ACCESS BANK (GHANA) PLC

SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017



(All amounts are in thousands of Ghana Cedis unless otherwise stated)

	The C	iroup	The	Bank
	2017	2016	2017	2016
Interest income	411,071	414,068	411,071	414,068
Interest expense	(196,001)	(215,208)	(196,001)	(215,208)
Net interest income	215,070	198,860	215,070	198,860
Commission and fees	18,080	36,021	18,080	36,021
Net trading income	34,219	34,927	34,219	34,927
Other operating income	2,981	2,836	2,969	2,812
Total operating income	270,350	272,644	270,338	272,620
Impairment loss on	(40,816)	(55,702)	(40,816)	(55,702)
financial assets Personnel expenses	(62,576)	(58,050)	(62,576)	(58,050)
·	(02,370)	(36,030)	(02,370)	(56,050)
Depreciation and amortisation	(17,217)	(14,793)	(17,217)	(14,793)
Other operating expenses	(91,144)	(75,029)	(91,142)	(75,026)
Profit before tax	58,597	69,070	58,587	69,049
Income tax expense and				
national fiscal	(28,998)	(27,121)	(28,995)	(27,115)
stabilization levy	(20,330)	(27,121)	(20,333)	(27,113)
Profit after tax	29,599	41,949	29,592	41,934
Other comprehensive				
income				
Items that may be reclassified to profit or loss				
Change in fair value of	10,597	1,200	10,597	1,200
available-for-sale financial				
assets, net of tax				
Total comprehensive				
income for the year	40,196	43,149	40,189	43,134
attributable to equity	40,190	45,149	40,109	45,154
holders of the Group				
Profit attributable to:				
- Controlling interest	40,196	43,149	-	-
Earnings per share				
Basic (Ghana pesewas)	25	38	25	38
Diluted (Ghana pesewas)	25	38	25	38

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

(All amounts are in thousands of Ghana Cedis unless otherwise stated)

	The G	iroup	up The Ban		
Assets	2017	2016	2017	2016	
Cash and cash equivalents	1,107,576	728,355	1,107,576	728,355	
Investment securities	906,238	422,801	906,238	422,801	
Loans and advances to customers	877,675	1,285,612	877,675	1,285,612	
Investment other than securities	-	-	20	20	
Property and equipment	121,419	110,356	121,419	110,356	
Intangible assets	4,206	5,992	4,206	5,992	
Deferred income tax asset	2,517	13,163	2,517	13,163	
Otherassets	180,178	113,560	179,915	113,309	
Total assets	3,199,809	2,679,839	3,199,566	2,679,608	
Liabilities					
Deposits from banks	187,294	_	187,294	_	
Deposits from customers	2,131,482	2,009,099	2,131,529	2,009,146	
Borrowings	341,328	203,668	341,328	203,668	
Current income tax	19,891	16,515	19,721	16,348	
Deferred income tax	8,161	4,564	8,161	4,564	
liabilities Other liabilities	44.00=	46.474		47.77	
Other liabilities	41,895	16,431	42,796	17,334	
Total liabilities	2,730,051	2,250,277	2,730,829	2,251,060	
Equity					
Stated capital	144,738	144,738	144,738	144,738	
Statutory reserve	129,279	121,881	129,279	121,881	
Credit risk reserve	139,625	147,624	139,625	147,624	
Income surplus	44,319	14,119	43,298	13,105	
Fair value reserve	11,797	1,200	11,797	1,200	
Total equity	469,758	429,562	468,737	428,548	

SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED **31 DECEMBER 2017**

	The C	iroup	The	Bank
Cash flows from operating activities	2017	2016	2017	2016
Profit before tax Adjustments for:	58,597	69,070	58,587	69,049
Depreciation of property, plant and equipment	13,576	11,883	13,576	11,883
Amortisation of intangible assets	3,641	2,910	3,641	2,910
Interest expense on borrowings	13,921	8,660	13,921	8,660
Impairment on loans and advances	40,816	55,702	40,816	55,702
Profit on disposal of property and equipment	(55)	(193)	(55)	(193)
Change in loans and advances	367,121	(129,489)	367,121	(129,489)
Change in investment securities	(578,238)	191,249	(578,238)	191,249
Change in other assets	(66,618)	(42,542)	(66,606)	(42,518)
Change in deposits from customers	122,383	282,920	122,383	282,919
Change in deposits from banks	187,294	(162,852)	187,294	(162,852)
Change in other liabilities	25,464	(36,203)	25,462	(36,205)
Change in mandatory	(12,238)	(28,287)	(12,238)	(28,287)
reserve deposit				
Effect of exchange rate fluctuations on cash held	(42,317)	(20,218)	(42,317)	(20,218)
Exchange loss on borrowings	6,366	15,085	6,366	15,085
Tax paid	(14,911)	(32,074)	(14,911)	(32,074)
Tax paid Net cash generated from operating activities	(14,911) 124,802	(32,074) 185,621	(14,911) 124,802	(32,074) 185,621
Net cash generated from				
Net cash generated from				
Net cash generated from operating activities Cash flows from investing				
Net cash generated from operating activities Cash flows from investing activities Purchase of property and	124,802	185,621	124,802	185,621
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible	124,802 (25,639)	(32,658)	124,802 (25,639)	185,621
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of	(25,639) (1,586)	(32,658) (2,758)	(25,639) (1,586)	(32,658) (2,758)
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing	(25,639) (1,586) 786	(32,658) (2,758) 2,981	(25,639) (1,586) 786	(32,658) (2,758) 2,981
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing	(25,639) (1,586) 786	(32,658) (2,758) 2,981	(25,639) (1,586) 786	(32,658) (2,758) 2,981
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings Repayment of borrowings	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435)	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435)
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435)	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435)
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings Repayment of borrowings Proceeds from issue of	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181)	(25,639) (1,586) 786 (26,439)	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181)
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings Repayment of borrowings Proceeds from issue of shares Net cash generated from (used in) financing	(25,639) (1,586) 786 (26,439) 288,496 (171,123)	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463	(25,639) (1,586) 786 (26,439) 288,496 (171,123)	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings Repayment of borrowings Proceeds from issue of shares Net cash generated from (used in) financing activities	(25,639) (1,586) 786 (26,439) 288,496 (171,123) -	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463	(25,639) (1,586) 786 (26,439) 288,496 (171,123) -	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463
Net cash generated from operating activities Cash flows from investing activities Purchase of property and equipment Purchase of intangible assets Proceeds from sale of property and equipment Net cash used in investing activities Cash flows from financing activities Drawdown on borrowings Repayment of borrowings Proceeds from issue of shares Net cash generated from (used in) financing activities	(25,639) (1,586) 786 (26,439) 288,496 (171,123) - 117,373	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463	(25,639) (1,586) 786 (26,439) 288,496 (171,123) - 117,373	(32,658) (2,758) 2,981 (32,435) 94,732 (20,181) 26,463 101,014

SUMMARY STATEMENT OF CHANGES IN EQUITY

(All amounts are in thousands of Ghana Cedis)

The Group

The Group						
Year ended 31 December 2017	Stated capital	Fair value reserve	Statutory reserve	Credit risk reserve	Income surplus	Total
At 1 January 2017	144,738	1,200	121,881	147,624	14,119	429,562
Profit for the year	-	-	-	-	29,599	29,599
Changes in fair value of available-for-sale financial assets, net of tax	-	10,597	-	-	-	10,597
Total comprehensive income	-	10,597	-	-	29,599	40,196
Transfer from credit risk reserve	_	_	_	(7,999)	7,999	_
Transfer to statutory reserve	-	-	7,398	-	(7,398)	-
Total transactions with owners	-	-	7,398	(7,999)	601	-
At 31 December 2017	144,738	11,797	129,279	139,625	44,319	469,758
Year ended 31 December 2016 At 1 January 2016	118,275	-	111,394	75,758	54,523	359,950
Profit for the year	-	-	-	-	41,949	41,949
Changes in fair value of available-for-sale financial assets, net of tax	-	1,200	-	-	-	1,200
Total comprehensive income	-	1,200	-	-	41,949	43,149
Transfer to credit risk reserve	_	_	_	71,866	(71,866)	_
Transfer to statutory reserve			10.487	, 1,000	(10,487)	
Proceeds from issue of shares	26,463	-	10,467	_	(10,407)	26,463
Proceeds from issue of shares						
Total transactions with owners	26,463	-	10,487	71,866	(82,353)	26,463

