

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30TH JUNE, 2018

	2018 GH¢'000	2017 GH¢'000
Interest income	59,510	50,440
Interest expense	(18,332)	(17,067)
Net interest income	41,177	33,373
Fees and commission income	12,800	10,943
Fees and commissions expenses	(1,228)	(1,656)
Net Fees and commission income	11,571	9,287
Net Trading Income	52,749	42,659
Other income	13,489	12,997
Operating income	66,238	55,656
Impairment Charges on loans and advances	(7,079)	(3,156)
Operating expenses	(43,726)	(38,070)
Profit/(Loss) before taxation	15,433	14,430
Income tax expense	(4,167)	(3,391)
Profit/(Loss) for the period	11,266	11,039

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT 30TH JUNE, 2018

	2018 GH¢'000	2017 GH¢'000
Assets		
Cash and balances with Bank of Ghana	142,141	88,562
Investment	224,625	452,306
Deposits and balances due from banking institutions	28,073	15,142
Loans and advances to customers (net)	560,487	481,327
Other assets	55,935	75,021
Taxation	2,943	3,975
Property, plant and equipment	58,059	54,334
Investment Property	14,900	14,900
	-	-
Total assets	1,087,164	1,185,567
Liabilities		
Customer deposits	646,204	743,278
Borrowings	217,556	212,135
Other liabilities	23,949	55,175
Deferred Tax Liabilities	-	-
Total liabilities	887,709	1,010,588
Capital resources		
Stated capital	100,961	100,961
Retained deficit	(18,249)	(17,272)
Credit risk reserve	55,806	42,314
Statutory reserve	60,937	48,977
Shareholders' funds	199,455	174,980
Total liabilities and shareholders funds	1,087,164	1,185,567

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

Kobby Andah

 Managing Director

Stephan Ata

 Chairman

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 30TH JUNE, 2018

	2018 GH¢'000	2017 GH¢'000
Cash generated from operations		
Profit before taxation	15,433	14,430
Adjustments for:		
Depreciation of property, plant and equipment	2,957	2,714
Gain on disposal of property and equipment	-	(84)
Profit before working capital changes	18,390	17,059
Increase in Loans & advances	(79,159)	(92,282)
Decrease in Investments	227,681	469,762
Decrease / (Increase) in Other assets	19,085	(9,762)
(Decrease) / Increase in Customer deposits	(97,074)	246,381
Increase / (Decrease) in Borrowings	5,422	(624,601)
Decrease in Other liabilities	(19,989)	(20,602)
Tax paid	(3,459)	(2,902)
Cash generated from operations	70,897	(16,947)
Investing activities		
Purchase of property and equipment	(4,387)	(20,647)
Investment property	-	-
Proceeds from disposal of property, plant and equipment	-	148
Net cash used in investing activities	(4,387)	(20,499)
Financing activities		
Additional capital introduced	-	-
Loan contracted	-	-
Net cash generated from financing activities	-	-
(Decrease) / Increase in cash and cash equivalents	66,510	(37,445)
Cash and cash equivalents at 1 Jan	103,704	141,150
Cash and cash equivalents at 30 June	170,214	103,704

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	18.78%	17.21%
Non-Performing Loan Ratio	19.18%	16.00%
Statutory Default (number)	Nil	Nil
Statutory Default Sanction (GHS'000)	Nil	Nil