

ACCESS BANK (GHANA) PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2018



UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH

	The Group		The Bank	
	Mar 2018 GH¢'000	Dec 2017 GH¢'000	Mar 2018 GH¢'000	Dec 2017 GH¢'000
Assets				
Cash and cash equivalents	1,167,903	1,107,576	1,167,903	1,107,576
Investment securities	1,075,584	906,238	1,075,584	906,238
Loans and advances to customers	851,176	877,675	851,176	877,675
Investment other than securities	-	-	20	20
Property and equipment	121,795	121,419	121,795	121,419
Intangible assets	4,422	4,206	4,422	4,206
Deferred income tax asset	2,517	2,517	2,517	2,517
Other assets	281,765	180,178	281,502	179,915
Total assets	3,505,162	3,199,809	3,504,919	3,199,566
Liabilities				
Deposits from banks	212,853	187,294	212,853	187,294
Deposits from customers	2,104,538	2,131,482	2,104,585	2,131,529
Borrowings	295,187	341,328	295,187	341,328
Deposit for shares	220,220	-	220,220	-
Current income tax	22,319	19,891	22,149	19,721
Deferred income tax liabilities	8,161	8,161	8,161	8,161
Other liabilities	147,123	41,895	148,024	42,796
Total liabilities	3,010,401	2,730,051	3,011,179	2,730,829
Equity				
Stated capital	144,738	144,738	144,738	144,738
Statutory reserve	135,530	129,279	135,530	129,279
Credit risk reserve	139,625	139,625	139,625	139,625
Income surplus	63,071	44,319	62,050	43,298
Fair value reserve	11,797	11,797	11,797	11,797
Total equity	494,761	469,758	493,740	468,737
Total equity and liabilities	3,505,162	3,199,809	3,504,919	3,199,566

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH

	The Group		The Bank	
	Mar 2018 GH¢'000	Mar 2017 GH¢'000	Mar 2018 GH¢'000	Mar 2017 GH¢'000
Interest income	95,662	93,973	95,662	93,973
Interest expense	(46,185)	(51,622)	(46,185)	(51,622)
Net interest income	49,477	42,351	49,477	42,351
Fees and commission	10,275	9,904	10,275	9,904
Other operating income	20,122	9,329	20,122	9,324
Total operating income	79,874	61,584	79,874	61,579
Impairment loss on financial assets	(4,001)	(3,008)	(4,001)	(3,008)
Personnel expenses	(14,203)	(12,700)	(14,203)	(12,700)
Depreciation and amortization	(4,494)	(4,083)	(4,494)	(4,083)
Other expenses	(21,457)	(21,743)	(21,457)	(21,741)
Profit before income tax	35,719	20,050	35,719	20,047
Taxation	(10,716)	(6,016)	(10,716)	(6,014)
Profit after tax	25,003	14,034	25,003	14,033
Other comprehensive income	-	-	-	-
Total comprehensive income for the year attributable to equity holders of the Bank	25,003	14,034	25,003	14,033
Earnings per share Basic & Diluted	0.21	0.14	0.21	0.14

NOTES FORMING PART OF THE UNAUDITED FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Accounting Policies

The accounting policies applied for the period ended 31 March 2018 are consistent with those applied in the financial statements for the year ended 31 December 2017 with the exception of International Accounting Standard (IAS) 39 which has been replaced by International Financial Reporting Standard (IFRS) 9. The bank has elected not to reinstate the 2017 figures but disclose the impact of IFRS 9 on the Equity.

1.2 Impact of IFRS 9 on Comparative Figures

The net impact of IFRS 9 on equity as at December 2017 was GH¢24, 032,000

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH

	The Group		The Bank	
	Mar 2018 GH¢'000	Dec 2017 GH¢'000	Mar 2018 GH¢'000	Dec 2017 GH¢'000
Profit before tax	35,719	58,597	35,719	58,587
<i>Adjustments for:</i>				
Depreciation and amortization	4,494	17,217	4,494	17,217
Net impairment loss on financial assets	4,001	40,816	4,001	40,816
Gain on disposal of property & equipment	(19)	(55)	(19)	(55)
<i>Changes in:</i>				
Government securities	(169,346)	(578,238)	(169,346)	(578,238)
Loans and advances to customers	26,499	367,121	26,499	367,121
Other assets	(101,587)	(66,618)	(101,587)	(66,608)
Due to other bank	25,559	187,294	25,559	187,294
Restricted balances with central bank	2,689	(12,238)	2,689	(12,238)
Customer deposits	(26,944)	122,383	(26,944)	122,383
Other liabilities	105,228	25,464	105,228	25,464
Taxes paid	(8,289)	(14,911)	(8,289)	(14,911)
Net cash flow from operating activities	(101,996)	146,832	(101,996)	146,832
Cash flow from investing activities				
Acquisition of property and equipment	(4,049)	(25,639)	(4,049)	(25,639)
Acquisition of intangible assets	(1,037)	(1,586)	(1,037)	(1,586)
Proceeds from the sale of property and equipment	146	786	146	786
Net cash flow used in investing activities	(4,940)	(26,439)	(4,940)	(26,439)
Financing activities				
Proceeds from borrowings	-	288,496	-	288,496
Repayments of borrowings	(46,028)	(150,836)	(46,028)	(150,836)
Deposit for rights issue	220,220	-	220,220	-
Net cash flows from financing activities	174,192	137,660	174,192	137,660
Net increase in cash and cash equivalents	67,256	258,053	67,256	258,053
Cash and cash equivalents at 1 January	1,076,259	818,206	1,076,259	818,206
Cash and cash equivalents at 31 March	1,143,515	1,076,259	1,143,515	1,076,259

2. QUALITATIVE DISCLOSURES

- The Bank's risk management framework defines the approach to risk management.
- 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.
- 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 period ended 31 March 2018 are consistent with those adopted for the year ended 31 December 2017.

3. QUANTITATIVE DISCLOSURES

	March 2018	March 2017
i. Capital Adequacy Ratio(%)	13.95	11.04
ii. Non-performing loans (%)	34.38	27.86
iii. Default in statutory liquidity	Nil	Nil
iv. Default in statutory liquidity sanction	Nil	Nil

Signed
Frank Beecham
Chairman

Signed
Dolapo Ogundimu
Managing Director