

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2023**

	2023 GH¢'000	2022 GH¢'000
Interest income	187,782	148,432
Interest expense	(39,289)	(38,787)
Net interest income	148,493	109,645
Fees and commission income	24,459	17,545
Fees and commission expenses	(4,343)	(2,284)
Net fees and commission income	20,116	15,261
Net trading income	37,624	27,518
Other operating income	3,013	378
Net trading and other operating income	40,637	27,896
Operating income	209,246	152,802
Net impairment loss on financial instruments	(47,215)	(17,683)
Personnel expenses	(37,151)	(30,401)
Depreciation and amortisation	(9,323)	(8,476)
Operating expenses	(48,450)	(31,999)
Profit before income tax	67,107	64,243
Income tax expense	(33,005)	(24,039)
Profit for the period	34,102	40,204

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS
AT 30 JUNE 2023**

	2023 GH¢'000	2022 GH¢'000
Assets		
Cash and cash equivalents	1,378,324	567,246
Loans and advances to customers	963,999	895,481
Investment securities	450,526	1,724,117
Deferred income tax assets	42,848	1,863
Intangible assets	10,045	8,871
Other assets	153,939	154,824
Derivative financial instruments	1,197	201
Right-of-use asset	20,750	24,426
Property and equipment	54,760	53,327
Non-current assets held for sale	-	14,461
Total assets	3,076,388	3,444,818
Liabilities		
Deposits from customers	2,049,989	1,637,768
Deposits from banks	33,001	129,586
Current income tax liabilities	16,559	4,462
Borrowings	89,206	877,103
Lease liabilities	28,992	23,903
Other liabilities	124,179	38,795
Total liabilities	2,341,926	2,711,617
Equity		
Stated capital	422,289	422,289
Retained earnings	80,178	67,076
Regulatory credit risk reserve	53,907	68,670
Statutory reserve	178,088	175,166
Total equity	734,462	733,201
Total liabilities and equity	3,076,388	3,444,818

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 2023**

	2023 GH¢'000	2022 GH¢'000
Cash flow from operating activities		
Profit before income tax	67,107	64,243
Adjustments for:		
Depreciation and amortisation	9,323	8,476
Gains on disposal of property and equipment	(215)	-
Impairment charges on loans and advances	22,165	14,596
Impairment charges on other financial assets	25,050	3,088
Finance cost on lease liabilities	1,265	353
Exchange loss on lease liabilities	2,163	3,223
Operating cash flows before working capital changes	126,858	93,979
Changes in:		
Loans & advances	84,679	(11,660)
Investment securities	976,576	(244,132)
Other assets	55,711	(56,782)
Derivative financial instruments	79,513	(13,169)
Deposits from customers	11,502	206,156
Deposits from banks and other financial institutions	(9,898)	83,296
Borrowings	(691,238)	(10,205)
Other liabilities	59,695	(19,437)
Income tax paid	(24,537)	(18,521)
Net cash flows from/ (used in) operating activities	668,861	9,525
Cash flows from investing activities		
Purchase of property and equipment	(3,859)	(7,826)
Net cash flows used in investing activities	(3,859)	(7,826)
Cash flows from financing activities		
Payment for finance leases	(16,663)	(4,215)
Net cash flows used in financing activities	648,339	(17,516)
Net increase in cash and cash equivalents	648,339	(17,516)
Cash and cash equivalents at 1 January	729,985	584,762
Cash and cash equivalents at 30 June	1,378,324	567,246

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	29.99%	40.39%
Non-Performing Loan Ratio	17.95%	11.67%
Liquid Ratio	144.86%	202.03%

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)	40	12