



PRESS RELEASE

PR. No 178/2020

ACCESS BANK GHANA PLC (ACCESS) -
UNAUDITED SUMMARY FINANCIAL STATEMENTS FOR
THE FIRST QUARTER ENDING 31 MARCH 2020

ACCESS has released its Unaudited Financial Statements for the first quarter ending March 31, 2020 as per the attached.

Issued at Accra, this 29th
day of April, 2020.

- E N D -

att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, ACCESS
4. CSD Registrars, (Registrars for ACCESS shares)
5. Custodians
6. Central Securities Depository
7. Securities and Exchange Commission
8. GSE Council Members
9. GSE Notice Board

For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

***GA**

ACCESS BANK (GHANA) PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2020

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH

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

| | The Group | | The Bank | |
|---|----------------|----------------|----------------|----------------|
| | Mar 2020 | Mar 2019 | Mar 2020 | Mar 2019 |
| Interest income | 150,087 | 125,810 | 150,087 | 125,810 |
| Interest expense | (58,647) | (47,632) | (58,647) | (47,632) |
| Net interest income | 91,440 | 78,178 | 91,440 | 78,178 |
| Fees and commission | 26,989 | 23,795 | 26,989 | 23,795 |
| Net trading income | 32,982 | 30,373 | 32,982 | 30,373 |
| Other operating income | 4,061 | 63 | 4,061 | 63 |
| Total operating income | 155,472 | 132,409 | 155,472 | 132,409 |
| Impairment loss | (3,557) | (8,000) | (3,557) | (8,000) |
| Personnel expenses | (18,764) | (18,232) | (18,764) | (18,232) |
| Depreciation and amortization | (7,439) | (4,744) | (7,439) | (4,744) |
| Other expenses | (28,316) | (18,984) | (28,316) | (18,984) |
| Profit before income tax | 97,396 | 82,449 | 97,396 | 82,449 |
| Taxation | (29,219) | (24,735) | (29,219) | (24,735) |
| Profit after tax | 68,177 | 57,714 | 68,177 | 57,714 |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income for the period attributable to equity holders of the Bank | 68,177 | 57,714 | 68,177 | 57,714 |
| Earnings per share Basic & Diluted | 0.39 | 0.33 | 0.39 | 0.33 |

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH

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

| | The Group | | The Bank | |
|-------------------------------------|------------------|------------------|------------------|------------------|
| | Mar 2020 | Mar 2019 | Mar 2020 | Mar 2019 |
| Assets | | | | |
| Cash and cash equivalents | 1,306,410 | 1,872,799 | 1,306,410 | 1,872,799 |
| Non-pledged trading Assets | 742,323 | 289,080 | 742,323 | 289,080 |
| Investment securities | 1,495,931 | 582,554 | 1,495,931 | 582,554 |
| Loans and advances to customers | 1,219,893 | 855,381 | 1,219,893 | 855,381 |
| Investment other than securities | - | - | 20 | 20 |
| Property and equipment | 221,203 | 132,210 | 221,203 | 132,210 |
| Intangible assets | 1,869 | 3,680 | 1,869 | 3,680 |
| Current Tax | 4,216 | - | 4,386 | - |
| Deferred income tax asset | 37,325 | 7,974 | 37,325 | 7,974 |
| Other assets | 123,880 | 161,367 | 123,617 | 161,104 |
| Total assets | 5,153,050 | 3,905,045 | 5,152,977 | 3,904,802 |
| Liabilities | | | | |
| Deposits from banks | 125,241 | 227,616 | 125,241 | 227,616 |
| Deposits from customers | 3,404,242 | 2,555,000 | 3,404,289 | 2,555,000 |
| Borrowings | 624,886 | 371,122 | 624,886 | 371,122 |
| Current income tax | - | 1,732 | - | 1,732 |
| Deferred income tax liabilities | 17,310 | 5,263 | 17,310 | 5,263 |
| Other liabilities | 108,373 | 53,836 | 109,274 | 54,614 |
| Total liabilities | 4,280,052 | 3,214,569 | 4,281,000 | 3,215,347 |
| Equity | | | | |
| Stated capital | 400,000 | 400,000 | 400,000 | 400,000 |
| Statutory reserve | 258,098 | 183,060 | 258,098 | 183,060 |
| Credit risk reserve | 169,211 | 116,549 | 169,211 | 116,549 |
| Income surplus | 46,702 | (9,764) | 45,681 | (10,785) |
| Fair value reserve | (1,013) | 631 | (1,013) | 631 |
| Total equity | 872,998 | 690,476 | 871,977 | 689,455 |
| Total equity and liabilities | 5,153,050 | 3,905,045 | 5,152,977 | 3,904,802 |

