



FINANCIAL STATEMENTS AND NOTES TO THE ACCOUNTS

CONSOLIDATED AND SEPARATE STATEMENT OF COMPREHENSIVE INCOME

for the year ended

In thousands of Naira

	Notes	Group December 2019	Group December 2018	Bank December 2019	Bank December 2018
Interest income on financial assets not at FVTPL	8	453,550,213	360,307,616	391,459,009	293,590,764
Interest income on financial assets at FVTPL	8	83,296,576	20,607,306	80,009,759	19,483,392
Interest expense	8	(259,617,791)	(207,336,761)	(238,708,397)	(184,857,410)
Net interest income		277,228,998	173,578,161	232,760,371	128,216,746
Net impairment charge	9	(20,189,393)	(14,656,723)	(21,055,479)	(10,702,144)
Net interest income after impairment charges		257,039,605	158,921,438	211,704,892	117,514,602
Fee and commission income	10 (a)	91,845,403	62,095,546	75,365,238	47,584,441
Fee and commission expense	10 (b)	(17,798,050)	(9,600,893)	(17,115,894)	(9,094,470)
Net fee and commission income		74,047,353	52,494,653	58,249,344	38,489,971
Net gains on investment securities	11a,b	66,102,274	96,324,350	64,711,601	95,286,231
Net foreign exchange loss	12	(83,876,395)	(23,768,927)	(93,038,918)	(31,213,857)
Other operating income	13	55,835,529	13,178,688	53,553,485	11,012,065
Profit on disposal of subsidiaries	48 (b)	-	-	4,287,666	-
Personnel expenses	14	(76,964,138)	(57,144,039)	(60,712,847)	(40,425,816)
Rent expenses		-	(4,334,491)	-	(1,983,096)
Depreciation	28	(21,232,914)	(13,535,345)	(17,113,619)	(11,383,886)
Amortization and impairment	29	(4,474,622)	(2,799,133)	(3,988,055)	(2,327,510)
Other operating expenses	15	(151,098,113)	(116,149,491)	(134,986,773)	(99,720,558)
Profit before tax		115,378,579	103,187,703	82,666,776	75,248,146
Income tax	16	(17,868,920)	(8,206,617)	(9,097,722)	(1,651,851)
Profit for the year		97,509,659	94,981,086	73,569,054	73,596,295
Other comprehensive income (OCI) net of income tax:					
<i>Items that will not be subsequently reclassified to income statement:</i>					
Remeasurements of post-employment benefit obligations		(621,039)	338,661	(621,039)	338,661
<i>Items that may be subsequently reclassified to the income statement:</i>					
Foreign currency translation differences for foreign subsidiaries:					
- Unrealised losses during the year		(4,155,945)	(11,226,803)	-	-
Net changes in fair value of financial instruments		6,586,645	(5,659,791)	7,436,899	(5,794,964)
Other comprehensive gain/(loss), net of related tax effects		1,809,661	(16,547,933)	6,815,860	(5,456,303)
Total comprehensive income for the year		99,319,320	78,433,153	80,384,914	68,139,992
Profit attributable to:					
Owners of the bank		96,501,925	94,018,241	73,569,054	73,596,295
Non-controlling interest	38	1,007,734	962,845	-	-
Profit for the year		97,509,659	94,981,086	73,569,054	73,596,295
Total comprehensive income attributable to:					
Owners of the bank		98,660,849	77,470,308	80,384,914	68,139,992
Non-controlling interest	38	658,472	962,845	-	-
Total comprehensive income for the year		99,319,320	78,433,153	80,384,914	68,139,992
Earnings per share attributable to ordinary shareholders					
Basic (kobo)	17	290	331	217	254
Diluted (kobo)	17	285	325	217	254

The notes are an integral part of these consolidated financial statements.

