

# ACCESS BANK (GHANA) PLC

## SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

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

	Dec 2021	Dec 2020
Interest income	746,027	639,536
Interest expense	(284,912)	(264,544)
<b>Net interest income</b>	<b>461,115</b>	<b>374,992</b>
Net fee and commission	52,587	39,187
Net trading income	304,553	151,386
Net impairment loss on financial assets	(104,228)	(17,018)
Other operating income	13,580	18,495
<b>Total operating income</b>	<b>727,607</b>	<b>567,042</b>
Personnel expenses	(89,356)	(82,114)
Depreciation and amortization	(24,912)	(33,730)
Other expenses	(112,433)	(95,730)
<b>Profit before income tax</b>	<b>500,906</b>	<b>355,468</b>
Taxation	(179,328)	(114,676)
<b>Profit after tax</b>	<b>321,578</b>	<b>240,792</b>
Other comprehensive income	(11,128)	7,527
<b>Total comprehensive income for the period attributable to equity holders of the Bank</b>	<b>310,450</b>	<b>248,319</b>
Earnings per share Basic & Diluted	1.85	1.36

### SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

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

	Dec 2021	Dec 2020
<b>Assets</b>		
Cash and cash equivalents	969,529	973,734
Non-pledged trading Assets	1,177,275	1,235,083
Investment securities	3,580,454	2,018,889
Loans and advances to customers	1,166,868	1,126,926
Property, equipment and right-of-use asset	359,243	273,942
Intangible assets	1,285	2,248
Current Tax	500	13,819
Deferred income tax asset	54,547	36,630
Other assets	181,594	142,507
<b>Total assets</b>	<b>7,491,295</b>	<b>5,823,778</b>
<b>Liabilities</b>		
Deposits from banks	575,716	250,211
Deposits from customers	4,622,976	3,891,856
Borrowings	790,059	435,177
Deferred income tax liabilities	35,874	39,037
Other liabilities	104,101	155,378
<b>Total liabilities</b>	<b>6,128,726</b>	<b>4,771,659</b>
<b>Equity</b>		
Stated capital	400,000	400,000
Statutory reserve	381,646	301,252
Credit risk reserve	33,964	82,057
Retained earnings	551,573	262,296
Fair value reserve	(4,614)	6,514
<b>Total equity</b>	<b>1,362,569</b>	<b>1,052,119</b>
<b>Total equity and liabilities</b>	<b>7,491,295</b>	<b>5,823,778</b>

### SUMMARY STATEMENT OF CHANGES IN EQUITY

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

Year ended 31 December 2021	Stated capital	Statutory reserve	Credit risk reserve	Retained earnings	Fair value reserve	Total
At 1 January 2021	400,000	301,252	82,057	262,296	6,514	1,052,119
Profit for the year	-	-	-	321,578	-	321,578
Changes in fair value of financial assets recognised through other comprehensive income	-	-	-	-	(11,128)	(11,128)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>321,578</b>	<b>(11,128)</b>	<b>310,450</b>
Transfer from credit risk reserve	-	-	(48,093)	48,093	-	-
Transfer to statutory reserve	-	80,394	-	(80,394)	-	-
<b>Total transactions with owners</b>	<b>-</b>	<b>80,394</b>	<b>(48,093)</b>	<b>(32,301)</b>	<b>-</b>	<b>-</b>
At 31 December 2021	400,000	381,646	33,964	551,573	(4,614)	1,362,569

Year ended 31 December 2020	Stated capital	Statutory reserve	Credit risk reserve	Retained earnings	Fair value reserve	Total
At 1 January 2020	400,000	241,054	157,171	6,588	(1,013)	803,800
Profit for the year	-	-	-	240,792	-	240,792
Changes in fair value of financial assets recognised through other comprehensive income	-	-	-	-	7,527	7,527
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>240,792</b>	<b>7,527</b>	<b>248,319</b>
Transfer from credit risk reserve	-	-	(75,114)	75,114	-	-
Transfer to statutory reserve	-	60,198	-	(60,198)	-	-
<b>Total transactions with owners</b>	<b>-</b>	<b>60,198</b>	<b>(75,114)</b>	<b>14,916</b>	<b>-</b>	<b>-</b>
At 31 December 2020	400,000	301,252	82,057	262,296	6,514	1,052,119

### SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

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

	2021	2020
<b>Cash flows from operating activities</b>		
Profit before tax	500,906	355,468
Adjustments for:		
Depreciation of property, plant, and equipment	16,155	20,737
Depreciation of Right-of-Use Asset	7,587	11,291
Write off of property, plant and equipment	379	1,043
Amortisation of intangible assets	1,170	1,702
Finance cost on lease obligation	2,335	2,692
Interest expense on borrowings	23,833	11,800
Impairment on financial instruments	104,228	17,018
Profit on disposal of property, plant and equipment	(251)	(42)
Gain on derecognition of leases	(300)	(10)
Change in loans and advances	(39,943)	144,533
Change in investment securities (including pledged assets)	(1,503,758)	(1,499,200)
Change in other assets	(39,087)	(44,119)
Change in deposits from customers	731,120	882,250
Change in deposits from banks	325,505	33,894
Change in other liabilities	(51,277)	82,951
Change in mandatory reserve deposit	73,112	(57,224)
Effect of exchange rate changes on cash held	(328)	(21,728)
Exchange loss on borrowings	12,081	14,879
Exchange loss on leases	1,149	925
Tax paid	(183,380)	(99,669)
<b>Net cash used in operating activities</b>	<b>(18,764)</b>	<b>(140,809)</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(99,298)	(54,950)
Purchase of intangible assets	(127)	(551)
Prepaid lease payments included in ROU	-	(18,755)
Proceeds from sale of property and equipment	328	96
<b>Net cash used in investing activities</b>	<b>(99,097)</b>	<b>(74,160)</b>
<b>Cash flows from financing activities</b>		
Drawdown on borrowings	1,075,880	229,223
Repayment of borrowings	(756,912)	(406,883)
Interest paid on leases	(2,335)	(2,938)
Repayment of principal portion of Lease liability	(12,528)	(13,412)
<b>Net cash flow (used) or from financing activities</b>	<b>304,105</b>	<b>(194,010)</b>
<b>Net increase in cash and cash equivalents</b>	<b>186,244</b>	<b>(408,979)</b>
Effect of exchange rate changes on cash held	328	21,728
Cash and cash equivalents at 1 January	669,678	1,056,929
Cash and cash equivalents at 31 December	856,250	669,678

