

## SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

(All amounts are in thousands of Ghana Cedis)

	2021	2020
Interest income using the effective interest rate method	261,164	207,067
Other interest income	668	128
Interest expense	(87,482)	(58,042)
<b>Net interest income</b>	<b>174,350</b>	<b>149,153</b>
Fee and commission income	27,330	21,659
Fee and commission expense	(2,175)	(1,479)
<b>Net fee and commission income</b>	<b>25,155</b>	<b>20,180</b>
Net trading income/(loss)	20,284	(28,265)
<b>Revenue</b>	<b>219,789</b>	<b>141,068</b>
Other income	23	53
Net impairment loss on financial assets	(5,697)	(10,773)
Personnel expenses	(53,118)	(36,205)
Depreciation and amortisation	(14,079)	(14,513)
Operating expenses	(35,076)	(26,958)
<b>Profit before tax</b>	<b>111,842</b>	<b>52,672</b>
Income tax expense	(28,103)	(12,586)
National fiscal stabilisation levy	(5,592)	(2,633)
Financial sector recovery levy	(4,579)	-
<b>Profit for the year</b>	<b>73,568</b>	<b>37,453</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>73,568</b>	<b>37,453</b>
<b>Earnings per share (Ghana Cedis)</b>		
Earnings per share (basic and diluted)	0.18	0.09

## SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

(All amounts are in thousands of Ghana Cedis)

	2021	2020
<b>Assets</b>		
Cash and cash equivalents	271,170	270,531
Investment securities	928,690	928,036
Trading assets	8,681	663
Derivatives held for risk management	25,536	-
Loans and advances	602,166	533,202
Current tax assets	-	172
Other assets	9,175	9,506
Investments in associates	8,088	8,088
Property and equipment	17,892	15,944
Right-of-use asset	33,966	38,421
Intangible assets	343	617
Deferred tax asset	6,295	6,401
<b>Total assets</b>	<b>1,912,002</b>	<b>1,811,581</b>
<b>Liabilities</b>		
Customer deposits	888,249	766,953
Deposits from banks and other financial institutions	345,613	455,145
Other liabilities	60,060	49,979
Lease liability	16,542	21,829
Current tax liabilities	11,103	-
<b>Total liabilities</b>	<b>1,321,567</b>	<b>1,293,906</b>
<b>Shareholders' funds</b>		
Stated capital	400,000	400,000
Income surplus	67,438	27,258
Statutory reserve	110,963	74,179
Credit risk reserve	12,034	14,949
Revaluation reserve	-	1,289
<b>Shareholders' funds</b>	<b>590,435</b>	<b>517,675</b>
<b>Total liabilities and shareholders' funds</b>	<b>1,912,002</b>	<b>1,811,581</b>



VICTOR YAW ASANTE  
(Managing Director/CEO)



KOFOWOROLA MAJEKODUNMI  
(Chairman)

## SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

(All amounts are in thousands of Ghana Cedis)

	2021	2020
<b>Cash flows from operating activities</b>		
Profit before income tax	111,842	52,672
<b>Adjustment for:</b>		
Depreciation and amortisation	14,079	14,513
Impairment loss on financial assets	14,357	12,753
Gain on disposal of property and equipment	(23)	(53)
Effect of exchange rate fluctuations on cash and cash equivalents held	(5,125)	(6,042)
Unrealized gain in derivative assets	(25,536)	-
Net interest income	(174,352)	(149,153)
Changes in loans and advances to customers	(81,904)	(283,073)
Changes in other assets	(1,943)	(3,539)
Changes in customer deposits	119,869	416,367
Changes in deposits from banks and other financial institutions	(109,925)	92,526
Changes in other liabilities	10,222	(4,807)
Changes in trading assets	(8,018)	456
<b>Cash (used in)/generated from operations</b>	<b>(136,456)</b>	<b>142,620</b>
Interest received	262,698	198,302
Interest paid	(83,797)	(55,538)
Interest paid on lease liability	(863)	(1,365)
Tax paid	(19,896)	(13,977)
National fiscal stabilisation levy paid	(3,345)	(3,821)
Financial sector recovery levy paid	(3,222)	-
<b>Net cash generated from operating activities</b>	<b>15,119</b>	<b>266,221</b>
<b>Cash flows from investing activities</b>		
Sale/Redemption of investment securities	828,878	580,013
Purchase of investment securities	(831,956)	(768,260)
Purchase of property and equipment	(8,714)	(9,672)
Purchase of intangible assets	(93)	(556)
Proceeds from disposal of property and equipment	46	112
<b>Net cash used in investing activities</b>	<b>(11,839)</b>	<b>(198,363)</b>
<b>Cash flows from financing activities</b>		
Principal payment of lease liabilities	(7,766)	(9,590)
<b>Net cash used in financing activities</b>	<b>(7,766)</b>	<b>(9,590)</b>
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>(4,486)</b>	<b>58,268</b>
<b>Analysis of changes in cash and cash equivalents</b>		
Cash and cash equivalents at 1 January	270,531	206,221
(Decrease)/Increase in cash and cash equivalents	(4,486)	58,268
Effect of exchange rate fluctuations on cash and cash equivalents held	5,125	6,042
<b>Cash and cash equivalents at 31 December</b>	<b>271,170</b>	<b>270,531</b>

## SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

(All amounts are in thousands of Ghana Cedis)