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION
As at 31 December 2019

<i>In thousands of Naira</i>	Notes	Group December 2019	Group December 2018	Bank December 2019	Bank December 2018
Assets					
Cash and balances with banks	18	723,064,003	740,926,362	575,906,273	338,289,912
Investment under management	19	28,291,959	23,839,394	28,291,959	23,839,394
Non pledged trading assets	20	129,819,239	38,817,147	76,971,761	36,581,058
Derivative financial assets	21	143,520,553	128,440,342	143,480,073	128,133,789
Loans and advances to banks	22	152,825,081	142,489,543	164,413,001	100,993,116
Loans and advances to customers	23	2,911,579,708	1,993,606,233	2,481,623,671	1,681,761,862
Pledged assets	24	605,555,891	554,052,956	605,555,891	554,052,956
Investment securities	25	1,084,604,185	501,072,480	813,706,953	258,580,286
Investment properties	31a	927,000	-	727,000	-
Restricted deposit and other assets	26	1,055,510,452	704,326,780	1,004,310,286	625,813,176
Investment in subsidiaries	27b	-	-	131,458,709	111,203,496
Property and equipment	28	211,214,238	103,668,719	188,634,458	88,392,543
Intangible assets	29	65,932,754	9,752,498	71,003,729	8,231,197
Deferred tax assets	30	8,807,563	922,660	-	-
		7,121,652,626	4,941,915,114	6,286,083,763	3,955,872,785
Asset classified as held for sale	31b	24,957,519	12,241,824	24,957,518	12,241,824
Total assets		7,146,610,145	4,954,156,938	6,311,041,282	3,968,114,609
Liabilities					
Deposits from financial institutions	32	1,186,356,312	994,572,845	1,079,284,414	616,644,611
Deposits from customers	33	4,255,837,303	2,564,908,384	3,668,339,811	2,058,738,930
Derivative financial liabilities	21	6,885,680	5,206,001	6,827,293	5,185,870
Current tax liabilities	16	3,531,410	4,057,862	1,409,436	2,939,801
Other liabilities	34	324,333,873	246,438,951	302,261,951	222,046,143
Deferred tax liabilities	30	11,272,928	6,456,840	4,507,110	4,505,966
Debt securities issued	35	157,987,877	251,251,383	157,987,877	251,251,383
Interest-bearing borrowings	36	586,602,830	388,416,734	544,064,226	363,682,441
Retirement benefit obligation	37	3,609,037	2,336,183	3,418,060	2,319,707
Total liabilities		6,536,417,250	4,463,645,183	5,768,100,178	3,527,314,852
Equity					
Share capital and share premium	38	251,811,463	212,438,802	251,811,463	212,438,802
Retained earnings		225,118,811	155,592,892	192,378,619	148,238,575
Other components of equity	38	124,733,788	114,609,701	98,751,022	80,122,380
Total equity attributable to owners of the Bank		601,664,062	482,641,395	542,941,104	440,799,757
Non controlling interest	38	8,528,833	7,870,360	-	-
Total equity		610,192,895	490,511,755	542,941,104	440,799,757
Total liabilities and equity		7,146,610,145	4,954,156,938	6,311,041,282	3,968,114,609

Signed on behalf of the Board of Directors on 10 February, 2020 by:

