

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

	2022 GH¢'000	2021 GH¢'000
Interest income	232,822	170,284
Interest expense	(63,072)	(29,090)
Net interest income	169,750	141,194
Fees and commission income	28,360	20,422
Fees and commission expenses	(4,501)	(1,418)
Net fees and commission income	23,859	19,004
Net trading income	43,129	20,571
Other operating income	1,281	2,288
Net trading and other operating income	44,410	22,859
Operating income	238,019	183,057
Net impairment loss on financial instruments	(26,713)	(18,126)
Personnel expenses	(46,375)	(38,068)
Depreciation and amortisation	(12,672)	(11,423)
Operating expenses	(56,415)	(37,346)
Profit before income tax	95,844	78,094
Income tax expense	(35,934)	(28,016)
Profit for the period	59,910	50,078

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	2022 GH¢'000	2021 GH¢'000
Assets		
Cash and cash equivalents	533,344	483,560
Loans and advances to customers	1,048,742	821,545
Investment securities	1,611,791	1,361,872
Deferred income tax assets	1,357	4,552
Intangible assets	9,950	5,305
Other assets	384,727	125,469
Right-of-use asset	24,569	17,296
Property and equipment	52,569	54,083
Non-current assets held for sale	19,210	-
Total assets	3,686,259	2,873,682
Liabilities		
Deposits from customers	1,691,933	1,205,191
Deposits from banks	203,589	91,575
Current income tax liabilities	7,347	13,783
Borrowings	904,047	807,657
Lease liabilities	30,781	12,854
Other liabilities	94,137	55,948
Total liabilities	2,931,834	2,187,008
Equity		
Stated capital	422,289	422,289
Income surplus account	60,504	64,555
Regulatory credit risk reserve	96,466	61,351
Statutory reserve	175,166	138,479
Total equity	754,425	686,674
Total liabilities and equity	3,686,259	2,873,682

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 SEPTEMBER 2022

	2022 GH¢'000	2021 GH¢'000
Cash flow from operating activities		
Profit before income tax	95,844	78,094
Adjustments for:		
Depreciation and amortisation	12,672	11,423
Impairment charges on loans and advances	19,069	13,470
Impairment charges on other financial assets	7,644	4,410
Finance cost on lease liabilities	585	403
Exchange loss on lease liabilities	11,135	1,686
Operating cash flows before working capital changes	146,949	109,487
Changes in:		
Loans & advances	(183,990)	(83,382)
Investment securities	(131,806)	(577,927)
Other assets	(271,134)	(47,547)
Deposits from customers	260,321	1,129
Deposits from banks and other financial institutions	157,299	91,575
Borrowings	16,739	638,372
Other liabilities	29,640	29,772
Income tax paid	(27,532)	(14,912)
Net cash flows from/ (used in) operating activities	(3,514)	146,566
Cash flows from investing activities		
Purchase of property and equipment	(24,077)	(4,867)
Net cash flows used in investing activities	(24,077)	(4,867)
Cash flows from financing activities		
Payment for finance leases	(8,827)	(5,672)
Dividends paid	(15,000)	(10,000)
Net cash flows used in financing activities	(23,827)	(15,672)
Net increase in cash and cash equivalents	(51,418)	126,028
Cash and cash equivalents at 1 January	584,762	357,532
Cash and cash equivalents at 30 September	533,344	483,560

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	2022	2021
Capital Adequacy Ratio	32.34%	42.06%
Non-Performing Loan Ratio	12.60%	12.97%
Liquid Ratio	173.67%	279.67%
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