

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2020

	2020 GH¢'000	2019 GH¢'000
Interest income	160,085	137,381
Interest expense	(38,456)	(31,833)
<b>Net interest income</b>	<b>121,629</b>	<b>105,548</b>
Fees and commission income	18,519	19,318
Fees and commissions expenses	(1,912)	(2,243)
<b>Net Fees and commission income</b>	<b>16,608</b>	<b>17,075</b>
Net Trading Income	33,572	35,651
Other income	2,238	2,722
<b>Net Trading and other income</b>	<b>35,810</b>	<b>38,373</b>
<b>Operating Income</b>	<b>174,047</b>	<b>160,996</b>
Net Impairment loss on financial instruments	(16,985)	(17,007)
Operating expenses	(83,032)	(77,338)
<b>Profit before Income tax</b>	<b>74,030</b>	<b>66,651</b>
Income tax expense	(25,505)	(19,691)
<b>Profit for the period</b>	<b>48,525</b>	<b>46,961</b>

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020

	2020 GH¢'000	2019 GH¢'000
<b>Assets</b>		
Cash and cash equivalents	230,402	157,656
Investments	808,155	760,345
Deposits and balances due from banking institutions	50,959	125,750
Loans and advances to customers	750,315	658,522
Other assets	48,936	29,526
Taxation	-	2,201
Property and equipment	79,606	59,147
Non-current asset held for sale	30,744	8,200
<b>Total assets</b>	<b>1,999,118</b>	<b>1,801,347</b>
<b>Liabilities</b>		
Deposits from Customers	948,729	876,609
Deposits from Banks	18,007	26,581
Borrowings	334,682	274,030
Other liabilities	56,948	36,775
Taxation	10,419	10,907
<b>Total liabilities</b>	<b>1,368,784</b>	<b>1,224,901</b>
<b>Equity</b>		
Stated capital	422,289	422,289
Income surplus account	52,025	29,909
Regulatory credit risk reserve	50,448	51,024
Statutory reserve	105,572	73,224
<b>Total equity</b>	<b>630,333</b>	<b>576,446</b>
<b>Total liabilities and equity</b>	<b>1,999,118</b>	<b>1,801,347</b>

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

Kobby Andah

.....  
Managing Director

Francis Kalitsi

.....  
Chairman

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2020

	2020 GH¢'000	2019 GH¢'000
<b>Cash flow from operating activities</b>		
Profit before Income tax	74,030	66,651
<b>Adjustments for:</b>		
Depreciation and amortisation	10,824	5,101
Gains on disposal of property and equipment	(43)	(77)
<b>Profit before working capital changes</b>	<b>84,811</b>	<b>71,675</b>
<b>Changes in:</b>		
Loans & advances	(24,771)	(93,464)
Investments	25,025	(375,107)
Other assets	(18,721)	9,304
Deposits from customers	(135,088)	86,339
Deposits from banks and other financial institutions	(17,008)	26,581
Borrowings	34,882	66,803
Other liabilities	24,785	20,614
Taxation	(12,157)	(6,785)
<b>Cash generated from operations</b>	<b>(38,242)</b>	<b>(194,041)</b>
<b>Investing activities</b>		
Purchase of property and equipment	(3,779)	(8,088)
Proceeds from disposal of property and equipment	43	77
<b>Net cash flows generated from investing activities</b>	<b>(3,736)</b>	<b>(8,011)</b>
<b>Cash flows from financing activities</b>		
Additional capital introduced	-	282,768
Dividends paid	(13,858)	-
<b>Net cash used in financing activities</b>	<b>(13,858)</b>	<b>282,768</b>
Net decrease in cash and cash equivalents	(55,836)	80,715
Cash and cash equivalents at 1 January	337,198	202,691
<b>Cash and cash equivalents at 30 September</b>	<b>281,362</b>	<b>283,407</b>

### 1.0 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)

### 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. Risk being an inherent feature in the business of the banking, various mitigating measures are put in place to better manage it.

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.

### 1.2 Quantitative and Qualitative Disclosures

	2020	2019
Capital Adequacy Ratio	43.73%	47.76%
Non-Performing Loan Ratio	20.22%	15.63%
Liquid Ratio	174.27%	207.32%

### Compliance with Statutory requirement

	2020	2019
Default in Statutory Liquidity	Nil	Nil
Default in Statutory Liquidity Sanctions (GH¢'000)	Nil	Nil
Other Regulatory Penalties (GH¢'000)	30	Nil