GROUP MANAGING DIRECTOR
 Herbert Wigwe
 FRC/2013/ICAN/00000001998

CHIEF FINANCIAL OFFICER
 Oluseyi Kumapayi
 FRC/2013/ICAN/0000000911

GROUP DEPUTY MANAGING DIRECTOR
 Roosevelt Ogbonna
 FRC/2017/ICAN/0000016638

CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY

STATEMENT OF CHANGES IN EQUITY

<i>In thousands of Naira</i>	Statement of Changes in Equity													
Group	Share capital	Share premium	Regulatory risk reserve	Other regulatory reserves	Share scheme reserve	Treasury Shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total	Controlling interest	Non-controlling interest	Total Equity
Balance at 1 January 2018	14,463,986	197,974,816	43,420,287	70,562,156	2,031,977	(4,028,909)	3,489,080	36,111,322	26,813,500	113,449,307	504,287,522	6,907,515	511,195,037	
Changes on initial application of IFRS 9 Transfers	-	-	-	(35,058,266)	-	-	-	-	(36,073,933)	-	(80,634,271)	(80,634,271)	-	
Restated balance at 1 January 2018	14,463,986	197,974,816	8,362,021	70,562,156	2,031,977	(4,028,909)	3,489,080	37,389	26,813,500	103,947,235	423,653,251	6,907,515	430,560,766	
Total comprehensive income for the year:														
Profit for the year	-	-	-	-	-	-	-	-	-	94,018,241	94,018,241	962,845	94,981,086	
Other comprehensive income, net of tax														
Unrealised foreign currency translation difference	-	-	-	-	-	-	-	-	(11,226,803)	-	(11,226,803)	(11,226,803)		
Actuarial gain on remeasurement of retirement benefit (net of tax)	-	-	-	-	-	-	-	-	-	338,661	338,661	-	338,661	
Net changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	-	(5,659,791)	-	-	(5,659,791)	-	(5,659,791)	
Net changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total other comprehensive income	-	-	-	-	-	-	-	(5,659,791)	(11,226,803)	338,661	(16,547,933)	-	(16,547,933)	
Total other comprehensive income	-	-	-	-	-	-	-	(5,659,791)	(11,226,803)	94,356,902	77,470,308	962,845	78,433,153	
Transactions with equity holders, recorded directly in equity:														
Transfers during the year	-	11,580,275	12,327,790	-	-	-	-	-	-	(23,908,065)	-	-	-	
Scheme shares	-	-	-	836,160	(515,144)	-	-	-	-	-	321,016	-	321,016	
Vested shares	-	-	-	(1,142,752)	1,142,752	-	-	-	-	-	-	-	-	
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(18,803,180)	(18,803,180)	-	(18,803,180)		
Total contributions by and distributions to equity holders	-	11,580,275	12,327,790	(306,592)	627,608	-	-	-	(42,711,245)	(18,482,164)	-	(18,482,164)		
Balance at 31 December 2018	14,463,986	197,974,816	19,942,296	82,889,946	1,725,385	(3,401,301)	3,489,080	(5,622,402)	15,586,697	155,592,853	482,641,395	7,870,260	490,511,755	

STATEMENT OF CHANGES IN EQUITY
In thousands of Naira

Bank	Share capital	Share premium	Share reserve	Regulatory risk reserve	Other regulatory reserve	Share Scheme reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
Balance at 1 January, 2019	14,463,986	197,974,816	9,483,000	72,026,340	1,725,385	3,489,081	(6,601,426)	148,238,575	440,799,757	
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	73,569,054	73,569,054
Other comprehensive income, net of tax										
Actuarial gain on remeasurement of retirement benefit	-	-	-	-	-	-	-	-	(621,039)	(621,039)
Net changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	7,436,898	-	-	7,436,898
Net changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-	-	7,436,898	(621,039)	6,815,859	
Total comprehensive income	-	-	-	-	-	-	7,436,898	72,948,015	80,384,913	
Transactions with equity holders, recorded directly in equity:										
Transfers for the year	-	-	11,035,359	-	-	-	-	-	(11,035,359)	
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(17,772,613)	(17,772,613)
Shares issued under scheme of merger	3,308,627	36,064,034	-	-	-	-	-	-	-	39,372,661
Additional shares	-	-	-	-	106,999	-	-	-	-	106,999
Scheme shares	-	-	-	-	985,315	-	-	-	-	985,315
Vested shares	-	-	-	-	(935,932)	-	-	-	-	(935,932)
Total contributions by and distributions to equity holders	3,308,627	36,064,034	-	11,035,359	156,382	-	-	(28,807,972)	21,756,430	
Balance at 31 December 2019	17,772,613	234,038,850	9,483,000	83,061,699	1,881,767	3,489,081	835,472	192,378,618	542,941,100	

