

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2022

	2022 GH¢'000	2021 GH¢'000
Interest income	148,432	112,428
Interest expense	(38,787)	(19,189)
Net interest income	109,646	93,239
Fees and commission income	17,545	12,887
Fees and commission expenses	(2,284)	(865)
Net fees and commission income	15,261	12,022
Net trading income	27,518	10,843
Other operating income	378	1,363
Net trading and other operating income	27,896	12,206
Operating income	152,803	117,467
Net impairment loss on financial instruments	(17,683)	(11,366)
Personal expenses	(30,401)	(24,907)
Depreciation and amortisation	(8,476)	(7,619)
Operating expenses	(31,998)	(23,722)
Profit before income tax	64,243	49,853
Income tax expense	(24,039)	(17,841)
Profit for the period	40,205	32,012

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

	2022 GH¢'000	2021 GH¢'000
Assets		
Cash and cash equivalents	567,246	478,273
Loans and advances to customers	895,481	770,067
Investment securities	1,724,117	1,219,300
Deferred income tax assets	1,863	4,671
Intangible assets	8,871	5,898
Other assets	170,375	108,943
Right-of-use asset	24,426	18,945
Property and equipment	53,327	55,038
Non-current assets held for sale	14,461	-
Total assets	3,460,167	2,661,135
Liabilities		
Deposits from customers	1,637,768	1,161,016
Deposits from banks	129,586	236,695
Current income tax liabilities	4,462	3,609
Borrowings	877,103	532,805
Lease liabilities	23,903	15,498
Other liabilities	54,144	43,262
Total liabilities	2,726,966	1,992,885
Equity		
Stated capital	422,289	422,289
Retained earnings	67,076	44,694
Regulatory credit risk reserve	68,670	62,788
Statutory reserve	175,166	138,479
Total equity	733,201	668,250
Total liabilities and equity	3,460,167	2,661,135

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 2022

	2022 GH¢'000	2021 GH¢'000
Cash flow from operating activities		
Profit before income tax	64,243	49,853
Adjustments for:		
Depreciation and amortisation	8,476	7,619
Finance cost on lease liabilities	353	281
Exchange loss on lease liabilities	3,224	1,254
Operating cash flows before changes in working capital	76,296	59,007
Changes in:		
Loans & advances	(11,660)	(18,188)
Investment securities	(244,132)	(435,356)
Other assets	(56,780)	(31,020)
Deposits from customers	206,157	(43,046)
Deposits from banks and other financial institutions	83,296	236,695
Borrowings	(10,205)	363,519
Other liabilities	(14,926)	20,411
Income tax paid	(18,521)	(14,912)
Net cash flows used in operating activities	9,525	137,110
Cash flows from investing activities		
Purchase of property and equipment	(7,826)	(3,672)
Net cash flows used in investing activities	(7,826)	(3,672)
Cash flows from financing activities		
Payment for finance leases	(4,215)	(2,697)
Dividends paid	(15,000)	(10,000)
Net cash flows used in financing activities	(19,215)	(12,697)
Net decrease in cash and cash equivalents	(17,516)	120,741
Cash and cash equivalents at 1 January	584,762	357,532
Cash and cash equivalents at 30 June	567,246	478,273

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	40.39%	44.46%
Non-Performing Loan Ratio	11.67%	13.47%
Liquid Ratio	202.03%	280.14%

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)	12	Nil