STATEMENT OF CHANGES IN EQUITY

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

The Group

| 31 March 2020 | Stated capital | Statutory reserve | Credit risk reserve | Income surplus | Fair value reserve | Total |
|--|----------------|-------------------|---------------------|-----------------|--------------------|----------------|
| At 1 January 2020 | 400,000 | 241,054 | 157,171 | 7,609 | (1,013) | 804,821 |
| Profit for the year | - | - | - | 68,177 | - | 68,177 |
| Changes in fair value of held-to-collect-and-sell financial assets, net of tax | - | - | - | - | - | - |
| Total comprehensive income | - | - | - | 68,177 | - | 68,177 |
| Transfer to credit risk reserve | - | - | 12,040 | (12,040) | - | - |
| Transfer to statutory reserve | - | 17,044 | - | (17,044) | - | - |
| Total transactions with owners | - | 17,044 | 12,040 | (29,084) | - | - |
| At 31 March 2020 | 400,000 | 258,098 | 169,211 | 46,702 | (1,013) | 872,998 |
| 31 March 2019 | Stated capital | Statutory reserve | Credit risk reserve | Income surplus | Fair value reserve | Total |
| At 1 January 2019 | 400,000 | 154,202 | 116,549 | (38,621) | 631 | 632,761 |
| Profit for the year | - | - | - | 57,715 | - | 57,715 |
| Changes in fair value of held-to-collect-and-sell financial assets, net of tax | - | - | - | - | - | - |
| Total comprehensive income | - | - | - | 57,715 | - | 57,715 |
| Transfer for the year | - | 28,858 | - | (28,858) | - | - |
| At 31 March 2019 | 400,000 | 183,060 | 116,549 | (9,764) | 631 | 690,476 |

The Bank

| 31 March 2020 | Stated capital | Statutory reserve | Credit risk reserve | Income surplus | Fair value reserve | Total |
|--|----------------|-------------------|---------------------|-----------------|--------------------|----------------|
| At 1 January 2020 | 400,000 | 241,054 | 157,171 | 6,588 | (1,013) | 803,800 |
| Profit for the year | - | - | - | 68,177 | - | 68,177 |
| Changes in fair value of held-to-collect-and-sell financial assets, net of tax | - | - | - | - | - | - |
| Total comprehensive income | - | - | - | 68,177 | - | 68,177 |
| Transfer to credit risk reserve | - | - | 12,040 | (12,040) | - | - |
| Transfer to statutory reserve | - | 17,044 | - | (17,044) | - | - |
| Total transactions with owners | - | 17,044 | 12,040 | (29,084) | - | - |
| At 31 March 2020 | 400,000 | 258,098 | 169,211 | 45,681 | (1,013) | 871,977 |
| 31 March 2019 | Stated capital | Statutory reserve | Credit risk reserve | Income surplus | Fair value reserve | Total |
| At 1 January 2019 | 400,000 | 154,202 | 116,549 | (39,642) | 631 | 631,740 |
| Profit for the year | - | - | - | 57,715 | - | 57,715 |
| Changes in fair value of held-to-collect-and-sell financial assets, net of tax | - | - | - | - | - | - |
| Total comprehensive income | - | - | - | 57,715 | - | 57,715 |
| Transfer for the year | - | 28,858 | - | (28,858) | - | - |
| At 31 March 2019 | 400,000 | 183,060 | 116,549 | (10,785) | 631 | 689,455 |