STATEMENT OF CHANGES IN EQUITY

In thousands of Naira

Bank	Share capital	Share premium	Regulatory risk reserve	Other reserves	Share Scheme reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
	14,463,986	197,974,816	35,058,266	60,986,896	2,031,978	3,489,081	35,267,471	115,966,230	465,238,724
Balance at 1 January, 2018									
Changes on initial application of IFRS 9	-	-	-	-	-	-	(73,469,186)	(73,469,186)	
Transfers	-	-	(35,058,266)	-	-	-	(36,073,935)	71,132,199	-
Restated balance at 1 January 2018									
	14,463,986	197,974,816		60,986,896	2,031,978	3,489,081	(806,462)	113,629,243	391,769,538
Total comprehensive income for the year:									
Profit for the year	-	-	-	-	-	-	-	73,596,295	73,596,295
Other comprehensive income, net of tax									
Actuarial gain on remeasurement of retirement benefit	-	-	-	-	-	-	-	338,661	338,661
Net changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	(5,794,964)	-	(5,794,964)
Net changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	(1,142,753)	-	(1,142,753)
Total other comprehensive income									
	-	-	-	-	-	-	(5,794,964)	73,934,956	68,139,992
Total comprehensive (loss)/income									
Transactions with equity holders, recorded directly in equity:									
Transfers for the year	-	9,483,000	11,039,444	-	-	-	-	(20,522,444)	-
Dividend paid to equity holders	-	-	-	-	-	-	-	(18,803,180)	(18,803,180)
Scheme shares	-	-	-	-	836,160	-	-	-	836,160
Vested shares	-	-	-	-	(1,142,753)	-	-	-	(1,142,753)
Total contributions by and distributions to equity holders									
	-	9,483,000	11,039,444	(306,593)	-	-	-	(39,325,624)	(19,109,773)
Balance at 31 December 2018									
	14,463,986	197,974,816	9,483,000	72,026,340	1,725,385	3,489,081	(6,601,426)	148,238,575	440,799,757

CONSOLIDATED STATEMENT OF CASH FLOWS

In thousands of Naira	Note	Group	Group	Bank	Bank
		December 2019	December 2018	December 2019	December 2018
Cash flows from operating activities					
Profit before income tax		115,378,579	103,187,703	82,666,776	75,248,146
Adjustments for:					
Depreciation	28	21,232,914	13,535,345	17,113,619	11,383,886
Amortization	29	4,474,622	2,799,133	3,988,055	2,325,311
Fair value gain on investment property	13	(25,000)	-	-	-
Gain on disposal of property and equipment	13	(594,872)	(81,797)	(183,049)	(237,210)
Loss on lease modification		63,329	-	63,329	-
Profit on disposal of investment securities		(2,265,686)	-	(2,265,686)	-
Impairment on financial assets	9	20,164,358	14,656,724	21,055,479	10,702,144
Additional gratuity provision		774,562	624,711	600,060	621,593
Profit on disposal of subsidiaries		-	-	(4,287,666)	-
Restricted share performance plan expense		1,092,314	836,160	985,315	836,160
Property and equipment written off	28	167,405	-	103,516	-
Fair value loss on financial assets at FVPL		(11,237,409)	(35,706,212)	(11,237,409)	(35,706,212)
Net interest income	8	(278,116,647)	(173,578,161)	(232,760,371)	(128,216,746)
Unrealised foreign exchange loss on revaluation	12	19,053,227	39,496,189	17,029,703	37,472,664
(Loss)/Profit on disposal of asset held for sale		198,850	-	198,850	-
Loss/(Profit) on disposal of of investment in subsidiaries and associates		-	-	-	(430,019)
Loss on disposal of Investment property		153,946	-	153,946	-
Dividend income	13	(2,576,171)	(2,729,525)	(3,151,485)	(2,747,925)
		(112,061,679)	(36,959,732)	(109,927,018)	(28,748,209)
Changes in operating assets					
Non-pledged trading assets		(71,289,759)	7,770,674	(20,678,371)	6,169,695
Fair value of derivative financial instruments		(13,082,716)	(35,147,225)	(13,387,046)	(35,864,150)
Pledged assets		476,528,234	76,688,020	476,452,942	70,076,943
Restricted deposits		(44,514,019)	(181,515,384)	(5,813,506)	(164,959,177)
Loans and advances to banks and customers		(282,895,899)	(170,356,871)	(237,771,116)	12,273,604
Other assets		(62,624,567)	(41,277,822)	(81,739,297)	(37,615,847)
Changes in operating liabilities					
Deposits from financial institutions		129,334,795	535,994,500	409,815,330	332,514,925
Deposits from customers		653,011,639	313,228,097	570,748,593	140,102,442
Other liabilities		18,523,510	(13,618,740)	12,356,179	(22,852,957)
Interest paid on deposits to banks and customers		(226,142,999)	(149,031,157)	(211,969,418)	(126,741,012)
Interest received on loans and advances and non- pledged trading assets		247,082,946	261,809,814	232,654,477	228,693,792
Interest received on non-pledged trading assets		84,395,835	-	81,109,018	-
Payment to gratuity benefit holders		(415,000)	-	(415,000)	-
Lease payments		(1,556,558)	-	(1,184,674)	-
		794,293,763	567,284,175	1,100,251,093	372,750,051
Income tax paid		(14,686,580)	(14,961,654)	(5,677,827)	(6,747,660)
Net cash generated from/(used in) operating activities		779,607,182	552,322,520	1,094,573,265	366,002,390