### SUMMARY NOTES

#### 1. Reporting entity

Access Bank (Ghana) Plc (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 Bank is listed on the Ghana Stock Exchange. The parent company is Access Bank Plc incorporated in the Federal Republic of Nigeria.

For Companies Act, 2019 (Act 992) reporting purposes, the balance sheet is represented by the statement of financial position and the profit and loss account by part of the statement of comprehensive income, in this summary financial statements.

## 2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are consistent with the accounting policies applied in preparation of the audited financial statements of the Bank for the year ended 31 December 2021. These policies have been consistently applied to all the years presented, unless otherwise stated.

### 2.1 Basis of preparation

The summary financial statements have been prepared in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions. The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of the audited financial statements from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements. The annual audited financial statements were authorised for issue on 24 March 2022.

### 2.2 Contingent Liabilities

Credit risk exposures relating to off-balance sheet items for the Bank are as follows:

	Dec 2021	Dec 2020
Contingent liabilities: Bonds and guarantees	396,293	240,201
Commitments: Clean Line Facilities for Letters of Credit	152,172	137,224

### 2.3 Risk Management

#### 2.3.1 Quantitative Disclosures

	Dec 2021	Dec 2020
i. Capital Adequacy Ratio (%)	35.68	30.11
ii. Leverage ratio (%)	15.78	15.66
iii. Non-performing loans (%)	9.9	18.5
iv. Liquidity ratio	106.37	94.49
v. Default in statutory liquidity	1	1
vi. Default in statutory liquidity sanction (GHS'000)	93	3
vii. Other regulatory penalties (GHS'000)	12	Nil

#### 2.3.2 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 year ended 31 December 2021 are consistent with those adopted for the year ended 31 December 2020.

## SUMMARY REPORT OF THE DIRECTORS

### Statement of directors' responsibility

The Directors are responsible for the preparation of the summary financial statements comprising the summary statement of financial position as at 31 December 2021 and the summary statements of comprehensive income, changes in equity and cash flows and related notes to the summary financial statements for each financial year which gives a true and fair view of the state of affairs of the Bank. The Directors have prepared these summary financial statements in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions and, in the form, and manner required by the Securities and Exchange Commission Regulations, 2003 as applicable to summary financial statements. The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The Directors are responsible for ensuring that the Bank 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.

The Directors have made an assessment of the ability of the Bank to continue as a going concern having regard of the business impact of Covid-19 and have no reason to believe that the business will not be a going concern.

### Nature of business

The Bank is authorised by Bank of Ghana to carry on the business of universal banking. The Bank comprises a network of 48 branches, 4 agencies and Head Office as at the time of signing this account.

### Holding company

The Bank is a subsidiary of Access Bank Plc, a company incorporated in the Federal Republic of Nigeria and licensed to undertake banking and related services.

### Approval of the financial statements

The Board of Directors approved the financial statements on 24 March 2022 and were signed on their behalf by:

Signed  
Frank Beecham  
Chairman

Signed  
Olumide Olatunji  
Managing Director

## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF ACCESS BANK (GHANA) PLC

### Opinion

The summary financial statements, which comprise the statement of financial position as at 31 December 2021, the Statement of Comprehensive Income, the statement of changes in equity and the statement of cash flows for the year then ended, and related notes, are derived from the audited financial statements of Access Bank (Ghana) Plc for the year ended 31 December 2021.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the basis of preparation and the notes to the summary financial statements.

### Summary financial statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards (IFRS), the Companies Act, 2019 (Act 992) and The Banks and Deposit-Taking Institutions Act, 2016 (Act 930). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

### The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 24 March 2022. That report also includes the communication of other key matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

### Management's responsibility for the summary financial statements

Management is responsible for the preparation of the summary financial statements in accordance with the Bank of Ghana guide for financial publication for banks and Bank of Ghana (BOG) licensed financial Institutions.

### Auditor's responsibility

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 Standards on Auditing (ISA) 810 (Revised), Engagement to Report on Summary Financial Statements.

The engagement partner on the audit resulting in this independent auditor's report is Pamela Des Bordes (ICAG/P/1329).

For and on behalf of Ernst & Young (ICAG/F/2021/126)

Chartered Accountants

Accra, Ghana

Date: 24 March 2022



## No Ghana Card, No Banking

Effective 1st July 2022, Ghana Card will be the only acceptable ID card for all financial transactions.

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