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH

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

| | The Group | | The Bank | |
|--|------------------|------------------|------------------|------------------|
| | Mar 2020 | Mar 2019 | Mar 2020 | Mar 2019 |
| Cash flows from operating activities | | | | |
| Profit before tax | 97,396 | 82,449 | 97,396 | 82,449 |
| Adjustments for: | | | | |
| Depreciation of property, plant and equipment | 7,006 | 4,046 | 7,006 | 4,046 |
| Amortisation of intangible assets | 434 | 698 | 434 | 698 |
| Interest expense on borrowings | (7,546) | (4,889) | (7,546) | (4,889) |
| Impairment on financial instruments | 3,557 | 8,000 | 3,557 | 8,000 |
| Profit on disposal of property, plant and equipment | (4) | - | (4) | - |
| Change in loans and advances | 72,974 | (48,847) | 72,974 | (48,847) |
| Change in investment securities | (286,274) | (5,569) | (286,274) | (5,569) |
| Change in other assets | (26,821) | 43,821 | (26,821) | 43,821 |
| Change in deposits from customers | 394,683 | 102,971 | 394,683 | 102,971 |
| Change in deposits from banks | (91,966) | 116,550 | (91,966) | 116,550 |
| Change in other liabilities | 31,658 | 17,289 | 31,658 | 17,289 |
| Tax paid | (29,219) | (24,735) | (29,219) | (24,735) |
| Net cash used/generated in operating activities | 165,878 | 291,784 | 165,878 | 291,784 |
| Cash flows from investing activities | | | | |
| Purchase of property and equipment | (6,223) | (6,060) | (6,223) | (6,060) |
| Purchase of intangible assets | (276) | (397) | (276) | (397) |
| Net cash used in investing activities | (6,499) | (6,457) | (6,499) | (6,457) |
| Cash flows from financing activities | | | | |
| Drawdown on borrowings | 130,712 | 150,431 | 130,712 | 150,431 |
| Repayment of borrowings | (78,025) | (75,949) | (78,025) | (75,949) |
| Net cash generated from financing activities | 52,687 | 74,482 | 52,687 | 74,482 |
| Net increase in cash and cash equivalents | 212,066 | 359,809 | 212,066 | 359,809 |
| Cash and cash equivalents at 1 January | 1,094,344 | 1512,990 | 1,094,344 | 1512,990 |
| Cash and cash equivalents at 31 March | 1,306,410 | 1,872,799 | 1,306,410 | 1,872,799 |

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 2020 are consistent with those applied in the financial statements for the year ended 31 December 2019.

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 2020 are consistent with those adopted for the year ended 31 December 2019.

3. QUANTITATIVE DISCLOSURES

- Capital Adequacy Ratio (%)
- Non-performing loans (%)
- Liquid ratio

| | Mar 2020 | Mar 2019 |
|-------------------------------|----------|----------|
| i. Capital Adequacy Ratio (%) | 26.56 | 22.84 |
| ii. Non-performing loans (%) | 24.98 | 30.45 |
| iii. Liquid ratio | 169.5 | 124.1 |

4. DEFAULT IN STATUTORY LIQUIDITY AND REGULATORY SANCTIONS

- Default in statutory liquidity
- Default in statutory liquidity sanction (GHS'000)

| | Mar 2020 | Mar 2019 |
|---|----------|----------|
| i. Default in statutory liquidity | Nil | Nil |
| ii. Default in statutory liquidity sanction (GHS'000) | Nil | Nil |

Signed
Frank Beecham
Chairman

Signed
Olumide Olatunji
Managing Director