

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2023**

	2023 GH¢'000	2022 GH¢'000
Interest income	94,695	72,844
Interest expense	(21,478)	(18,792)
Net interest income	73,217	54,052
Fees and commission income	12,234	8,779
Fees and commission expenses	(2,356)	(1,210)
Net fees and commission income	9,878	7,569
Net trading income	21,508	13,020
Other operating income	2,832	177
Net trading and other operating income	24,340	13,197
Operating income	107,435	74,818
Net impairment loss on financial instruments	(12,162)	(8,309)
Personnel expenses	(18,781)	(14,880)
Depreciation and amortisation	(4,642)	(3,986)
Operating expenses	(25,346)	(15,779)
Profit before income tax	46,504	31,864
Income tax expense	(19,317)	(12,587)
Profit for the period	27,187	19,277

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS
AT 31 MARCH 2023**

	2023 GH¢'000	2022 GH¢'000
Assets		
Cash and cash equivalents	1,039,445	563,448
Loans and advances to customers	1,112,771	948,795
Investment securities	1,312,965	1,587,017
Deferred income tax assets	42,848	1,357
Intangible assets	10,785	6,433
Other assets	144,023	72,801
Derivative financial instruments	292,460	81,970
Right-of-use asset	22,774	23,968
Property and equipment	54,643	51,573
Non-current assets held for sale	-	18,724
Total assets	4,032,714	3,356,086
Liabilities		
Deposits from customers	2,271,981	1,359,925
Deposits from banks	52,560	122,502
Current income tax liabilities	21,908	2,521
Borrowings	839,869	1,084,130
Lease liabilities	28,992	21,584
Other liabilities	89,857	37,062
Total liabilities	3,305,167	2,627,724
Equity		
Stated capital	422,289	422,289
Retained earnings	61,609	57,305
Regulatory credit risk reserve	65,561	73,602
Statutory reserve	178,088	175,166
Total equity	727,547	728,361
Total liabilities and equity	4,032,714	3,356,086

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 2023**

	2023 GH¢'000	2022 GH¢'000
Cash flow from operating activities		
Profit before income tax	46,504	31,864
Adjustments for:		
Depreciation and amortisation	4,642	3,986
Impairment charges on loans and advances	7,494	6,656
Impairment charges on other financial assets	4,668	1,653
Finance cost on lease liabilities	1,150	159
Exchange loss on lease liabilities	2,119	1,953
Operating cash flows before working capital changes	66,577	46,271
Changes in:		
Loans & advances	(64,093)	(64,974)
Investment securities	114,137	(107,032)
Other assets	(142,094)	(54,563)
Deposits from customers	233,494	(71,687)
Deposits from banks and other financial institutions	9,661	76,212
Borrowings	59,425	196,823
Other liabilities	52,965	(30,351)
Income tax paid	(5,500)	(9,010)
Net cash flows from/ (used in) operating activities	324,572	(18,311)
Cash flows from investing activities		
Purchase of property and equipment	(1,290)	(1,248)
Net cash flows used in investing activities	(1,290)	(1,248)
Cash flows from financing activities		
Payment for finance leases	(13,822)	(1,755)
Net cash flows used in financing activities	(13,822)	(1,755)
Net increase in cash and cash equivalents	309,460	(21,314)
Cash and cash equivalents at 1 January	729,985	584,762
Cash and cash equivalents at 31 March	1,039,445	563,448

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	2023	2022
Capital Adequacy Ratio	25.23%	34.05%
Non-Performing Loan Ratio	14.85%	13.51%
Liquid Ratio	148.50%	203.47%
Compliance with statutory requirement	2023	2022
Default in Statutory Liquidity	Nil	Nil
Default in Statutory Liquidity Sanctions (GH¢'000)	Nil	Nil
Other Regulatory Penalties (GH¢'000)	39	12