

ACCESS BANK (GHANA) PLC

SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

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

	The Group		The Bank	
	Dec 2018	Dec 2017	Dec 2018	Dec 2017
Assets				
Assets				
Cash and cash equivalents	1,512,990	1,107,576	1,512,990	1,107,576
Investment securities	866,065	906,238	866,065	906,238
Loans and advances to customers	815,559	877,675	815,559	877,675
Investment other than securities	-	-	20	20
Property and equipment	126,150	121,419	126,150	121,419
Intangible assets	4,077	4,206	4,077	4,206
Current Tax	3,011	-	3,181	
Deferred income tax asset	7,974	2,517	7,974	2,517
Other assets	205,188	180,178	204,925	179,915
Total assets	3,541,014	3,199,809	3,540,941	3,199,566
Liabilities				
				407.00
Deposits from banks	111,066	187,294	111,066	187,294
Deposits from customers		2,131,482	2,452,076	2,131,529
Borrowings Current income tax	301,616	341,328	301,616	341,328
Current income tax Deferred income tax liabilities	- - 267	19,891	- - 267	19,723
Other liabilities	5,263 38,279	8,161 41,895	5,263 39,180	8,163 42,796
		,		,
Total liabilities	2,908,253	2,730,051	2,909,201	2,730,829
Equity				
Stated capital	400,000	144,738	400,000	144,738
Statutory reserve	154,202	129,279	154,202	129,279
Credit risk reserve	116,549	139,625	116,549	139,625
Income surplus	(38,621)	44,319	(39,642)	43,298
Fair value reserve	631	11,797	631	11,797
Total equity	632,761	469,758	631,740	468,737
Total equity and liabilities	3.541.014	3,199,809	3,540,941	3,199,566

SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2018

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

	The	The Group		The Bank	
	2018	2017	2018	2017	
Cash flows from operating activities					
Profit before tax	71,788	58,597	71,788	58,58	
Adjustments for:					
Depreciation of property, plant and equipment	14,962	13,576	14,962	13,57	
Write off of property, plant and equipment	20	-	20		
Amortisation of intangible assets	3,112	3,641	3,112	3,64	
Interest expense on borrowings	19,977	13,921	19,977	13,92	
Impairment on financial instruments	92,514	40,816	92,514	40,81	
Profit on disposal of property and equipment	(220)	(55)	(220)	(55	
Change in loans and advances	(30,398)	367,121	(30,398)	367,12	
Change in investment securities	(246,257)	(578,238)	(246,257)	(578,238	
Change in other assets	(25,010)	(66,618)	(25,010)	(66,606	
Change in deposits from customers	320,547	122,383	320,547	122,38	
Change in deposits from banks	(76,228)	187,294	(76,228)	187,29	
Change in other liabilities	(3,616)	25,464	(3,616)	25,46	
Change in mandatory reserve deposit	(32,055)	(12,238)	(32,055)	(12,238	
Effects of exchange rate changes on cash held	(65,438)	(42,317)	(65,438)	(42,317	
Exchange loss on borrowings	17,078	6,366	17,078	6.36	
Tax paid	(49,478)	(14,911)	(49,478)	(14,911	
Net cash generated from operating activities	11,298	124,802	11,298	124,80	
Cash flows from investing activities					
Purchase of property and equipment	(20,331)	(25,639)	(20,331)	(25,639	
Purchase of intangible assets	(2,454)	(1,586)	(2,454)	(1,586	
Proceeds from sale of property and equipment	309	786	309	78	
Net cash used in investing activities	(22,476)	(26,439)	(22,476)	(26,439	
Cash flows from financing activities					
Drawdown on borrowings	302,306	200 406	302,306	200.40	
Repayment of borrowings	(379,073)	288,496 (171,123)	(379,073)	288,49 (171,123	
Cost of transfer to stated capital	(3,386)	(1/1,123)	(3,386)	(1/1,123	
Proceeds from issue of shares		-			
	218,108	-	218,108		
Net cash generated from financing activities	137,955	117,373	137,955	117,37	
Net increase in cash and cash equivalents	126,777	215,736	126,777	215,73	
Effects of exchange rate changes on cash held	65,438	42,317	65,438	42,31	
Cash and cash equivalents at 1 January	1,076,259	818,206	1,076,259	818,20	
Cash and cash equivalents at 31 December*	1,268,474	1,076,259	1,268,474	1,076,25	

