

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2021

	2021 GH¢'000	2020 GH¢'000
Interest income	112,428	103,798
Interest expense	(19,189)	(27,036)
<b>Net interest income</b>	<b>93,239</b>	76,762
Fees and commission income	12,887	11,494
Fees and commission expenses	(865)	(1,116)
<b>Net fees and commission income</b>	<b>12,022</b>	10,378
Net trading income	10,843	26,553
Other operating income	1,363	2,215
<b>Net trading and other operating income</b>	<b>12,206</b>	28,768
<b>Operating income</b>	<b>117,467</b>	115,908
Net impairment loss on financial instruments	(11,366)	(10,191)
Personnel expenses	(24,907)	(23,946)
Depreciation and amortisation	(7,619)	(7,083)
Other expenses	(23,722)	(24,790)
<b>Profit before income tax</b>	<b>49,853</b>	49,898
Income tax expense	(17,841)	(16,916)
<b>Profit for the period</b>	<b>32,012</b>	32,982

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	2021 GH¢'000	2020 GH¢'000
<b>Assets</b>		
Cash and cash equivalents	478,273	413,682
Loans and advances to customers	770,067	791,127
Investment securities	1,219,300	752,657
Deferred income tax assets	4,671	-
Intangible assets	5,898	7,184
Other assets	108,943	31,348
Right-of-use asset	18,945	21,109
Property and equipment	55,038	53,116
Non-current assets held for sale	-	30,744
<b>Total assets</b>	<b>2,661,135</b>	2,100,967
<b>Liabilities</b>		
Deposits from customers	1,161,016	1,044,450
Deposits from banks	236,695	-
Current income tax liabilities	3,609	4,340
Deferred income tax liabilities	-	1,314
Borrowings	532,805	381,034
Lease liabilities	15,498	17,519
Other liabilities	43,262	37,519
<b>Total liabilities</b>	<b>1,992,885</b>	1,486,176
<b>Equity</b>		
Stated capital	422,289	422,289
Income surplus account	44,694	20,353
Regulatory credit risk reserve	62,788	66,577
Statutory reserve	138,479	105,572
<b>Total equity</b>	<b>668,250</b>	614,791
<b>Total liabilities and equity</b>	<b>2,661,135</b>	2,100,967

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

Kobby Andah  
Managing Director

Francis Kalitsi  
Chairman

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2021

	2021 GH¢'000	2020 GH¢'000
<b>Cash flow from operating activities</b>		
Profit before income tax	49,853	49,898
<b>Adjustments for:</b>		
Depreciation and amortisation	7,619	7,081
Finance cost on lease liabilities	281	310
Exchange loss on lease liabilities	6	430
<b>Operating cash flows before working capital changes</b>	<b>57,759</b>	57,719
Changes in:		
Loans & advances	(18,188)	(65,583)
Investment securities	(435,356)	(17,766)
Other assets	(31,020)	(1,133)
Deposits from customers	(43,046)	(39,367)
Deposits from banks and other financial institutions	236,695	(35,015)
Borrowings	363,519	81,234
Other liabilities	21,659	26,117
Income tax paid	(14,912)	(8,333)
<b>Net cash flows from/ (used in) operating activities</b>	<b>137,110</b>	(2,127)
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(3,672)	(1,840)
<b>Net cash flows used in investing activities</b>	<b>(3,672)</b>	(1,840)
<b>Cash flows from financing activities</b>		
Payment for finance leases	(2,697)	(3,980)
Dividends paid	(10,000)	(13,858)
<b>Net cash flows used in financing activities</b>	<b>(12,697)</b>	(17,838)
<b>Net increase in cash and cash equivalents</b>	<b>120,741</b>	(21,805)
Cash and cash equivalents at 1 January	357,532	435,487
<b>Cash and cash equivalents at 30 June</b>	<b>478,273</b>	413,682

### 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 has 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 Risk and Compliance Committee. 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

Quantitative disclosures	2021	2020
Capital Adequacy Ratio	44.46%	41.57%
Non-Performing Loan Ratio	13.47%	19.59%
Liquid Ratio	280.14%	201.90%
<b>Compliance with statutory requirement</b>	<b>2021</b>	<b>2020</b>
Default in Statutory Liquidity	Nil	Nil
Default in Statutory Liquidity Sanctions (GH¢'000)	Nil	Nil
Other Regulatory Penalties (GH¢'000)	Nil	Nil