

(UNAUDITED) CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2021

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE, 2021

	2021		2020	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Interest Income	288,862	288,364	227,716	226,524
Interest Expense	(110,107)	(110,093)	(98,688)	(98,669)
Net Interest Income	178,755	178,271	129,028	127,855
Fee and Commission Income	36,656	36,656	29,294	29,294
Fee and Commission Expense	(5,067)	(5,067)	(2,482)	(2,482)
Net Fee and Commission Income	31,589	31,589	26,812	26,812
Net Trading Income	11,362	11,365	16,943	16,943
Other income	3,082	6,213	3,032	4,082
	14,444	17,578	19,975	21,025
Operating Income	224,788	227,438	175,815	175,692
Net Impairment charge on Financial Assets	(40,606)	(40,606)	(19,515)	(19,515)
Personnel Expenses	(73,225)	(73,666)	(71,110)	(71,526)
Depreciation and Amortisation	(12,298)	(12,329)	(7,812)	(7,828)
Other Expenses	(35,865)	(37,005)	(38,311)	(38,402)
Profit before income tax	62,794	63,832	39,067	38,421
Income Tax expense	(25,118)	(25,383)	(13,887)	(13,887)
Profit for the Period	37,676	38,449	25,180	24,534
Other comprehensive income (net of tax)	-	-	-	-
Total comprehensive income for the period	37,676	38,449	25,180	24,534

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2021

	2021		2020	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Assets				
Cash and Cash Equivalents	812,583	812,583	921,731	921,731
Investment securities	1,482,137	1,490,043	748,137	756,679
Loans and Advances to Customers	1,595,074	1,589,045	1,803,922	1,789,917
Property, Equipment & Right-of-Use Assets	240,787	240,938	230,776	230,793
Intangible Assets	12,903	12,925	5,956	6,005
Investment in Subsidiaries	1,766	253	1,766	260
Current Tax Assets	1,592	1,609	400	577
Other Assets	45,825	48,293	68,069	76,208
Total Assets	4,192,667	4,195,689	3,780,757	3,782,170
Liabilities				
Deposits from Banks	2,704	2,704	30,081	30,081
Deposits from Customers	2,746,039	2,742,513	2,209,728	2,201,602
Deferred Tax Liabilities	13,922	13,935	10,498	10,497
Other Liabilities	91,465	95,133	101,427	109,681
Borrowings	644,422	644,422	775,576	775,576
Total Liabilities	3,498,552	3,498,707	3,127,310	3,127,437
Equity				
Stated Capital	402,431	402,431	402,431	402,431
Income Surplus	54,737	57,604	26,208	27,494
Capital Surplus/Revaluation Reserve	120,914	120,914	120,914	120,914
Statutory Reserve	72,298	72,298	55,862	55,862
Credit Risk Reserve	43,735	43,735	48,032	48,032
Total Equity	694,115	696,982	653,447	654,733
Total Liabilities and Equity	4,192,667	4,195,689	3,780,757	3,782,170

CONSOLIDATED STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30TH JUNE, 2021

	2021		2020	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Cash Flows from Operating Activities				
Profit before tax	62,794	63,832	39,067	38,421
Adjustments for:				
Net Interest Income	(178,756)	(178,272)	(129,029)	(127,855)
Depreciation and Amortisation	12,298	12,329	7,812	7,828
Profit/Loss on Sale of Fixed Assets	(95)	(95)	(3)	(3)
Impairment on Financial Assets	40,606	40,606	19,515	19,515
	(63,153)	(61,600)	(62,638)	(62,094)
Change in Loans and Advances to Customers	82,430	81,630	(166,284)	(166,404)
Change in Other Assets	(2,829)	(1,792)	(4,160)	(2,421)
Change in Deposits from Banks and Customers	278,048	276,614	141,473	134,750
Change in Other Liabilities	(1,831)	(499)	66,602	72,960
	355,818	355,953	37,631	38,885
Interest received	288,862	288,364	227,716	226,524
Interest paid	(110,107)	(110,093)	(98,688)	(98,669)
Income Tax paid	(24,714)	(24,924)	(6,384)	(6,384)
	154,041	153,347	122,644	121,471
Net cash used in operating activities	446,706	447,700	97,637	98,262
Cash flows from investing activities				
Change in Investments	(270,071)	(271,050)	84,300	83,686
Purchase of property, plant and equipment	(3,697)	(3,712)	(13,781)	(13,792)
Proceeds from the sale of property, plant and equipment	236	236	9	9
Purchase of intangible assets	(997)	(997)	(619)	(619)
Net cash used in investing activities	(274,529)	(275,523)	69,909	69,284
Cash flows from financing activities				
Change in Borrowings	(91,127)	(91,127)	351,730	351,730
	(91,127)	(91,127)	351,730	351,730
Net (decrease)/increase in cash and cash equivalents	81,050	81,050	519,276	519,276
Cash and cash equivalents at 1 January	731,533	731,533	402,455	402,455
Cash and cash equivalents at 30th June	812,583	812,583	921,731	921,731

