



UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2021

CONSOLIDATED AND SEPARATE STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH, 2021

In thousands of GHS

	2021		2020	
	Bank	Group	Bank	Group
Interest income	113,769	117,139	108,408	112,061
Interest expense	(45,025)	(44,812)	(49,149)	(49,149)
Net interest income	68,744	72,327	59,259	62,912
Fee and commission income	11,782	17,854	12,179	17,307
Fee and commission expense	(615)	(615)	(516)	(516)
Net fee and commission income	11,167	17,239	11,663	16,791
Net trading income	5,832	5,832	6,006	6,006
Net income / (loss) from investments at fair value thru. P&L	2,736	2,977	(2,205)	(2,205)
Other operating income	1,286	1,286	1,515	1,515
Other income	643	1,368	5,151	5,499
Operating income	90,408	101,029	81,389	90,518
Net impairment loss on financial asset	(3,871)	(3,871)	(4,627)	(4,628)
Personnel expenses	(31,307)	(36,184)	(32,312)	(37,000)
Operating lease expenses	(637)	(1,389)	(1,886)	(1,886)
Depreciation and amortization	(5,211)	(5,633)	(4,420)	(4,729)
Other expenses	(15,448)	(17,246)	(11,410)	(13,941)
Profit before income tax for the period	33,934	36,706	26,734	28,334
National Fiscal Stabilization Levy	(1,692)	(1,823)	(1,337)	(1,402)
Tax expense	(8,656)	(9,311)	(7,391)	(7,709)
Profit for the period	23,586	25,572	18,006	19,223
Other comprehensive income				
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	23,586	25,572	18,006	19,223
Profit / (loss) attributable to:				
Controlling Equity holders of the Bank	23,586	25,272	18,006	18,874
Non-controlling interest	-	300	-	349
Profit for the period	23,586	25,572	18,006	19,223
Total comprehensive income attributable to:				
Controlling Equity holders of the bank	23,586	25,272	18,006	18,874
Non-controlling interest	-	300	-	349
Total comprehensive income for the period	23,586	25,572	18,006	19,223

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH, 2021

In thousands of GHS

	2021		2020	
	Bank	Group	Bank	Group
Assets				
Cash and cash equivalents	880,930	880,958	965,514	965,540
Non-pledged trading assets	3,180	3,180	38,679	38,679
Pledged assets	6,293	6,293	24,598	24,598
Investment securities	1,175,938	1,198,342	734,064	762,946
Loans and advances to customers	1,557,168	1,557,168	1,463,470	1,453,355
Investment in subsidiaries	12,043	-	12,042	-
Current income tax assets	1,296	974	6,101	6,453
Deferred tax assets	16,361	16,400	12,881	12,811
Intangible assets	7,388	7,548	7,579	7,639
Other assets	25,466	34,263	20,099	31,516
Property, plant and equipment	118,465	121,902	92,010	95,416
Total assets	3,804,528	3,827,028	3,377,037	3,398,953
Liabilities and equity				
Deposits from banks	15,006	15,006	60,023	60,023
Deposits from customers	2,916,982	2,893,613	2,463,121	2,451,370
Borrowing	100,753	100,753	113,278	113,278
Other liabilities	139,967	155,872	165,999	175,382
Total liabilities	3,172,708	3,165,244	2,802,421	2,800,053
Equity				
Stated capital	401,191	401,191	401,191	401,191
Income surplus	9,109	33,767	(21,235)	(2,184)
Revaluation reserve	24,852	24,852	24,852	24,852
Statutory reserve fund	151,476	151,476	125,664	125,664
Regulatory credit risk reserve	44,448	44,448	43,400	43,400
Housing development assistance reserve	744	744	744	744
Total equity attributable to equity holders of the Bank	631,820	656,478	574,616	593,667
Non-controlling interest	-	5,306	-	5,233
Total equity	631,820	661,784	574,616	598,900
Total liabilities and equity	3,804,528	3,827,028	3,377,037	3,398,953

CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH, 2021

In thousands of GH¢

	2021		2020	
	Bank	Group	Bank	Group
Profit before tax	33,934	36,706	26,734	28,334
Adjustments for:				
Depreciation and amortization	5,211	5,633	4,420	4,729
Net impairment loss on loans and advances	3,871	3,871	4,628	4,628
Interest expense on long term bonds and borrowings	3,309	3,309	6,910	6,910
Fair value change- investments securities FVTPL	(2,736)	(2,977)	2,205	2,205
Effect of foreign exchange fluctuations on cash & cash equiv.	(7,137)	(7,137)	(11,031)	(11,031)
Increase in loans and advances to customers	(32,069)	(32,069)	(56,154)	(56,157)
Decrease in interest receivable and other assets	28,485	28,410	15,324	17,307
Increase / (decrease) in deposits from customers	162,585	153,295	(47,410)	(50,288)
Increase in interest payables and other liabilities	5,598	4,257	30,655	35,929
Cash generated from operations	201,051	193,298	(23,719)	(17,434)
Interest paid- long term bonds and borrowings	(6,964)	(6,964)	(4,645)	(4,645)
Corporate tax paid	(5,707)	(6,505)	-	(586)
National fiscal stabilization levy paid	(925)	(1,039)	-	-
Net cash generated from operating activities	187,455	178,790	(28,364)	(22,665)
Cash flows from investing activities				
Purchase of property, plant and equipment	(5,862)	(5,953)	(5,782)	(6,577)
Purchase of investment securities at amortised cost	(413,490)	(413,490)	(354,909)	(355,394)
Sale of investment securities at amortised cost	223,171	231,945	159,510	159,510
Sale of investment securities / interest received - FVTPL	111	111	-	-
Purchase of investment securities - FVTPL	(10,000)	(10,000)	-	(2,401)
Purchases - investment in subsidiary	-	-	-	(2,000)
Net cash used in investing activities	(206,070)	(197,387)	(201,181)	(206,862)
Cash flows from financing activities				
Redemption of bonds	(12,200)	(12,200)	-	-
Proceeds from bonds issued	12,000	12,000	-	-
Repayment of borrowings	(14,033)	(14,033)	(61,567)	(61,567)
Proceeds from borrowings	-	-	108,846	108,846
Net cash generated from financing activities	(14,233)	(14,233)	47,279	47,279
Increase in cash and cash equivalents	(32,848)	(32,830)	(182,266)	(182,248)
Effect of foreign exch. fluctuations on cash & cash equiv.	7,137	7,137	11,031	11,031
At 1 January	906,641	906,651	1,136,749	1,136,757
Cash and cash equivalents as at 31 March	880,930	880,958	965,514	965,540

CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH, 2021

The Bank-2021

In thousands of GH¢	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Total Equity
Balance at 1 January 2021	401,191	(14,477)	151,476	24,852	744	44,448	608,234
Profit for the year	-	23,586	-	-	-	-	23,586
Transfer from income surplus to reserves:							
Transfer from regulatory credit risk reserve	-	-	-	-	-	-	-
Total transfers							
At 31 March 2021	401,191	9,109	151,476	24,852	744	44,448	631,820

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UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2021

The Bank-2020

In thousands of GH¢	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Total Equity
Balance at 1 January 2020	401,191	(37,451)	125,664	24,852	744	41,610	556,610
Profit for the year	-	18,006	-	-	-	-	18,006
Transfer from income surplus to reserves:							
Transfer from regulatory credit risk reserve	-	(1,790)	-	-	-	1,790	-
Total transfers	-	(1,790)	-	-	-	1,790	-
At 31 March 2020	401,191	(21,235)	125,664	24,852	744	43,400	574,616

CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH, 2021

The Group-2021

In thousands of GH¢	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Non-controlling interest	Total Equity
Balance at 1 January 2021	401,191	8,495	151,476	24,852	744	44,448.00	5,006	636,212
Profit for the year	-	25,272	-	-	-	-	300	25,572
Transfer from income surplus to reserves:								
Transfer from regulatory credit risk reserve	-	-	-	-	-	-	-	-
Total transfers	-	-	-	-	-	-	-	-
At 31 March 2021	401,191	33,767	151,476	24,852	744	44,448	5,306	661,784

The Group-2020

In thousands of GH¢	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Non-controlling interest	Total Equity
Balance at 1 January 2020	401,191	(19,268)	125,664	24,852	744	41,610	4,884	579,677
Profit for the year	-	18,874	-	-	-	-	349	19,223
Transfer from income surplus to reserves:								
Transfer from regulatory credit risk reserve	-	(1,790)	-	-	-	1,790	-	-
Total transfers	-	(1,790)	-	-	-	1,790	-	-
At 31 March 2020	401,191	(2,184)	125,664	24,852	744	43,400	5,233	598,900

NOTES TO THE CONSOLIDATED AND SEPARATE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2021

1. Significant accounting policies

The unaudited consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee ("IFRIC") as adopted by the Institute of Chartered Accountant Ghana (ICAG) and in a manner required by the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) and the Companies Act, 2019, (Act 992).

Basis of preparation

The summary of the Consolidated and Separate Financial Statements have been extracted from the unaudited consolidated and separate financial statements of the Bank and its subsidiaries in accordance with the Bank of Ghana Guide for Financial Publication for Banks & Bank of Ghana (BOG) Licensed Financial Institutions.

2. Quantitative Disclosures	2021	2020
a. Capital Adequacy Ratio (CRD) (%)	25.72	26.51
b. Non-Performing Loan (NPL) Ratio (%)	18.39	17.08
c. Liquidity ratio (%)	151.89	131.65

3. Qualitative Disclosures

a. Dominant Risks

The Bank is exposed to the following risks:

- Credit Risk
- Liquidity Risk
- Operational Risk
- Market Risk

The Board of Directors established the Bank's Risk Management Frameworks and Assets and Liabilities Committee (ALCO) to be responsible for the monitoring of the Bank's risks.

The Bank has Risk Management and Compliance Department which have policy and procedure manuals which have been instituted by the Board of Directors and Management. A comprehensive departmental manual has established a framework within which Management effectively manages and controls risks. The tasks involve in the risk management functions are to identify, define, measure, control, monitor and mitigate potential events that could impair the ability of the Group to generate stable and sustainable financial results from its operations.

b. Risk management, compliance frameworks and measurement

All risks are qualitatively and quantitatively evaluated on a recurring basis. Management understands the degree and nature of risk exposures on decisions regarding allocation of resources. Risk assessment is validated by the risk department which also tests the effectiveness of risk management activities and makes recommendations for remedial action. The Bank also identifies risk by evaluating the potential impact of internal and external factors, business transactions and positions. Once the risks are identified, various mitigating measures are put in place to regulate the degree of risks involved.

4. Defaults in statutory liquidity and accompanying sanctions

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

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

Charles William Zwennes
Chairman

Farid Antar
Managing Director