

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2020**

	2020 GH¢'000	2019 GH¢'000
Interest income	103,798	89,664
Interest expense	(27,037)	(19,932)
Net interest income	76,762	69,732
Fees and commission income	11,494	11,893
Fees and commissions expenses	(1,116)	(1,576)
Net Fees and commission income	10,378	10,317
Net Trading Income	26,553	29,555
Other income	2,215	2,588
Net Trading and other income	28,768	32,143
Operating Income	115,908	112,192
Net Impairment loss on financial instruments	(10,191)	(12,270)
Operating expenses	(55,818)	(51,120)
Profit before Income tax	49,898	48,802
Income tax expense	(16,916)	(14,152)
Profit for the period	32,982	34,649

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS
AT 30 JUNE 2020**

	2020 GH¢'000	2019 GH¢'000
Assets		
Cash and cash equivalents	111,462	159,890
Investments	896,094	755,371
Deposits and balances due from banking institutions	158,784	47,213
Loans and advances to customers	791,127	577,552
Other assets	31,347	49,532
Taxation	-	2,201
Property and equipment	81,409	54,634
Non - current asset held for sale	30,744	8,200
Total assets	2,100,967	1,654,593
Liabilities		
Deposits from Customers	1,044,450	859,218
Borrowings	381,034	197,488
Other liabilities	55,039	25,044
Taxation	5,654	8,709
Total liabilities	1,486,176	1,090,459
Equity		
Stated capital	422,289	422,289
Income surplus account	20,353	16,392
Regulatory credit risk reserve	66,577	52,230
Statutory reserve	105,572	73,224
Total equity	614,790	564,134
Total liabilities and equity	2,100,967	1,654,593

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 JUNE 2020**

	2020 GH¢'000	2019 GH¢'000
Cash flow from operating activities		
Profit before Income tax	49,898	48,802
Adjustments for:		
Depreciation and amortisation	7,082	3,235
Gains on disposal of property and equipment	-	(77)
Profit before working capital changes	56,980	51,960
Changes in:		
Loans & advances	(65,583)	(12,494)
Investments	(62,914)	(370,134)
Other assets	(1,133)	(10,703)
Deposits from Customer	(39,367)	68,948
Deposits from banks and other financial institutions	(35,015)	-
Borrowings	81,234	(9,739)
Other liabilities	22,875	2,183
Taxation	(8,333)	(3,444)
Cash generated from operations	(51,255)	(283,422)
Investing activities		
Purchase of property and equipment	(1,840)	(1,710)
Proceeds from disposal of property and equipment	-	77
Proceeds from disposal of Non Current Asset Held for Sale	-	6,700
Net cash flows generated from investing activities	(1,840)	5,067
Cash flows from financing activities		
Additional capital introduced	-	282,768
Dividends paid	(13,858)	-
Net cash used in financing activities	(13,858)	282,768
Net decrease in cash and cash equivalents	(66,953)	4,412
Cash and cash equivalents at 1 January	337,198	202,691
Cash and cash equivalents at 30 June	270,245	207,104

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. 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.

1.2 Quantitative and Qualitative Disclosures

	2020	2019
Capital Adequacy Ratio	36.3%	55.59%
Non-Performing Loan Ratio	19.59%	17.03%
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)	Nil	Nil