

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2022**

| | 2022 GH¢'000 | 2021 GH¢'000 |
|---|-----------------|-----------------|
| Interest income | 72,844 | 55,948 |
| Interest expense | (18,792) | (10,221) |
| Net interest income | 54,052 | 45,727 |
| Fees and commission income | 8,779 | 5,644 |
| Fees and commission expenses | (1,210) | (484) |
| Net fees and commission income | 7,569 | 5,160 |
| Net trading income | 13,020 | 4,348 |
| Other operating income | 177 | 665 |
| Net trading and other operating income | 13,197 | 5,013 |
| Operating income | 74,818 | 55,900 |
| Net impairment loss on financial instruments | (8,309) | (4,234) |
| Personal expenses | (14,880) | (11,983) |
| Depreciation and amortisation | (3,986) | (3,856) |
| Operating expenses | (15,779) | (11,965) |
| Profit before income tax | 31,864 | 23,862 |
| Income tax expense | (12,587) | (7,796) |
| Profit for the period | 19,277 | 16,066 |

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS
AT 31 MARCH 2022**

| | 2022 GH¢'000 | 2021 GH¢'000 |
|-------------------------------------|------------------|-----------------|
| Assets | | |
| Cash and cash equivalents | 563,448 | 348,655 |
| Loans and advances to customers | 948,795 | 746,803 |
| Investment securities | 1,587,017 | 678,901 |
| Deferred income tax assets | 1,357 | 4,915 |
| Intangible assets | 6,433 | 5,921 |
| Other assets | 211,740 | 72,567 |
| Right-of-use asset | 23,968 | 19,755 |
| Property and equipment | 51,573 | 56,487 |
| Non-current assets held for sale | 18,724 | - |
| Total assets | 3,413,055 | 1,934,004 |
| Liabilities | | |
| Deposits from customers | 1,359,925 | 1,090,871 |
| Deposits from banks | 122,502 | - |
| Current income tax liabilities | 2,521 | 2,485 |
| Borrowings | 1,084,130 | 137,124 |
| Lease liabilities | 21,584 | 14,820 |
| Other liabilities | 94,031 | 27,131 |
| Total liabilities | 2,684,693 | 1,272,431 |
| Equity | | |
| Stated capital | 422,289 | 422,289 |
| Retained earnings | 57,305 | 32,904 |
| Regulatory credit risk reserve | 73,602 | 67,900 |
| Statutory reserve | 175,166 | 138,480 |
| Total equity | 728,362 | 661,573 |
| Total liabilities and equity | 3,413,055 | 1,934,004 |

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 31 MARCH 2022**

| | 2022 GH¢'000 | 2021 GH¢'000 |
|---|-----------------|-----------------|
| Cash flow from operating activities | | |
| Profit before income tax | 31,864 | 23,862 |
| Adjustments for: | | |
| Depreciation and amortisation | 3,986 | 3,856 |
| Finance cost on lease liabilities | 159 | 144 |
| Exchange loss on lease liabilities | 1,954 | 647 |
| Operating cash flows before changes in working capital | 37,963 | 28,509 |
| Changes in: | | |
| Loans & advances | (64,974) | 5,076 |
| Investment securities | (107,032) | 105,044 |
| Other assets | (98,147) | 5,353 |
| Deposits from customers | (71,687) | (113,191) |
| Deposits from banks and other financial institutions | 76,212 | - |
| Borrowings | 196,823 | (32,161) |
| Other liabilities | 21,541 | 121 |
| Income tax paid | (9,010) | (5,990) |
| Net cash flows used in operating activities | (18,311) | (7,239) |
| Cash flows from investing activities | | |
| Purchase of property and equipment | (1,248) | (278) |
| Net cash flows used in investing activities | (1,248) | (278) |
| Cash flows from financing activities | | |
| Payment for finance leases | (1,755) | (1,360) |
| Net cash flows used in financing activities | (1,755) | (1,360) |
| Net decrease in cash and cash equivalents | (21,314) | (8,877) |
| Cash and cash equivalents at 1 January | 584,762 | 357,532 |
| Cash and cash equivalents at 31 March | 563,448 | 348,655 |

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 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

| | 2022 | 2021 |
|---------------------------|---------|---------|
| Capital Adequacy Ratio | 34.05% | 36.52% |
| Non-Performing Loan Ratio | 13.51% | 15.48% |
| Liquid Ratio | 203.47% | 147.51% |

Compliance with statutory requirement

| | 2022 | 2021 |
|--|------|------|
| Default in Statutory Liquidity | Nil | Nil |
| Default in Statutory Liquidity Sanctions (GH¢'000) | Nil | Nil |
| Other Regulatory Penalties (GH¢'000) | 48 | Nil |