

STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31ST MARCH, 2018

	2018 GH¢'000	2017 GH¢'000
Interest income	29,987	23,957
Interest expense	(9,203)	(7,554)
Net interest income	20,783	16,403
Fees and commission income	5,711	5,271
Fees and commissions expenses	(776)	(705)
Net Fees and commission income	4,936	4,565
Net Trading Income	25,719	20,968
Other income	5,886	6,251
Operating income	31,604	27,219
Impairment Charges on loans and advances	(3,056)	(844)
Operating expenses	(21,069)	(18,372)
Profit/(Loss) before taxation	7,479	8,003
Income tax expense	(2,094)	(1,761)
Profit/(Loss) for the period	5,385	6,242

STATEMENT OF FINANCIAL POSITION

AS AT 31ST MARCH, 2018

	2018 GH¢'000	2017 GH¢'000
Assets		
Cash and balances with Bank of Ghana	115,415	100,050
Investment	296,073	355,795
Deposits and balances due from banking institutions	47,764	29,202
Loans and advances to customers (net)	518,634	480,047
Other assets	57,305	49,483
Taxation	3,214	4,066
Property, plant and equipment	58,968	50,193
Investment Property	14,900	14,900
	-	-
Total assets	1,112,273	1,083,736
Liabilities		
Customer deposits	624,811	671,676
Borrowings	275,101	223,239
Other liabilities	18,787	18,638
Deferred Tax Liabilities	-	-
Total liabilities	918,699	913,553
Capital resources		
Stated capital	100,961	100,961
Retained deficit	(16,497)	(21,315)
Credit risk reserve	48,173	41,560
Statutory reserve	60,937	48,977
Shareholders' funds	193,574	170,183
Total liabilities and shareholders funds	1,112,273	1,083,736

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31ST MARCH, 2018

	2018 GH¢'000	2017 GH¢'000
Cash generated from operations		
Profit before taxation	7,479	8,003
Adjustments for:		
Depreciation of property, plant and equipment	1,485	991
Gain on disposal of property and equipment	-	-
Profit before working capital changes	8,964	8,993
Increase in Loans & advances	(38,587)	(103,751)
Decrease in Investments	59,722	143,253
(Increase)/Decrease in Other assets	(7,822)	1,551
(Decrease)/Increase in Customer deposits	(46,865)	210,469
Increase/(Decrease) Borrowings	51,862	(198,542)
Increase/(Decrease) in Other liabilities	12,132	(42,758)
Tax paid	(1,657)	(1,363)
Cash generated from operations	37,751	17,852
Investing activities		
Purchase of property and equipment	(3,823)	(3,133)
Investment property	-	(8,200)
Proceeds from disposal of property, plant and equipment	-	-
Net cash used in investing activities	(3,823)	(11,333)
Financing activities		
Additional capital introduced	-	-
Loan contracted	-	-
Net cash generated from financing activities	-	-
(Decrease) / Increase in cash and cash equivalents	33,927	6,519
Cash and cash equivalents at 1 Jan	129,252	122,733
Cash and cash equivalents at 31 Mar	163,180	129,252

1.0 Risk Management Disclosures

Taking risk is core in the business of Banking. In the performing of its statutory duties, the Bank analyses, evaluates and assumes positions of taking calculated risks. The Bank's aim is therefore to achieve an appropriate balance between risk and return and minimize potential adverse effects on its financial performance. The most significant risks faced by the Bank include but not limited to:

- Credit Risk**
- Liquidity Risk**
- Market Risk (Risks related to currency trading, interest rate etc.)**
- Operational Risk**
- Compliance Risk**

1.1 Risk Management Framework

The Board of Directors have overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established a Risk and Compliance Committee for the management of risk in the Bank. The arm of the committee within management is the Risk Management Department which assists it, in the discharge of this responsibility. The Bank's risk management policies are established to identify and analyse the risks faced by the Bank; to set appropriate risk limits and controls; and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered.

Through the compliance department, the Bank ensures it complies with all prudential and regulatory guidelines in the pursuit of profitable Banking opportunities while avoiding excessive, unnecessary and uncontrollable risk exposures. Risks being an inherent feature in the business of the banking, various mitigating measures are put in place to better manage risk.

All risk management policies are formulated at the board level through the Board Committee of Risk and Compliance. The Bank, through its training; management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees appreciate their roles and obligations in managing risk.

1.2 Quantitative and Qualitative Disclosures

	2018	2017
Capital Adequacy Ratio	17.93%	17.11%
Non-Performing Loan Ratio	20.70%	16.06%
Statutory Default (number)	Nil	Nil
Statutory Default Sanction (GHS'000)	Nil	Nil

The financial statements were approved by the board of directors and were signed on its behalf by:

Kobby Andah

 Managing Director

Stephan Ata

 Chairman