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The Rank

I he Bank						
Year ended 31 December 2017	Stated capital	Fair value reserve	Statutory reserve	Credit risk reserve	Income surplus	Total
At 1 January 2017	144,738	1,200	121,881	147,624		428,548
Profit for the year Changes in fair value of available-for-sale	-	-	-	-	29,592	29,592
financial assets, net of tax	-	10,597	-	-	-	10,597
Total comprehensive income	-	10,597	-	-	29,592	40,189
Transfer from credit risk reserve	_	-	-	(7,999)	7,999	
Transfer to statutory reserve	-	-	7,398	-	(7,398)	
Total transactions with owners	-	-	7,398	(7,999)	601	
At 31 December 2017	144,738	11,797	129,279	139,625	43,298	468,737
Year ended 31 December 2016						
At 1 January 2017	118,275	-	111,394	75,758	53,524	358,951
Profit for the year	-	-	-	-	41,934	41,934
Changes in fair value of available for sale financial assets, net of tax	-	1,200	-	-	-	1,200
Total comprehensive income	-	1,200	-	-	41,934	43,134
Transfer to credit risk reserve				71.066	(71,866)	
Transfer to statutory reserve			10,487	71,866	(10,487)	
Proceeds from issue of share	26,463	-	10,407	-	-	26,463
Total transactions with owners	26,463	-	10,487	71,866	(82,353)	26,463
At 31 December 2017	144,738	1,200	121,881	147,624	13,105	428,548

SUMMARY NOTES

1. Reporting entity

Access Bank (Ghana) Limited (the Bank) is a public limited liability company incorporated in Ghana licensed to carry out universal banking. The address of the Bank's registered office is Starlets '91 Road, Opposite Accra Sports Stadium, P. O. Box GP 353, Osu Accra. The consolidated financial statements of the Bank as at, and for the year ended 31 December 2017 comprises the Bank and its subsidiary BTH Limited (together as the Group). The Group's principal activity is corporate and retail banking as well as leasing operations. The Bank is a subsidiary of Access Bank Plc of Nigeria.

For Companies Act, 1963 (Act 179) reporting purposes, the balance sheet is represented by the statement of financial position and the profit and loss account by part of the income statement, in these financial statements.

2. Summary of significant accounting policies
The principal accounting policies applied in the preparation of these financial statements are set out below.
These policies have been consistently applied to all the years presented, unless otherwise stated.

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policy below.

2.2 Contingent LiabilitiesCredit risk exposures relating to off-balance sheet items for the Group and Bank are as follows:

	2017	2016
Contingent liabilities: Bonds and guarantees	235,537	168,230
Commitments: Clean Line Facilities for Letters of Credit	192,015	142,387

2.3.1	Quantitative Disclosure	2017	2016
	i. Capital Adequacy Ratio (%)	13.29	11.14
	ii. Non-performing loans (%)	32.3	25.71
	iii. Default in statutory liquidity	nil	1
	iv. Default in statutory liquidity sanction(GHS'000)	nil	49.40



2.3.2 Qualitative Disclosures

i. The Bank's risk management framework defines the approach to risk management.
ii. The scope of risks that are directly managed by the Bank is as follows: Credit risk, Operational Risk, Market and Liquidity risk, Legal and Compliance risk, Strategic risk, Reputational risk and Capital risk.

