

Future priorities

The priorities for the Fund’s technical assistance in the next year will be in the area of monetary and exchange rate management, supervision of bank and nonbank financial institutions, public finance management and compilation of national account statistics.

XIV. Resident Representative:

Mr. Dmitry Gershenson assumed his duties as Resident Representative in February 2009.

XV. Management Visit:

The Deputy Managing Director, Mr. Portugal, visited Rwanda during May 3–5, 2007.
## I. Mutual Information on Relevant Work Program

### A. Strategy and Analytical Work

- **Education – Country Status Report**
  - Ongoing
- **Multi-year Education Policy Analysis**
  - July 2010
- **First Rwanda: Financial Sector Development Program (FSDP) II (Technical Assistance)**
  - Ongoing
- **Technical Assistance for Public Expenditure Management in Rwanda**
  - June 2010
- **Finance and Private Sector Dialogue**
  - Ongoing
- **Support to Agriculture Policy Reforms (Technical Assistance)**
  - Ongoing
- **Support on Public-Private Partnerships in ICT Sector**
  - June 2010
- **Technical Assistance and capacity Building to the VUP**
  - July 2010
- **Rwanda Health System Strengthening**
  - July 2010
- **Social Risk Management of Climate Change**
  - May 2011

### B. Ongoing and New Projects

- **Decentralization and Community Development**
  - June 2010
- **Public Sector Capacity Building Project**
  - Ongoing
- **Second Rural Sector Support Project**
  - Ongoing
- **Second Emergency Demobilization and Reintegration Project**
  - Ongoing
- **Land Husbandry, Water harvesting and Hillside Irrigation Project**
  - Ongoing
- **Rwanda Electricity Access Scale-up and Sector-wide approach Project**
  - Ongoing
- **Sustainable Energy Development Project (GEF)**
  - Ongoing
- **Integrated Management of Critical Ecosystem Project (GEF)**
  - Ongoing
- **Second Community Living Standards Grant**
  - Ongoing
- **Poverty Reduction Support Grant -VI**
  - Ongoing
- **E-Rwanda**
  - Ongoing
<table>
<thead>
<tr>
<th>Title</th>
<th>Products/Activity</th>
<th>Provisional timing of mission (if relevant)</th>
<th>Expected delivery date</th>
</tr>
</thead>
<tbody>
<tr>
<td>IMF Work Program</td>
<td>A. Missions</td>
<td>First Review Under the Policy Support Instrument</td>
<td>September 2010</td>
</tr>
<tr>
<td></td>
<td>B. Analytical Work.</td>
<td>Some Considerations in the Design of a Liquidity Supervision Framework for Banks in Rwanda</td>
<td>September 2010</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Understanding the Exchange Rate Pass-Through to Domestic Prices in the EAC Region: Implications for Prospects of Monetary Integration.</td>
<td>December 2010</td>
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<td></td>
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<td>Estimating the behavioral Equilibrium Exchange Rate for the EAC Countries</td>
<td>December 2010</td>
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<td>Monetary Policy Transmission in EAC Countries</td>
<td>December 2010</td>
</tr>
<tr>
<td>II. Request for Work Program Inputs</td>
<td>Bank Request to Fund</td>
<td>Impact of the global economic crisis on key macro indicators and growth in Rwanda</td>
<td>Ongoing</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Sharing macro-framework updates</td>
<td>As needed</td>
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</tbody>
</table>