

(UNAUDITED) CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2024

STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2024

| | 2024 | | 2023 | |
|--|------------------|------------------|------------------|------------------|
| | BANK GH¢'000 | GROUP GH¢'000 | BANK GH¢'000 | GROUP GH¢'000 |
| Interest Income | 391,749 | 391,507 | 382,278 | 382,046 |
| Interest Expense | (187,982) | (187,982) | (199,008) | (199,007) |
| Net Interest Income | 203,767 | 203,525 | 183,270 | 183,039 |
| Fee and Commission Income | 54,112 | 54,112 | 54,596 | 54,596 |
| Fee and Commission Expense | (14,851) | (14,851) | (11,965) | (11,965) |
| Net Fee and Commission Income | 39,261 | 39,261 | 42,631 | 42,631 |
| Net Trading Income | 11,855 | 11,867 | 29,026 | 29,034 |
| Other income | 8,656 | 11,957 | 3,219 | 4,209 |
| | 20,511 | 23,824 | 32,245 | 33,243 |
| Operating Income | 263,539 | 266,610 | 258,146 | 258,913 |
| Net Impairment on Financial Assets | (16,341) | (16,341) | (45,480) | (45,480) |
| Personnel Expenses | (95,914) | (96,618) | (87,805) | (88,201) |
| Depreciation and Amortisation | (15,683) | (15,731) | (13,930) | (13,969) |
| Other Expenses | (80,250) | (80,894) | (66,053) | (66,310) |
| | (208,188) | (209,584) | (213,268) | (213,960) |
| Profit Before Income Tax | 55,351 | 57,026 | 44,878 | 44,953 |
| Income Tax Expense | (30,101) | (30,578) | (15,708) | (15,728) |
| Profit for the Period | 25,250 | 26,448 | 29,170 | 29,225 |
| Other comprehensive income for the period (net of income tax) | - | - | - | - |
| Total comprehensive income for the period | 25,250 | 26,448 | 29,170 | 29,225 |

STATEMENTS OF FINANCIAL POSITION AS AT 30TH JUNE, 2024

| | 2024 | | 2023 | |
|---|------------------|------------------|------------------|------------------|
| | BANK GH¢'000 | GROUP GH¢'000 | BANK GH¢'000 | GROUP GH¢'000 |
| Assets | | | | |
| Cash and Cash Equivalents | 2,235,823 | 2,235,823 | 810,536 | 810,536 |
| Investment securities | 1,990,649 | 2,003,600 | 1,750,368 | 1,758,164 |
| Loans and Advances to Customers | 1,103,606 | 1,101,177 | 1,805,932 | 1,802,703 |
| Property, Equipment & Right-of-Use Assets | 420,799 | 421,016 | 233,132 | 233,347 |
| Intangible Assets | 3,851 | 3,868 | 7,941 | 7,965 |
| Investment in Subsidiaries | 766 | 323 | 766 | 284 |
| Current Tax Asset | 19,710 | 19,625 | - | - |
| Deferred Tax Assets | 303,255 | 303,255 | 157,000 | 156,987 |
| Other Assets | 983,699 | 984,041 | 283,233 | 283,379 |
| Total Assets | 7,062,158 | 7,072,728 | 5,048,908 | 5,053,365 |
| Liabilities | | | | |
| Deposits from Banks | 14,356 | 14,356 | 12,135 | 12,135 |
| Deposits from Customers | 5,930,490 | 5,929,731 | 3,990,132 | 3,986,291 |
| Current Tax Liabilities | - | - | 4,042 | 3,819 |
| Other Liabilities | 182,558 | 189,281 | 130,457 | 136,170 |
| Borrowings | 809,186 | 809,186 | 513,998 | 513,998 |
| Total Liabilities | 6,936,590 | 6,942,554 | 4,650,764 | 4,652,413 |
| Equity | | | | |
| Stated Capital | 402,431 | 402,431 | 402,431 | 402,431 |
| Income Surplus | (654,208) | (649,602) | (423,152) | (420,344) |
| Statutory Reserve | 115,447 | 115,447 | 115,447 | 115,447 |
| Revaluation Reserve | 261,898 | 261,898 | 120,914 | 120,914 |
| Credit Risk Reserve | - | - | 182,504 | 182,504 |
| Total Equity | 125,568 | 130,174 | 398,144 | 400,952 |
| Total Liabilities and Equity | 7,062,158 | 7,072,728 | 5,048,908 | 5,053,365 |

STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30TH JUNE 2024

| | 2024 | | 2023 | |
|---|------------------|------------------|------------------|------------------|
| | BANK GHc'000 | GROUP GHc'000 | BANK GHc'000 | GROUP GHc'000 |
| Cash Flows from Operating Activities | | | | |
| Profit before tax | 55,351 | 57,026 | 44,878 | 44,953 |
| Adjustments for: | | | | |
| Net Interest Income | (203,767) | (203,525) | (183,270) | (183,039) |
| Depreciation and Amortisation | 15,683 | 15,731 | 13,930 | 13,969 |
| Profit on Sale of Fixed Assets | (2,148) | (2,148) | 576 | 576 |
| Impairment on Financial Assets | 16,341 | 16,341 | 45,480 | 45,480 |
| | <u>(118,540)</u> | <u>(116,575)</u> | <u>(78,406)</u> | <u>(78,061)</u> |
| Change in Loans and Advances to Customers | (106,487) | (107,287) | (154,981) | (150,183) |
| Change in Other Assets | (533,882) | (533,882) | (168,003) | (166,299) |
| Change in Deposits from Banks and Customers | 1,337,716 | 1,341,063 | 620,994 | 620,143 |
| Change in Other Liabilities | (8,054) | (6,697) | (13,189) | (19,243) |
| | <u>689,293</u> | <u>693,253</u> | <u>284,821</u> | <u>284,418</u> |
| Interest received | 344,514 | 343,714 | 381,960 | 381,096 |
| Interest paid | (187,982) | (187,982) | (199,008) | (199,007) |
| Income Tax paid | (16,387) | (16,315) | (7,277) | (7,257) |
| | <u>140,145</u> | <u>139,417</u> | <u>175,675</u> | <u>174,832</u> |
| Net cash used in operating activities | <u>710,898</u> | <u>716,095</u> | <u>382,090</u> | <u>381,189</u> |
| Cash flows from investing activities | | | | |
| Change in Investments | (45,696) | (50,893) | (136,872) | (135,943) |
| Purchase of property, plant and equipment | (12,258) | (12,258) | (4,452) | (4,452) |
| Proceeds from the sale of property, plant and equipment | 1,453 | 1,453 | 93 | 93 |
| Purchase of intangible assets | (218) | (218) | - | (28) |
| Net cash used in investing activities | <u>(56,719)</u> | <u>(61,916)</u> | <u>(141,231)</u> | <u>(140,330)</u> |
| Cash flows from financing activities | | | | |
| Change in Borrowings | 423,377 | 423,377 | (795,751) | (795,751) |
| | <u>423,377</u> | <u>423,377</u> | <u>(795,751)</u> | <u>(795,751)</u> |
| Net (decrease)/increase in cash and cash equivalents | <u>1,077,556</u> | <u>1,077,556</u> | <u>(554,892)</u> | <u>(554,892)</u> |
| Cash and cash equivalents at 1 January | 1,158,267 | 1,158,267 | 1,365,428 | 1,365,428 |
| Cash and cash equivalents at 30th June | 2,235,823 | 2,235,823 | 810,536 | 810,536 |

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2024 - 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 at 1st January, 2024 | 402,431 | (679,458) | 115,447 | 261,898 | - | 100,318 |
| Total Comprehensive income net of Tax | - | 25,250 | - | - | - | 25,250 |
| | 402,431 | (654,208) | 115,447 | 261,898 | - | 125,568 |
| Transaction with Owners recorded directly in equity | - | - | - | - | - | - |
| Balance at 30th June, 2024 | 402,431 | (654,208) | 115,447 | 261,898 | - | 125,568 |
| 2023 | | | | | | |
| Balance 1st January, 2023 | 402,431 | (464,240) | 115,447 | 120,914 | 194,422 | 368,974 |
| Total Comprehensive Income net of Tax | - | 29,170 | - | - | - | 29,170 |
| | 402,431 | (435,070) | 115,447 | 120,914 | 194,422 | 398,144 |
| Transaction with Owners recorded directly in equity | - | 11,918 | - | - | (11,918) | - |
| Balance at 30th June, 2023 | 402,431 | (423,152) | 115,447 | 120,914 | 182,504 | 398,144 |

STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2024 - GROUP

| | Stated Capital | Income Surplus | Statutory Reserve | Capital Surplus | Credit Risk Reserve | Total Equity |
|---|----------------|------------------|-------------------|-----------------|---------------------|----------------|
| | GHC'000 | GHC'000 | GHC'000 | GHC'000 | GHC'000 | GHC'000 |
| Balance at 1st January, 2024 | 402,431 | (676,050) | 115,447 | 261,898 | - | 103,726 |
| Total Comprehensive income net of Tax | - | 26,448 | - | - | - | 26,448 |
| | <u>402,431</u> | <u>(649,602)</u> | <u>115,447</u> | <u>261,898</u> | <u>-</u> | <u>130,174</u> |
| Transaction with Owners recorded directly in equity | - | - | - | - | - | - |
| Balance at 30th June, 2024 | <u>402,431</u> | <u>(649,602)</u> | <u>115,447</u> | <u>261,898</u> | <u>-</u> | <u>130,174</u> |

| 2023 | | | | | | |
|---|----------------|------------------|----------------|----------------|----------------|----------------|
| | | | | | | |
| Balance at 1st January, 2023 | 402,431 | (461,487) | 115,447 | 120,914 | 194,422 | 371,727 |
| Total Comprehensive income net of Tax | - | 29,225 | - | - | - | 29,225 |
| | <u>402,431</u> | <u>(432,262)</u> | <u>115,447</u> | <u>120,914</u> | <u>194,422</u> | <u>400,952</u> |
| Transaction with Owners recorded directly in equity | | | | | | |
| Transfer from Credit Risk Reserve | - | 11,918 | - | - | (11,918) | - |
| Balance at 30th June, 2023 | <u>402,431</u> | <u>(420,344)</u> | <u>115,447</u> | <u>120,914</u> | <u>182,504</u> | <u>400,952</u> |

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2024

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

| | | June- 2024 | | June - 2023 | |
|-----|-----------------------------------|------------|--------|-------------|--------|
| | | BANK | GROUP | BANK | GROUP |
| (a) | Capital Adequacy Ratio (CAD) % | -5.94 | -5.63 | 10.81 | 10.98 |
| (b) | Common Equity Tier 1 | -8.94 | -8.63 | 7.81 | 7.98 |
| (c) | Non-Performing Loan (NPL) Ratio % | 62.38 | 62.38 | 29.07 | 29.07 |
| (d) | Liquid Ratio | 143.82 | 144.23 | 148.92 | 149.56 |

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-2024 | | June - 2023 | |
|---|-----------|-------|-------------|-------|
| | 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


Bernard Appiah Gyebi
Managing Director

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