

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST MARCH 2019

(All amounts are expressed in Ghana Cedis)

	2019	2018
Interest income	40,259,355	16,962,688
Interest expense	(17,150,375)	(6,582,138)
Net interest income	23,108,980	10,380,550
Fee and commission income	2,950,436	2,104,692
Fee and commission expense	(131,651)	(97,778)
Net fee and commission income	2,818,785	2,006,914
Net trading income	3,716,182	4,045,574
Operating income	29,643,947	16,433,038
Net impairment loss on financial assets	(6,163,682)	868,763
Personnel expenses	(5,476,067)	(5,344,034)
Depreciation and amortisation	(1,367,143)	(1,577,245)
Operating expenses	(7,900,282)	(6,789,731)
Profit before tax	8,736,773	3,590,791
Income tax expense	(2,184,193)	(897,697)
National stabilisation levy	(436,839)	(179,540)
Profit for the period after tax	6,115,741	2,513,554
Other comprehensive income	-	-
Total comprehensive income for the period	6,115,741	2,513,554

The accompanying notes 1 to 4 form part of these financial statements

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2019

(All amounts are expressed in Ghana Cedis)

	2019	2018
Assets		
Cash and cash equivalent	195,537,272	132,127,133
Investment securities	718,956,548	253,095,914
Loans and advances	64,309,765	67,513,433
Current income tax assets	1,173,916	-
Other assets	23,363,773	9,161,723
Investments in associates	8,088,100	8,088,100
Property and equipment	9,488,290	11,449,589
Intangible assets	1,057,200	1,183,487
Deferred income tax asset	992,097	585,662
Total assets	1,022,966,961	483,205,041
Liabilities		
Customer deposits	298,568,979	275,988,761
Deposits from banks and other financial institutions	223,608,561	69,937,936
Other liabilities	50,119,374	13,308,038
Current income tax liability	-	42,887
Total liabilities	572,296,914	359,277,622
Shareholders' funds		
Stated capital	400,000,000	60,000,000
Income surplus	4,331,036	26,538,005
Statutory reserve	40,677,031	32,919,164
Credit risk reserve	4,373,028	3,181,298
Capital surplus	1,288,952	1,288,952
Shareholders' funds	450,670,047	123,927,419
Total liabilities and shareholders' funds	1,022,966,961	483,205,041

The accompanying notes 1 to 4 form part of these financial statements

STATEMENT OF CHANGES IN EQUITY AS AT 31ST MARCH 2019

(All amounts are expressed in Ghana Cedis)

	Stated Capital	Income Surplus	Statutory Reserves	Credit risk reserve	Capital Surplus	Total
At 1 January 2018	60,000,000	26,282,147	32,919,164	3,567,131	1,288,952	124,057,394
Changes on initial application of IFRS 9	-	(2,643,529)	-	-	-	(2,643,529)
Increase in impairment provisioning	-	2,643,529	-	(2,643,529)	-	-
Transfer from credit risk reserve	-	-	-	-	-	-
Restated balance at 1 January 2018	60,000,000	26,282,147	32,919,164	923,602	1,288,952	121,413,865
Profit for the period	-	2,513,554	-	-	-	2,513,554
Total comprehensive income	-	2,513,554	-	-	-	2,513,554
Transfer to credit risk reserve	-	(2,257,696)	-	2,257,696	-	-
Total transactions with owners	-	(2,257,696)	-	2,257,696	-	-
At 31 March 2018	60,000,000	26,538,005	32,919,164	3,181,298	1,288,952	123,927,419
At 1 January 2019	400,000,000	(2,761,536)	37,619,160	8,407,730	1,288,952	444,554,306
Profit for the period	-	6,115,741	-	-	-	6,115,741
Total comprehensive income	-	6,115,741	-	-	-	6,115,741
Transfer to statutory reserve	-	(3,057,871)	3,057,871	-	-	-
Transfer from credit risk reserve	-	4,034,702	-	(4,034,702)	-	-
Total transactions with owners	-	976,831	3,057,871	(4,034,702)	-	-
At 31 March 2019	400,000,000	4,331,036	40,677,031	4,373,028	1,288,952	450,670,047

The accompanying notes 1 to 4 form part of these financial statements

UNAUDITED STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED 31ST MARCH 2019

(All amounts are expressed in Ghana Cedis)

	2019	2018
Cash flows from operating activities		
Profit before income tax	8,736,773	3,590,791
Adjustment for:		
Depreciation and amortisation	1,367,143	1,577,245
Impairment charge on loans and advances	6,722,017	(798,870)
Changes in loans and advances to customers	933,948	(2,652,054)
Changes in restricted balances	2,429,445	2,133,684
Changes in other assets	(8,264,430)	(687,652)
Changes in customer deposits	(5,744,573)	(17,179,091)
Changes in deposits from banks and other financial institutions	33,302,140	(45,718,228)
Changes in other liabilities	(336,021)	230,123
Changes in investment securities	(112,875,269)	10,291,357
Cash used in operations	(73,728,827)	(49,212,695)
Tax paid	(2,807,101)	(1,234,632)
National stabilisation levy paid	(542,665)	(143,868)
Net cash used in operating activities	(77,078,593)	(50,591,195)
Cash flows from investing activities		
Purchase of property and equipment	(264,734)	(637,998)
Purchase of intangible assets	(157,134)	-
Net cash used in investing activities	(421,868)	(637,998)
Decrease in cash and cash equivalents	(77,500,461)	(51,229,193)
Analysis of changes in cash and cash equivalents		
Cash and cash equivalents at 1st January	243,643,603	354,557,025
Decrease in cash and cash equivalents	(77,500,461)	(51,229,193)
Cash and cash equivalents at 31st March	166,143,142	303,327,832

The accompanying notes 1 to 4 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2019

1.0 Significant Accounting policies

The accounting policies followed for the period ended 31st March, 2019 are consistent with those followed in the financial statements for the year ended 31st December, 2018.

2.0 Quantitative Disclosures

	MARCH 2019	MARCH 2018
Capital Adequacy Ratio	76.12%	53.83%
Non-Performing Loan Ratio	38.74%	18.56%
Liquid Ratio	176.05%	113.36%

3.0 Qualitative Disclosures

(i) The Bank's dominant risks are: credit risk, liquidity risk, market risk and operational risk.

(ii) Risk management framework

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. Under this framework, the Board has established a number of separate independent bodies responsible for managing and monitoring risks. These include, Board sub-committees, Credit Committee of management (MCC), Risk Management Department, Asset and Liability Management Committee (ALCO), which are responsible for developing and monitoring the Bank's risk management policies in their specified areas. All Board committees report regularly to the Board of Directors on their activities.

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. The Bank, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees understand their roles and obligations.

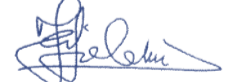
The risks arising from financial instruments to which the Bank is exposed are financial risks, which includes credit risk, liquidity risk and market risk.

(iii)

	MARCH 2019	MARCH 2018
Default in Statutory Liquidity	Nil	Nil
Default in Statutory Liquidity Sanction	Nil	Nil

4.0 The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.


GBENGA ODEYEMI
(Managing Director/ CEO)


JOSEPH YIELEH CHIREH
(Chairman)