

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

(All amounts are in thousands of Ghana Cedis)

	2023	2022
Interest income using the effective interest rate method	353,017	137,201
Other interest income	1,094	1,436
Interest expense	(68,987)	(50,457)
<b>Net interest income</b>	<b>285,124</b>	<b>88,180</b>
Fee and commission income	16,743	10,602
Fee and commission expense	(2,455)	(1,072)
<b>Net fee and commission income</b>	<b>14,288</b>	<b>9,530</b>
Net trading (loss)/income	(133,452)	22,894
<b>Revenue</b>	<b>165,960</b>	<b>120,604</b>
Net impairment release/charge on financial assets	1,242	(5,955)
Personnel expenses	(32,339)	(25,592)
Depreciation and amortisation	(10,282)	(8,386)
Operating expenses	(36,411)	(21,546)
<b>Profit before tax</b>	<b>88,170</b>	<b>59,125</b>
Income tax expense	(22,042)	(14,781)
Growth & Sustainability levy	(4,409)	(2,956)
Financial sector recovery levy	(4,409)	(2,956)
<b>Profit for the period</b>	<b>57,310</b>	<b>38,432</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>57,310</b>	<b>38,432</b>

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

(All amounts are in thousands of Ghana Cedis)

	2023	2022
<b>Assets</b>		
Cash and cash equivalents	857,071	432,563
Investment securities	1,814,118	791,820
Trading assets	8,372	7,617
Derivatives held for risk management	-	25,536
Loans and advances	462,200	708,057
Other assets	21,510	50,895
Investments in associates	8,088	8,088
Property and equipment	45,754	19,888
Right-of-use asset	39,915	32,310
Intangible assets	41	232
Deferred tax asset	52,320	6,295
<b>Total assets</b>	<b>3,309,389</b>	<b>2,083,301</b>
<b>Liabilities</b>		
Customer deposits	1,552,567	961,992
Deposits from banks and other financial institutions	440,703	435,834
Other liabilities	35,292	37,482
Lease liability	22,323	10,357
Current tax liabilities	15,644	8,769
Derivatives held for risk management	533,490	-
<b>Total liabilities</b>	<b>2,600,019</b>	<b>1,454,434</b>
<b>Shareholders' funds</b>		
Stated capital	400,000	400,000
Income surplus	138,922	92,845
Statutory reserve	170,431	130,179
Credit risk reserve	17	5,843
<b>Shareholders' funds</b>	<b>709,370</b>	<b>628,867</b>
<b>Total liabilities and shareholders' funds</b>	<b>3,309,389</b>	<b>2,083,301</b>

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2023

(All amounts are in thousands of Ghana Cedis)

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Total
Period ended 30 June 2022					
At 1 January 2022	400,000	67,438	110,963	12,034	590,435
Profit for the period	-	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
Period ended 30 June 2023					
At 1 January 2023	400,000	110,284	141,776	-	652,060
Profit for the period	-	57,310	-	-	57,310
Total comprehensive income	-	57,310	-	-	57,310
Transfer to statutory reserve	-	(28,655)	28,655	-	-
Transfer from credit risk reserve	-	(17)	-	17	-
Total transfers	-	(28,672)	28,655	17	-
At 30 June 2023	400,000	138,922	170,431	17	709,370

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2023

(All amounts are in thousands of Ghana Cedis)

	2023	2022
<b>Cash flows from operating activities</b>		
Profit before income tax	88,170	59,125
<b>Adjustment for:</b>		
Depreciation and amortisation	10,282	8,386
Net impairment release/charge on financial assets	(221)	8,164
Effect of exchange rate fluctuations on cash and cash equivalents held	(36,097)	(19,328)
Fair value movement in derivative liability	159,374	-
Net interest income	(285,124)	(88,180)
Changes in loans and advances to customers	112,378	(98,880)
Changes in other assets	(8,456)	(41,675)
Changes in customer deposits	345,445	73,743
Changes in deposits from banks and other financial institutions	12,831	87,837
Changes in other liabilities	(48,083)	(22,759)
Changes in trading assets	(194)	1,064
<b>Cash generated from / (used in) operations</b>	<b>350,305</b>	<b>(32,503)</b>
Interest received	74,202	124,076
Interest paid	(67,540)	(46,874)
Tax paid	(72,779)	(17,202)
Growth & Sustainability levy	(4,761)	(2,912)
Financial sector recovery levy paid	(4,761)	(2,913)
<b>Net cash generated from operating activities</b>	<b>274,666</b>	<b>21,672</b>
<b>Cash flows from investing activities</b>		
Sale/Redemption of investment securities	657,563	1,282,659
Purchase of investment securities	(701,651)	(1,146,222)
Purchase of property and equipment	(28,001)	(5,914)
Purchase of intangible assets	(30)	-
Proceeds from disposal of property and equipment	32	94
<b>Net cash (used in)/generated from investing activities</b>	<b>(72,087)</b>	<b>130,617</b>
<b>Cash flows from financing activities</b>		
Principal payment of lease liabilities	(3,413)	(10,224)
<b>Net cash used in financing activities</b>	<b>(3,413)</b>	<b>(10,224)</b>
<b>Increase in cash and cash equivalents</b>	<b>199,166</b>	<b>142,065</b>
<b>Analysis of changes in cash and cash equivalents</b>		
Cash and cash equivalents at 1 January	621,808	271,170
Increase in cash and cash equivalents	199,166	142,065
Effect of exchange rate fluctuations on cash and cash equivalents held	36,097	19,328
<b>Cash and cash equivalents at 30 June</b>	<b>857,071</b>	<b>432,563</b>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2023

### 1.0 Significant Accounting policies

The accounting policies followed for the period ended 30 June, 2023 are consistent with those followed in the financial statements for the year ended 31 December, 2022.

### 2.0 Quantitative Disclosures

	June 2023	June 2022
Capital Adequacy Ratio	57.06%	49.27%
Non-Performing Loans (NPL) Ratio	24.4%	3.71%
Liquid Ratio	134.43%	88.14%
Leverage Ratio	17.59%	26.01%

### 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 2023	June 2022
Default in Statutory Liquidity	Nil	1
Default in Statutory Liquidity Sanction	Nil	Nil
Default in Prudential Requirements (times)	Nil	2
Default in Prudential Requirements (GHS 000)	Nil	96

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)