

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

(All amounts are in thousands of Ghana Cedis)

	2022	2021
Interest income using the effective interest rate method	137,201	127,505
Other interest income	1,436	45
Interest expense	(50,457)	(44,627)
Net interest income	88,180	82,923
Fee and commission income	10,602	14,917
Fee and commission expense	(1,072)	(1,004)
Net fee and commission income	9,530	13,913
Net trading income/(loss)	22,894	(9,440)
Revenue	120,604	87,396
Other income	-	-
Net impairment loss on financial assets	(5,955)	(2,447)
Personnel expenses	(25,592)	(20,726)
Depreciation and amortisation	(8,386)	(6,958)
Operating expenses	(21,546)	(16,007)
Profit before tax	59,125	41,258
Income tax expense	(14,781)	(10,314)
National fiscal stabilisation levy	(2,956)	(2,063)
Financial sector recovery levy	(2,956)	(2,063)
Profit for the year	38,432	26,818
Other comprehensive income	-	-
Total comprehensive income for the year	38,432	26,818

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

(All amounts are in thousands of Ghana Cedis)

	2022	2021
Assets		
Cash and cash equivalents	432,563	343,114
Investment securities	791,820	846,745
Trading assets	7,617	1,477
Derivatives held for risk management	25,536	-
Loans and advances	708,057	427,272
Other assets	50,895	8,389
Investments in associates	8,088	8,088
Property and equipment	19,888	15,961
Right-of-use asset	32,310	36,461
Intangible assets	232	493
Deferred tax asset	6,295	6,401
Total assets	2,083,301	1,694,401
Liabilities		
Customer deposits	961,992	751,966
Deposits from banks and other financial institutions	435,834	293,021
Other liabilities	37,482	81,682
Lease liability	10,357	16,172
Current tax liabilities	8,769	7,067
Total liabilities	1,454,434	1,149,908
Shareholders' funds		
Stated capital	400,000	400,000
Income surplus	92,845	49,719
Statutory reserve	130,179	87,589
Credit risk reserve	5,843	5,896
Revaluation reserve	-	1,289
Shareholders' funds	628,867	544,493
Total liabilities and shareholders' funds	2,083,301	1,694,401

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2022

(All amounts are in thousands of Ghana Cedis)

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Revaluation reserve	Total
Year ended 30 June 2021						
At 1 January 2021	400,000	27,258	74,179	14,949	1,289	517,675
Profit for the year	-	26,818	-	-	-	26,818
Total comprehensive income	-	26,818	-	-	-	26,818
Transfer to statutory reserve	-	(13,409)	13,409	-	-	-
Transfer from credit risk reserve	-	9,053	-	(9,053)	-	-
Total transfers	-	(4,356)	13,409	(9,053)	-	-
At 30 June 2021	400,000	49,719	87,589	5,896	1,289	544,493
Year ended 30 June 2022						
At 1 January 2022	400,000	67,438	110,963	12,034	-	590,435
Profit for the year	-	38,432	-	-	-	38,432
Total comprehensive income	-	38,432	-	-	-	38,432
Transfer to statutory reserve	-	(19,216)	19,216	-	-	-
Transfer from credit risk reserve	-	6,191	-	(6,191)	-	-
Total transfers	-	(13,025)	19,216	(6,191)	-	-
At 30 June 2022	400,000	92,845	130,179	5,843	-	628,867

UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2022

(All amounts are in thousands of Ghana Cedis)

	2022	2021
Cash flows from operating activities		
Profit before income tax	59,125	41,257
Adjustment for:		
Depreciation and amortisation	8,386	6,958
Impairment loss on financial assets	8,164	(8,157)
Effect of exchange rate fluctuations on cash and cash equivalents held	(19,328)	(5,399)
Net interest income	(88,180)	(82,923)
Changes in loans and advances to customers	(98,880)	123,030
Changes in other assets	(41,675)	(185)
Changes in customer deposits	73,743	(14,372)
Changes in deposits from banks and other financial institutions	87,837	(162,576)
Changes in other liabilities	(22,759)	31,506
Changes in trading assets	1,064	(788)
Cash used in operations	(32,503)	(71,649)
Interest received	124,076	124,102
Interest paid	(46,874)	(43,544)
Tax paid	(17,202)	(5,716)
National fiscal stabilisation levy paid	(2,912)	(990)
Financial sector recovery levy paid	(2,913)	(495)
Net cash generated from operating activities	21,672	1,708
Cash flows from investing activities		
Sale/Redemption of investment securities	1,282,659	671,727
Purchase of investment securities	(1,146,222)	(555,269)
Purchase of property and equipment	(5,914)	(2,628)
Purchase of intangible assets	-	(94)
Proceeds from disposal of property and equipment	94	-
Net cash generated from investing activities	130,617	113,736
Cash flows from financing activities		
Principal payment of lease liabilities	(10,224)	(7,656)
Net cash used in financing activities	(10,224)	(7,656)
Increase in cash and cash equivalents	142,065	107,788
Analysis of changes in cash and cash equivalents		
Cash and cash equivalents at 1 January	271,170	270,531
Increase in cash and cash equivalents	142,065	107,788
Effect of exchange rate fluctuations on cash and cash equivalents held	19,328	5,399
Cash and cash equivalents at 30 June	432,563	383,718

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022

1.0 Significant Accounting policies

The accounting policies followed for the period ended 30 June 2022 are consistent with those followed in the financial statements for the year ended 31 December, 2021.

2.0 Quantitative Disclosures

	June 2022	June 2021
Capital Adequacy Ratio	49.27%	75.56%
Non-Performing Loans (NPL) Ratio	3.71%	10.03%
Liquid Ratio	88.14%	114.00%
Leverage Ratio	26.01%	28.117%

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.

	June 2022	June 2021
Default in Statutory Liquidity	1	Nil
Default in Statutory Liquidity Sanction	Nil	Nil
Default in Prudential Requirements (times)	2	Nil
Default in Prudential Requirements (GHS 000)	96	Nil

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


VICTOR YAW ASANTE
(Managing Director/CEO)


KOFOWOROLA MAJEKODUNMI
(Chairman)