SUMMARY STATEMENT OF CHANGES IN EQUITY

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

The Group

Year ended 31 December 2018	Stated capital	Fair value reserve	Statutory reserve	Credit Risk reserve	Income surplus	Total
At 1 January 2018	144,738	11,797	129,279	139,625	44,319	469,758
Changes on initial application of IFRS 9 Increase in impairment provisioning Transfer between reserves	- -	-	Ī	- (79,365)	(90,399) 79,365	(90,399) -
Restated balance at 1 January 2018	144,738	11,797	129,279	60,260	33,285	379,359
Profit for the year Changes in fair value of held-to-collect-and-sell	-	-	-	-	49,846	49,846
financial assets, net of tax	-	(11,166)	-	-	-	(11,166)
Total comprehensive income		(11,166)			49,846	38,680
Transfer to Stated Capital Cost of transfer to Stated Capital Transfer to credit risk reserve	37,154 - -	- - -	-	- - 56,289	(37,154) (3,386) (56,289)	- (3,386) -
Transfer to statutory reserve Rights Issue	218,108	-	24,923 -	-	(24,923) -	218,108
Total transactions with owners	255,262	-	24,923	56,289	(121,752)	214,722
At 31 December 2018	400,000	631	154,202	116,549	(38,621)	632,761
Year ended 31 December 2017 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 Transfer to statutory reserve	-	-	- 7,398	(7,999) -	7,999 (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

The Bank

Year ended 31 December

2018	Stated capital	Fair value reserve	Statutory reserve	Credit Risk reserve	Income surplus	Total
At 1 January 2018	144,738	11,797	129,279	139,625	43,298	468,737
Changes on initial application of IFRS 9 Increase in impairment provisioning	,	,			(90,399)	(90,399)
Transfer between reserves				(79,365)	79,365	-
Restated balance at 1 January 2018	144,738	11,797	129,279	60,260	32,264	378,338
Profit for the year Changes in fair value of held-to-collect-and-sell financial	-	-	-	-	49,846	49,846
assets, net of tax	-	(11,166)	-	-	-	(11,166)
Total comprehensive income		(11,166)	-	-	49,846	38,680
Transfer to Stated Capital	37,154	-	-	-	(37,154)	-
Cost of transfer to Stated Capital	-	-	-	-	(3,386)	(3,386)
Transfer from credit risk reserve Transfer to statutory reserve Rights Issue	- - 218,108	- - -	- 24,923 -	56,289 - -	(56,289) (24,923) -	- - 218,108
Total transactions with owners	255,262	-	24,923	56,289	(121,752)	214,722
At 31 December 2018	400,000	631	154,202	116,549	(39,642)	631,740
Year ended 31 December 2017 At 1 January 2017	144,738	1,200	121,881	147,624	13,105	428,548
Profit for the year Changes in fair value of available for sale financial	-	-	-	-	29,592	29,592
assets, net of tax	-	10,597	-	-	-	10,597
Total comprehensive income	-	10,597	-	-	29,592	40,189
Transfer to credit risk reserve	-	-	-	(7,999)	7,999	-
Transfer to statutory reserve	-	-	7,398	-	(7,398)	-
Total transactions with owners At 31 December 2017	144,738	11,797	7,398 129,279	(7,999) 139,625	601 43,298	468,737

SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR **ENDED 31 DECEMBER 2018**

