

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

(All amounts are in thousands of Ghana Cedis)

| | 2023 | 2022 |
|--|----------------|---------------|
| Interest income using the effective interest rate method | 175,152 | 65,513 |
| Other interest income | 567 | 402 |
| Interest expense | (39,482) | (21,158) |
| Net interest income | 136,237 | 44,757 |
| Fee and commission income | 6,546 | 5,759 |
| Fee and commission expense | (1,267) | (462) |
| Net fee and commission income | 5,279 | 5,297 |
| Net trading (loss)/income | (64,012) | 6,760 |
| Revenue | 77,504 | 56,814 |
| Net impairment loss on financial assets | (837) | (3,767) |
| Personnel expenses | (15,510) | (12,502) |
| Depreciation and amortisation | (4,527) | (4,191) |
| Operating expenses | (17,485) | (9,932) |
| Profit before tax | 39,145 | 26,422 |
| Income tax expense | (10,114) | (6,606) |
| National fiscal stabilisation levy | (1,957) | (1,321) |
| Financial sector recovery levy | (1,957) | (1,321) |
| Profit for the period | 25,117 | 17,174 |
| Other comprehensive income | - | - |
| Total comprehensive income for the period | 25,117 | 17,174 |

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

(All amounts are in thousands of Ghana Cedis)

| | 2023 | 2022 |
|--|------------------|------------------|
| Assets | | |
| Cash and cash equivalents | 723,509 | 332,018 |
| Investment securities | 1,657,072 | 873,645 |
| Trading assets | 6,225 | 36,255 |
| Derivatives held for risk management | - | 25,536 |
| Loans and advances | 497,680 | 570,839 |
| Other assets | 18,029 | 13,894 |
| Investments in associates | 8,088 | 8,088 |
| Property and equipment | 35,465 | 18,501 |
| Right-of-use asset | 43,545 | 34,789 |
| Intangible assets | 75 | 286 |
| Deferred tax asset | 52,320 | 6,295 |
| Total assets | 3,042,008 | 1,920,146 |
| Liabilities | | |
| Customer deposits | 1,415,052 | 927,012 |
| Deposits from banks and other financial institutions | 382,408 | 311,942 |
| Other liabilities | 17,781 | 38,825 |
| Lease liability | 22,723 | 18,634 |
| Current tax liabilities | 73,504 | 16,124 |
| Derivatives held for risk management | 453,363 | - |
| Total liabilities | 2,364,831 | 1,312,537 |
| Shareholders' funds | | |
| Stated capital | 400,000 | 400,000 |
| Income surplus | 122,842 | 78,745 |
| Statutory reserve | 154,335 | 119,550 |
| Credit risk reserve | - | 9,314 |
| Shareholders' funds | 677,177 | 607,609 |
| Total liabilities and shareholders' funds | 3,042,008 | 1,920,146 |

STATEMENT OF CHANGES IN EQUITY AS AT 31 MARCH 2023

(All amounts are in thousands of Ghana Cedis)

| | Stated capital | Income surplus | Statutory reserve | Credit risk reserve | Total |
|-----------------------------------|----------------|----------------|-------------------|---------------------|---------|
| Period ended 31 March 2022 | | | | | |
| At 1 January 2021 | 400,000 | 67,438 | 110,963 | 12,034 | 590,435 |
| Profit for the period | - | 17,174 | - | - | 17,174 |
| Total comprehensive income | - | 17,174 | - | - | 17,174 |
| Transfer to statutory reserve | - | (8,587) | 8,587 | - | - |
| Transfer from credit risk reserve | - | 2,720 | - | (2,720) | - |
| Total transfers | - | (5,867) | 8,587 | (2,720) | - |
| At 31 March 2022 | 400,000 | 78,745 | 119,550 | 9,314 | 607,609 |
| Period ended 31 March 2023 | | | | | |
| At 1 January 2022 | 400,000 | 110,284 | 141,776 | - | 652,060 |
| Profit for the period | - | 25,117 | - | - | 25,117 |
| Total comprehensive income | - | 25,117 | - | - | 25,117 |
| Transfer to statutory reserve | - | (12,559) | 12,559 | - | - |
| Transfer from credit risk reserve | - | - | - | - | - |
| Total transfers | - | (12,559) | 12,559 | - | - |
| At 31 March 2023 | 400,000 | 122,842 | 154,335 | - | 677,177 |

UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2023

(All amounts are in thousands of Ghana Cedis)

| | 2023 | 2022 |
|--|-----------------|-----------------|
| Cash flows from operating activities | | |
| Profit before income tax | 39,145 | 26,422 |
| Adjustment for: | | |
| Depreciation and amortisation | 4,527 | 4,191 |
| Impairment loss on financial assets | 1,343 | 3,776 |
| Effect of exchange rate fluctuations on cash and cash equivalents held | (36,508) | (22,641) |
| Fair value movement in derivative asset | 79,247 | - |
| Net interest income | (136,237) | (44,757) |
| Changes in loans and advances to customers | 49,341 | 29,937 |
| Changes in other assets | (5,267) | (4,675) |
| Changes in customer deposits | 213,758 | 38,763 |
| Changes in deposits from banks and other financial institutions | (45,615) | (35,193) |
| Changes in other liabilities | (64,069) | (21,373) |
| Changes in trading assets | 1,953 | (27,574) |
| Cash generated from / (used in) operations | 101,618 | (53,124) |
| Interest received | 68,539 | 37,636 |
| Interest paid | (44,896) | (19,070) |
| Tax paid | (5,212) | (3,049) |
| National fiscal stabilisation levy paid | (1,198) | (589) |
| Financial sector recovery levy paid | (1,198) | (589) |
| Net cash generated from / (used in) operating activities | 117,653 | (38,785) |
| Cash flows from investing activities | | |
| Sale/Redemption of investment securities | 219,496 | 117,828 |
| Purchase of investment securities | (256,367) | (36,752) |
| Purchase of property and equipment | (15,589) | (2,770) |
| Purchase of intangible assets | - | - |
| Net cash (used in)/generated from investing activities | (52,460) | 78,306 |
| Cash flows from financing activities | | |
| Principal payment of lease liabilities | - | (1,314) |
| Net cash used in financing activities | - | (1,314) |
| Increase in cash and cash equivalents | 65,193 | 38,207 |
| Analysis of changes in cash and cash equivalents | | |
| Cash and cash equivalents at 1 January | 621,808 | 271,170 |
| Increase in cash and cash equivalents | 65,193 | 38,207 |
| Effect of exchange rate fluctuations on cash and cash equivalents held | 36,508 | 22,641 |
| Cash and cash equivalents at 31 March | 723,509 | 332,018 |

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

1.0 Significant Accounting policies

The accounting policies followed for the period ended 31 March, 2023 are consistent with those followed in the financial statements for the year ended 31st December, 2022.

2.0 Quantitative Disclosures

| | March 2023 | March 2022 |
|----------------------------------|------------|------------|
| Capital Adequacy Ratio | 67.19% | 57.24% |
| Non-Performing Loans (NPL) Ratio | 27.0% | 4.84% |
| Liquid Ratio | 132.79% | 100.24% |
| Leverage Ratio | 18.05% | 29.14% |

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.

| | March 2023 | March 2022 |
|---|------------|------------|
| 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.


SEMIU A. LAMIDI
(Chief Financial Officer)


VICTOR YAW ASANTE
(Managing Director/CEO)