

ACCESS BANK (GHANA) PLC

2017 3rd Quarter Unaudited Financial Statement

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT

	The Group		The Bank	
	Sept 2017 GH¢'000	Dec 2016 GH¢'000	Sept 2017 GH¢'000	Dec 2016 GH¢'000
Assets				
Cash and cash equivalents	931,290	728,355	931,290	728,355
Government securities	469,318	422,801	469,318	422,801
Loans and advances to customers	1,192,681	1,285,612	1,192,681	1,285,612
Investment in subsidiaries	-	-	20	20
Property and equipment	121,039	110,356	121,039	110,356
Intangible assets	4,653	5,992	4,653	5,992
Deferred tax assets	13,163	13,163	13,163	13,163
Other assets	180,478	113,560	180,460	113,309
Total assets	2,912,622	2,679,839	2,912,624	2,679,608
Liabilities				
Due to other banks	190,894	-	190,894	-
Deposits from customers	1,980,310	2,009,099	1,980,357	2,009,146
Borrowings	177,060	203,668	177,060	203,668
Tax payable	17,158	16,515	17,158	16,348
Deferred tax liabilities	4,564	4,564	4,564	4,564
Other liabilities	76,221	16,431	77,077	17,334
Total liabilities	2,446,207	2,250,277	2,447,110	2,251,060
Equity				
Stated capital	144,738	144,738	144,738	144,738
Statutory reserve	121,881	121,881	121,881	121,881
Credit risk reserve	147,624	147,624	147,624	147,624
Retained earnings	50,972	14,119	50,071	13,105
Fair value reserve	1,200	1,200	1,200	1,200
Total equity	466,415	429,562	465,514	428,548
Total equity and liabilities	2,912,622	2,679,839	2,912,624	2,679,608

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2017

	The Group		The Bank	
	2017 GH¢'000	2016 GH¢'000	2017 GH¢'000	2016 GH¢'000
Interest income	277,689	310,002	277,689	310,002
Interest expense	(149,277)	(98,667)	(98,362)	(98,667)
Net interest income	128,412	102,425	88,331	102,425
Fees and commission	21,404	19,493	14,072	19,493
Other operating income	24,229	15,834	17,564	15,810
Total operating income	174,045	137,752	119,967	137,728
Impairment loss on financial assets	(1,875)	(29,009)	(1,875)	(29,009)
Personnel expenses	(42,189)	(24,862)	(26,840)	(24,862)
Depreciation and amortization	(12,541)	(7,180)	(8,311)	(7,180)
Other expenses	(64,632)	(35,895)	(42,679)	(35,871)
Profit before income tax	52,808	40,806	40,262	40,806
Taxation	(15,844)	(14,401)	(12,078)	(14,401)
Profit after tax	36,964	26,405	28,184	26,405
Other comprehensive income	-	-	-	-
Total comprehensive income for the year attributable to equity holders of the Bank	36,964	43,848	36,964	43,848
Earnings per share - Basic & Diluted	0.31	0.39	0.31	0.39

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED

	The Group		The Bank	
	Sept 2017 GH¢'000	Dec 2016 GH¢'000	Sept 2017 GH¢'000	Dec 2016 GH¢'000
Profit before tax	52,808	69,070	52,806	69,049
<i>Adjustments for:</i>				
Depreciation and amortization	12,541	14,793	12,541	14,793
Net impairment loss on financial assets	1,875	55,702	1,875	55,702
Gain on disposal of property & equipment	15	(193)	15	(193)
<i>Changes in:</i>				
Government securities	(46,517)	229,332	(46,517)	229,332
Loans and advances to customers	92,931	(129,489)	92,931	(129,489)
Other assets	(67,198)	(42,542)	(67,151)	(42,517)
Due to other bank	190,894	(162,852)	190,894	(162,852)
Restricted balances with central bank	2,879	(28,287)	2,879	(28,287)
Customer deposits	(28,789)	282,920	(28,789)	282,920
Other liabilities	59,788	(36,203)	59,743	(36,207)
Taxes paid	(14,911)	(32,074)	(14,911)	(32,074)
Net cash flow from operating activities	256,316	220,177	256,316	220,177
Cash flow from investing activities				
Acquisition of property and equipment	(22,554)	(32,658)	(22,554)	(32,658)
Acquisition of intangible assets	(1,206)	(2,758)	(1,206)	(2,758)
Proceeds from the sale of property and equipment	-	270	-	270
Net cash flow used in investing activities	(23,760)	(35,146)	(23,760)	(35,146)
Financing activities				
Interest paid on debt securities issued	(8,755)	(8,660)	(8,755)	(8,660)
Proceeds from borrowings	111,477	94,732	111,477	94,732
Repayments of borrowings	(142,540)	(25,314)	(142,540)	(25,314)
Proceeds from issue of shares	-	28,629	-	28,629
Net cash flows from financing activities	(39,818)	89,387	(39,818)	89,387
Net increase in cash and cash equivalents	192,738	274,418	192,738	274,418
Balance at beginning	818,206	543,788	818,206	543,788
Cash and cash equivalents at period end	1,010,944	818,206	1,010,944	818,206

NOTES FORMING PART OF THE UNAUDITED FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The accounting policies applied for the period ended 30 September 2017 are consistent with those applied in the financial statements for the year ended 31 December 2016.

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 30 September 2017 are consistent with those adopted for the year ended 31 December 2016.

The processes adopted for risk management for the period ended 30 June 2017 are consistent with those adopted for the year ended 31 December 2016.

3. QUANTITATIVE DISCLOSURES

	2017	2016
i. Capital Adequacy Ratio (%)	10.78	11.29
ii. Non-performing loans (%)	22.83	25.71
iii. Default in statutory liquidity	Nil	1
iv. Default in statutory liquidity sanction (GHS)	Nil	49

Signed
Frank Beecham
Chairman

Signed
Dolapo Ogundimu
Managing Director