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

The C	Group	The Bank			
Dec 2018 Dec 2017		Dec 2018	Dec 2017		
397,664	411,071	397,664	411,071		
(178,493)	(196,001)	(178,493)	(196,001)		
219,171	215,070	219,171	215,070		
44,066	18,080	44,066	18,080		
70,405	34,219	70,405	34,219		
12,008	2981	12,008	2969		
345,650	270,350	345,650	270,338		
(92,514)	(40,816)	(92,514)	(40,816)		
(66,554)	(62,576)	(66,554)	(62,576)		
(18,074)	(17,217)	(18,074)	(17,217)		
(96,720)	(91,144)	(96,720)	(91,142)		
71,788	58,597	71,788	58,587		
(21,942)	(28,998)	(21,942)	(28,995)		
49,846	29,599	49,846	29,592		
(11,166)	10,597	(11,166)	10,597		
38,680	40,196	38,680	40,189		
28	25	28	25		
	397,664 (178,493) 219,171 44,066 70,405 12,008 345,650 (92,514) (66,554) (18,074) (96,720) 71,788 (21,942) 49,846 (11,166)	397,664 411,071 (178,493) (196,001) 219,171 215,070 44,066 18,080 70,405 34,219 12,008 2981 345,650 270,350 (92,514) (40,816) (66,554) (62,576) (17,217) (96,720) (91,144) 71,788 58,597 (21,942) (28,998) 49,846 29,599 (11,166) 10,597	Dec 2018 Dec 2017 Dec 2018 397,664 411,071 397,664 (178,493) (196,001) (178,493) 219,171 215,070 219,171 44,066 18,080 44,066 70,405 34,219 70,405 12,008 2981 12,008 345,650 270,350 345,650 (92,514) (40,816) (92,514) (66,554) (62,576) (66,554) (18,074) (17,217) (18,074) (96,720) (91,144) (96,720) 71,788 58,597 71,788 (21,942) (28,998) (21,942) 49,846 29,599 49,846 (11,166) 10,597 (11,166) 38,680 40,196 38,680		

SUMMARY NOTES

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 consolidated financial statements of the Bank as at, and for the year ended 31 December 2018 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.

2.1 Basis of preparation

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

2.2 Contingent Liabilities

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

Contingent liabilities: Bonds		
and guarantees	450,331	235,537
Commitments: Clean Line		
Facilities for Letters of Credit	211,662	192,015

2.3 Risk Management

2.3.1 Quantitative Disclosures

	Dec 2018	Dec 2017
i.Capital Adequacy Ratio (%)	20.35	13.29
ii.Non-performing loans (%)	32.10	32.31
iii. Default in statutory liquidity	Nil	Nil
v. Default in statutory liquidity sanction (GHS'000)	Nil	Nil

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
- The processes adopted for risk management for the year ended 31 December 2018 are consistent with those adopted for the year ended 31 December 2017.

SUMMARY REPORT OF THE DIRECTORS

 $The {\it directors present their report together with the audited financial statements for the year ended 31 December 2018 in accordance with the Companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act, 1963 (Act and the companies Act, 1963) and the companies Act and the co$ 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.

Statement of directors' responsibility

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 consistently, 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

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

Nature of business

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

Signed

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. TPL is dormant.

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 93.40% of the issued ordinary shares of the Bank.

Approval of the consolidated financial statements

The Board of Directors approved the consolidated financial statements on 22 February, 2019 and were signed on their behalf by:

Frank Beecham Olumide Olatunji Chairman Managing Director

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO

THE MEMBERS OF ACCESS BANK (GHANA) PLC

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 2018 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 2018 comprise:
- the summary separate and consolidated statement of financial position as at 31 December 2018; •the summary separate and consolidated statement of comprehensive income for the year then ended;
- •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 $Act, 1963 \, (Act\, 179) \, and \, the \, Banks \, and \, Specialised \, Deposit-Taking \, Institutions \, Act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, summary \, separate \, and \, consolidated \, financial \, statements \, for all the institutions \, act, \, 2016 \, (Act\, 930). \, Reading \, the \, 3000 \, (Act\, 930). \, Act, \, 3000 \, (Act\, 930). \, Ac$ 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 thereon

We expressed an unmodified audit opinion on the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. That report also include the audited separate and consolidated financial statements in our report dated 28 March 2019. The audited separate and consolidated financial statements in our report dated 28 March 2019. The audited separate and consolidated financial statements in our report dated 28 March 2019. The audited separate and consolidated financial statements in our report dated 28 March 2019. The audited separate and consolidated financial statements in our report dated 28 March 2019. The audited separated and consolidated financial statements and consolidated financial stcommunication 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 consolidated 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

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



Chartered Accountants Accra, Ghana



