

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30TH SEPTEMBER, 2018

	2018 GH¢'000	2017 GH¢'000
Interest income	90,213	86,222
Interest expense	(26,423)	(34,093)
Net interest income	63,789	52,130
Fees and commission income	17,003	17,080
Fees and commissions expenses	(1,943)	(2,062)
Net Fees and commission income	15,060	15,018
Net Trading Income	78,850	67,147
Other income	21,199	16,432
Operating income	100,049	83,580
Impairment Charges on loans and advances	(9,745)	(4,725)
Operating expenses	(67,664)	(58,003)
Profit/(Loss) before taxation	22,641	20,852
Income tax expense	(6,113)	(5,004)
Profit/(Loss) for the period	16,528	15,847

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT 30TH SEPTEMBER, 2018

	2018 GH¢'000	2017 GH¢'000
Assets		
Cash and balances with Bank of Ghana	127,360	119,617
Investment	286,048	290,529
Deposits and balances due from banking institutions	40,808	39,043
Loans and advances to customers (net)	550,444	513,285
Other assets	33,112	55,638
Taxation	3,275	3,725
Property, plant and equipment	57,260	53,712
Investment Property	8,200	14,900
	-	-
Total assets	1,106,506	1,090,448
Liabilities		
Customer deposits	635,351	576,618
Borrowings	241,227	315,113
Other liabilities	25,211	18,929
Deferred Tax Liabilities	-	-
Total liabilities	901,790	910,660
Capital resources		
Stated capital	100,961	100,961
Retained deficit	(13,383)	(12,272)
Credit risk reserve	56,201	42,122
Statutory reserve	60,937	48,977
Shareholders' funds	204,717	179,788
Total liabilities and shareholders funds	1,106,506	1,090,448

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 30TH SEPTEMBER, 2018

	2018 GH¢'000	2017 GH¢'000
Cash generated from operations		
Profit before taxation	22,641	20,852
Adjustments for:		
Depreciation of property, plant and equipment	4,591	4,249
Gain on disposal of property and equipment	-	(103)
Loss on disposal of investment property	1,157	-
Profit before working capital changes	28,389	24,998
Increase in Loans & advances	(61,006)	(113,586)
Decrease/(Increase) in Investments	213,330	(36,337)
Decrease/(Increase) in Other assets	47,563	(9,272)
(Decrease)/Increase in Customer deposits	(244,499)	87,446
(Decrease)/Increase in Borrowings	(8,687)	76,256
Increase in Other liabilities	2,099	3,417
Tax paid	(5,736)	(4,266)
Cash generated from operations	(28,547)	28,655
Investing activities		
Purchase of property and equipment	(5,221)	(17,959)
Investment property	5,543	(8,200)
Proceeds from disposal of property, plant and equipment	-	169
Net cash used in investing activities	322	(25,990)
Financing activities		
Additional capital introduced	-	-
Loan contracted	-	-
Net cash generated from financing activities	-	-
(Decrease) / Increase in cash and cash equivalents	(28,226)	2,665
Cash and cash equivalents at 1 Jan	196,394	155,994
Cash and cash equivalents at 30 Sep	168,168	158,659

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	19.57%	16.61%
Non-Performing Loan Ratio	19.37%	15.97%
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