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Revaluation reserve	Total
Year ended 31 December 2020						
At 1 January 2020	400,000	3,429	55,453	20,051	1,289	480,222
Profit for the year	-	37,453	-	-	-	37,453
Total comprehensive income	-	37,453	-	-	-	37,453
Transfer to statutory reserve	-	(18,726)	18,726	-	-	-
Transfer from credit risk reserve	-	5,102	-	(5,102)	-	-
Total transfers	-	(13,624)	18,726	(5,102)	-	-
At 31 December 2020	400,000	27,258	74,179	14,949	1,289	517,675
Year ended 31 December 2021						
At 1 January 2021	400,000	27,258	74,179	14,949	1,289	517,675
Profit for the year	-	73,568	-	-	-	73,568
Total comprehensive income	-	73,568	-	-	-	73,568
Transfer to statutory reserve	-	(36,784)	36,784	-	-	-
Transfer from credit risk reserve	-	2,915	-	(2,915)	-	-
Derecognition of revaluation reserve	-	481	-	-	(1,289)	(808)
Total transfers	-	(33,388)	36,784	(2,915)	(1,289)	(808)
At 31 December 2021	400,000	67,438	110,963	12,034	-	590,435

The summary financial information presented in this publication is an extract from the annual report for the year ended 31 December 2021. The annual report is available for inspection at the Bank's Head office at 111 Liberation Road, Accra.

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## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### 1.0 Basis of preparation

The summary financial statements are prepared in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions. The Guide require the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG).

The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The annual audited financial statements were authorised for issue on 30 March 2022.

### 2.0 Quantitative Disclosures

	2021	2020
Capital Adequacy Ratio	62.99%	74.62%
Non-Performing Loans (NPL) Ratio	4.25%	7.58%
Liquid Ratio	97.98%	98.13%
Leverage Ratio	28.68%	26.21%
Contingent liabilities (GHS'000)	64,719	43,790

Assumptions and estimation uncertainties that have the most significant risk of resulting in a material adjustment in the year ended 31 December 2021 relates to impairment of financial instruments.

Impairment allowance for the current year was GHS 12million as compared to the prior year of GHS 21million.

### 3.0 Qualitative Disclosures

The Bank has exposure to the following risks from its use of financial instruments and from operations:

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

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.

### 4.0 Defaults in statutory liquidity and accompanying sanctions

	2021	2020
Default in Statutory Liquidity (Number)	Nil	Nil
Sanctions (GHS'000)	72	Nil

These sanctions were in relation to corporate governance breaches.

5.0 The financial statements of the Bank were approved by the Board of Directors on 30 March 2022 and signed on their behalf by:

On behalf of the Board:

VICTOR YAW ASANTE  
(Managing Director/CEO)

KOFOWOROLA MAJEKODUNMI  
(Chairman)

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### Directors' Responsibility Statement

The Bank's Directors are responsible for preparation of the summary financial statements comprising the summary statement of financial position at 31 December 2021 and the summary statements of comprehensive income, changes in equity and cash flows and related notes to the summary financial statements for each financial year which gives a true and fair view of the state of affairs of the Bank.

The Directors have prepared these summary financial statements in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions. The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The Directors are responsible for ensuring that the Bank keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the Bank. The Directors are also responsible for safeguarding the assets of the Bank and taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Going concern

The Directors have made an assessment of the Bank's ability to continue as a going concern and have no reason to believe the business will not be a going concern.

### Principal activities

The Bank is licensed to operate as a universal bank under the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

### Holding Company

The Bank is a subsidiary of FirstBank of Nigeria Limited, a Bank incorporated in the Federal Republic of Nigeria.

### Dividend

The Directors do not recommend dividend for the year ended 31 December 2021 (2020: Nil).

### Directors

The names of the Directors who served during the year are provided on page 1 of the 2021 full year financial statements. No director had any interest at any time during the year, in any contract of significance, other than executive directors who have a contract of employment with the Bank. No director had interest in the issued ordinary shares of the Bank.

### Capacity of directors

The Bank goes through a rigorous process in ensuring only fit and proper persons are appointed to the Board after obtaining consent from Bank of Ghana. Relevant trainings are in place to enable the Directors discharge their duties.

### Interest in other Body Corporates

The Bank has no subsidiary entities during the year and at year end. The Bank has a non-controlling interest in FBNBank Guinea and FBNBank Senegal. The principal activity of these entities is banking.

### Auditor

In accordance with Section 81 of the Banks and Specialised-Deposit Taking Institutions Act, 2016 (Act 930) and Section 139 of the Companies Act, 2019 (Act 992), KPMG was appointed as external auditors in 2020 by the Bank and will continue in office.

### Approval of the Financial Statements

The report of directors of FBNBank Ghana Limited, were approved by the Board of Directors on 30 March 2022 and signed on their behalf by:

VICTOR YAW ASANTE  
(Managing Director/CEO)

KOFOWOROLA MAJEKODUNMI  
(Chairman)

## INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the Members of FBNBank Ghana Limited.

### Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2021, and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended and related notes, are derived from the audited financial statements of FBNBank Ghana Limited for the year ended 31 December 2021.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with the basis described note 1.

### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) applied in the preparation of the audited financial statements of FBNBank Ghana Limited. Reading the summary financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 30 March 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the financial statements for the current period.

### Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation of the summary financial statements in accordance with the basis described in note 1.

### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary financial statements.

The engagement partner on the audit resulting in this independent auditor's report is Labaran Amidu (ICAG/P/1472)

For and on behalf of:  
KPMG: (ICAG/F/2022/038)  
CHARTERED ACCOUNTANTS  
13 YIYIWA DRIVE, ABELINKPE  
P O BOX GP 242  
ACCRA

30 March 2022

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