

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER, 2019

	2019 GH¢'000	2018 GH¢'000
Interest income	137,381	90,213
Interest expense	(31,833)	(26,423)
<b>Net interest income</b>	<b>105,548</b>	<b>63,789</b>
Fees and commission income	19,318	17,003
Fees and commissions expenses	(2,243)	(1,943)
<b>Net Fees and commission income</b>	<b>17,075</b>	<b>15,060</b>
<b>Net Trading Income</b>	<b>35,651</b>	<b>18,919</b>
Other income	2,722	2,281
<b>Net Trading and other income</b>	<b>38,373</b>	<b>21,199</b>
<b>Operating Income</b>	<b>160,996</b>	<b>100,049</b>
Net Impairment loss on financial instruments	(17,007)	(9,745)
Operating expenses	(77,338)	(67,664)
<b>Profit before Income tax</b>	<b>66,651</b>	<b>22,641</b>
Income tax expense	(19,691)	(6,113)
<b>Profit for the period</b>	<b>46,961</b>	<b>16,528</b>

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	2019 GH¢'000	2018 GH¢'000
<b>Assets</b>		
Cash and cash equivalents	157,656	127,360
Investments	760,345	286,048
Deposits and balances due from banking institutions	125,750	40,808
Loans and advances to customers	658,522	550,444
Other assets	29,526	33,112
Deferred tax assets	2,201	3,275
Property and equipment	59,147	57,260
Investment property	8,200	8,200
	-	-
<b>Total assets</b>	<b>1,801,347</b>	<b>1,106,506</b>
<b>Liabilities</b>		
Deposits from customers	876,609	635,351
Borrowings	300,610	241,227
Other liabilities	36,775	25,211
Current income tax liability	10,907	-
	-	-
<b>Total liabilities</b>	<b>1,224,901</b>	<b>901,790</b>
<b>Equity</b>		
Stated capital	422,289	100,961
Income surplus account	29,909	(13,383)
Regulatory credit risk reserve	51,024	56,201
Statutory reserve	73,224	60,937
	-	-
<b>Total equity</b>	<b>576,446</b>	<b>204,717</b>
<b>Total liabilities and equity</b>	<b>1,801,347</b>	<b>1,106,506</b>

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 30 SEPTEMBER 2019

	2019 GH¢'000	2018 GH¢'000
<b>Cash flow from operating activities</b>		
Profit before Income tax	66,651	22,641
<b>Adjustments for:</b>		
Depreciation and amortisation	5,101	4,591
Gains on disposal of property and equipment	(77)	1,157
<b>Operating cash flows before changes in working capital</b>	<b>71,675</b>	<b>28,389</b>
Change in loans & advances	(93,464)	(61,006)
Change in investment securities	(375,107)	213,330
Change in other assets	9,304	47,563
Change in deposits from Customer	86,339	(244,499)
Change in borrowings	93,383	(8,687)
Change in other liabilities	20,614	2,099
Tax paid	(6,785)	(5,736)
<b>Cash flow (used in)/ generated from operations</b>	<b>(194,041)</b>	<b>(28,547)</b>
<b>Cash flow from Investing activities</b>		
Purchase of property and equipment	(8,088)	(5,221)
Proceeds from disposal of property and equipment	77	-
Proceeds from sale of Investment property	-	5,543
<b>Net cash flows generated from investing activities</b>	<b>(8,011)</b>	<b>322</b>
<b>cash flows from financing activities</b>		
Additional capital introduced	282,768	-
<b>Net cash used in financing activities</b>	<b>282,768</b>	<b>-</b>
Net Increase / decrease in cash and cash equivalents	80,715	(28,226)
Cash and cash equivalents at 1 January	202,691	196,394
Cash and cash equivalents at 30 September	283,407	168,168

### 1. Risk Management Disclosures

Taking risk is core in the business of Banking. In carrying out its core business, 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:

- Credit Risk
- Liquidity Risk and
- Market Risk (i.e. risks related to mainly currency trading and interest rate risk)

### 2. Quantitative Disclosures

	2019	2018
Capital Adequacy Ratio	47.76%	19.57%
Non-Performing Loan Ratio	15.63%	19.37%
Liquid Ratio	207.32%	147.31%

### 3. 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 and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees appreciate their roles and obligations.

### 4. Defaults in statutory liquidity and accompanying sanctions

	2019	2018
Statutory default (number)	Nil	Nil
Statutory default Sanction	Nil	Nil