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2021 - BANK

	Stated Capital GH¢'000	Income Surplus GH¢'000	Statutory Reserve GH¢'000	Capital Surplus GH¢'000	Credit Risk Reserve GH¢'000	Total Equity GH¢'000
Balance 1st January, 2021	402,431	21,985	72,298	120,914	38,811	656,439
Total Comprehensive Income, net of tax	-	37,676	-	-	-	37,676
	402,431	59,661	72,298	120,914	38,811	694,115
Transfers from Income Surplus to Reserves and Transaction with Owners:						
Transfer to Credit Risk Reserve	-	(4,924)	-	-	4,924	-
Balance at 30th June, 2021	402,431	54,737	72,298	120,914	43,735	694,115
Comparative Figures - 2020						
Balance 1st January, 2020	402,431	(1,740)	55,862	120,914	50,800	628,267
Total Comprehensive Income net of tax	-	25,180	-	-	-	25,180
	402,431	23,440	55,862	120,914	50,800	653,447
Transfers from Income Surplus to Reserves and Transaction with Owners:						
Transfer from Credit Risk Reserve	-	2,768	-	-	(2,768)	-
Balance at 30th June, 2020	402,431	26,208	55,862	120,914	48,032	653,447

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE, 2021 - GROUP

	Stated Capital GH¢'000	Income Surplus GH¢'000	Statutory Reserve GH¢'000	Capital Surplus GH¢'000	Credit Risk Reserve GH¢'000	Total Equity GH¢'000
Balance 1st January, 2021	402,431	24,079	72,298	120,914	38,811	658,533
Total Comprehensive income net of Tax	-	38,449	-	-	-	38,449
	402,431	62,528	72,298	120,914	38,811	696,982
Transfers from Income Surplus to Reserves and Transaction with Owners:						
Transfer to Credit Risk Reserve	-	(4,924)	-	-	4,924	-
Balance at 30th June, 2021	402,431	57,604	72,298	120,914	43,735	696,982
Comparative Figures - 2020						
Balance 1st January, 2020	402,431	199	55,862	120,914	50,800	630,206
Prior Year adjustment	-	(7)	-	-	-	(7)
Total Comprehensive income net of Tax	-	24,534	-	-	-	24,534
	402,431	24,726	55,862	120,914	50,800	654,733
Transfers from Income Surplus to Reserves and Transaction with Owners:						
Transfer from Credit Risk Reserve	-	2,768	-	-	(2,768)	-
Balance at 30th June, 2020	402,431	27,494	55,862	120,914	48,032	654,733

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2021

1. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual consolidated financial statements.

2. Quantitative Disclosures

- (a) Capital Adequacy Ratio (CRD) %
- (b) Common Equity Tier 1
- (c) Non-Performing Loan (NPL) Ratio %
- (d) Liquid Ratio

	June - 2021		June - 2020	
	BANK	GROUP	BANK	GROUP
(a)	19.72	19.89	18.22	18.40
(b)	17.72	17.89	16.22	16.40
(c)	17.82	17.82	9.38	9.38
(d)	162.47	163.11	129.63	131.10

3. Qualitative Disclosures

Dominant Risks and Methods of Measurement

The nature of the Bank's operations as a financial intermediary exposes it to credit, market, liquidity, operational, compliance and reputational risks.

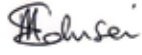
Risk Management objectives, policies and processes

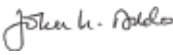
The Bank has established a comprehensive risk management framework for managing the risks inherent in its operations. The risk management framework ensures the identification, measurement and control of the risks at all levels in the Bank with a view to safeguarding its integrity, reputation and financial strength.

The risk management framework also contains details of the Bank's risk governance system, which is multi-faceted, involving the Board of Directors, Management Committees and Risk Management Department. The Board determines the risk strategy, policy, limits and appetite for the Bank. The Risk Management Department assists Management in the formulation of the overall policies and strategies regarding risk management and control. The Risk Management Department coordinates risk management in the Bank and is primarily responsible for ensuring that the Bank's risk profile is consistent with its financial resources and the risk appetite set by the Board.

4. Defaults in Statutory Liquidity and accompanying sanctions (if any)

	June-2021		June-2020	
	BANK	GROUP	BANK	GROUP
a) Default in statutory liquidity (Times)	NIL	NIL	NIL	NIL
b) Sanctions (GH¢)	NIL	NIL	NIL	NIL


Muriel Susan Edusei (Mrs.)
Chairperson


John Kpakpo Addo
Managing Director