- iii. Key elements of the Bank's risk management framework are as follows:
 Establishment of the Bank's risk philosophy, culture and objectives;

 - Establishment of the Bank's risk management governance framework;
 Articulation of the Bank's risk management stakeholders and development of an action plan to meet their risk management expectations; and
 Establishment of policies and procedures to identify, measure, monitor, report and control the risks the Bank faces.

The processes adopted for risk management for the year ended 31 December 2017 are consistent with those adopted for the year ended 31 December 2016.

SUMMARY REPORT OF THE DIRECTORS

The directors present their report together with the audited financial statements for the year ended 31 December 2017 in accordance with the Companies Act, 1963 (Act 179) and the Banks and Specialised Deposit–Taking Institutions Act, 2016 (Act 930) which discloses the state of the affairs of the Bank and the Group.

The directors are responsible for the preparation of financial statements for each financial year, which gives a true and fair view of the state of affairs of the Group and the profit or loss and cash flows for that period. In preparing these financial statements, the directors have selected suitable accounting policies and applied them consistent made judgements and estimates that are reasonable and prudent and followed International Financial Reporting Standards and complied with the requirements of the Companies Act 1963 (Act 179) and the Banks and Specialised Deposit—Taking Institutions Act, 2016 (Act 930)

The directors are responsible for ensuring that the Group keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the Bank. The directors are also responsible for safeguarding the assets of the Bank and taking reasonable steps for the prevention and detection of fraud and other irregularities.

We have no plans or intentions, for example to dispose of the business or cease operations that may materially alter the carrying value or classification of assets and liabilities reflected in the financial statements.

Nature of business

 $The \ Bank is authorised by \ Bank of \ Ghana \ to \ carry \ on \ the \ business \ of \ universal \ banking.$

The Bank has two wholly owned subsidiaries, namely, Big Ticket Holdings Limited (BTH) and Triumph Properties Limited (TPL). BTH is currently operating as a leasing company.

Holding company

The Bank is a subsidiary of Access Bank Plc, a company incorporated in the Federal Republic of Nigeria and licensed to undertake all banking and related services. The parent company holds 90.54% of the issued ordinary shares of the Bank.

Approval of the consolidated financial statements

The Board of Directors approved the consolidated financial statements on 8 March, 2018 and were signed on their behalf by:

Frank Beecham Dolapo Ogundimu Chairman Managing Director

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF ACCESS BANK (GHANA) LIMITED

REPORT ON THE AUDIT OF THE SUMMARY FINANCIAL STATEMENTS

Our opinion

In our opinion, the accompanying summary financial statements of Access Bank (Ghana) Limited (the "Bank") and its subsidiaries (together the "Group"), are consistent, in all material respects, with the audited financial statements of the Group for the year ended 31 December 2017 on the basis described in the notes

The summary financial statements

The Group's summary financial statements derived from the audited financial statements for the year ended 31 December 2017 comprise:

- the summary separate and consolidated statement of financial position as at 31 December 2017;
 the summary separate and consolidated statement of comprehensive income for the year then e
 the summary separate and consolidated statement of comprehensive income for the year then e
 the summary separate and consolidated statement of changes in equity for the year then ended;
 the summary statement of cash flows for the year then ended; and

- the related notes to the summary separate and consolidated financial statements.

The summary separate and consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards the Companies Act, 1963 (Act 179) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 393). Reading the summary separate and consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited separate and consolidated financial statements and the auditor's report thereon, The audited financial statements, and the summary separate and consolidated financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on the audited separate and consolidated financial statements.

The audited financial statements and our report thereo.

We expressed an unmodified audit opinion on the audited separate and consolidated financial statements in our report dated 27 March, 2018. That report also include the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the audited separate and consolidation financial statements of the current period.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary separate and consolidated financial statements on the basis described in the notes.

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised), 'Engagements to report on Summary Financial Statements'.

The engagement partner on the audit resulting in this independent auditor's report is Oseini Amui (ICAG/P/1139).

Riceweltonseloper PricewaterhouseCoopers (ICAG/F/2018/028)
Chartered Accountants

Accra, Ghana 27 March, 2018