Cash flows from investing activities				
Acquisition of investment securities	(6,043,119,994)	(1,555,681,602)	(6,014,899,148)	(1,459,070,853)
Interest received on investment securities	89,682,585	102,907,875	70,648,399	65,395,705
Investment under management	(1,362,890)	(785,965)	(1,362,890)	(785,965)
Dividend received	13 2,576,171	2,729,525	3,151,485	2,747,925
Acquisition of property and equipment	28 (37,505,576)	(19,011,517)	(32,259,378)	(16,658,515)
Proceeds from the sale of property and equipment and intangible assets		994,122	348,743	661,290
Acquisition of intangible assets	29 (7,792,913)	(5,097,415)	(7,270,576)	(4,574,605)
Proceeds from disposal of asset held for sale		1,746,150	-	1,746,150
Proceeds from sale of investment properties		200,000	-	200,000
Capital expenditure on investment property		(2,435)	-	(2,435)
Proceeds from matured/disposed investment securities		449,279,227	106,791,789	449,279,227
Proceeds from sale of investment securities		5,212,067,179	1,250,484,663	5,212,067,179
Additional investment in subsidiaries		-	-	(17,582,261)
Proceeds from disposal of subsidiary		10,619,124	-	12,263,926
Net cash acquired from business combinations		30,262,457	-	30,258,805
Net cash generated from investing activities		(292,356,792)	(117,313,903)	(293,100,226)
				(81,240,117)
Cash flows from financing activities				
Interest paid on interest bearing borrowings and debt securities issued		(44,940,125)	(47,130,258)	(43,712,811)
Net proceeds from interest bearing borrowings		103,231,346	72,857,911	85,539,189
Net proceeds of debt securities issued	35 (216,208,000)	(118,691,111)	(216,208,000)	(118,691,111)
Purchase of own shares		(2,330,544)	(515,144)	(1,501,886)
Dividends paid to owners		(17,772,613)	(18,803,180)	(17,772,613)
Debt securities issued	35 45,000,000	51,289,056	45,000,000	51,289,056
Net cash (used in)/generated from financing activities		(133,019,936)	(60,992,726)	(148,656,121)
				(52,368,596)
Net increase/(decrease) in cash and cash equivalents		354,230,452	374,015,889	652,816,916
				232,393,674
Cash and cash equivalents at beginning of year	40 864,564,911	493,424,299	424,360,569	198,811,517
Net increase/ (decrease) in cash and cash equivalents		354,230,452	374,015,890	652,816,916
Effect of exchange rate fluctuations on cash held		7,235,657	(2,875,278)	2,827,789
Cash and cash equivalents at end of year	40 1,226,031,019	864,564,912	1,080,005,274	424,360,569

FINANCIAL STATEMENTS AND ACCOUNTS

Consolidated and separate statement of comprehensive income

Notes In thousands of Naira	*Restated		*Restated	
	Group December 2020	Group December 2019	Bank December 2020	Bank December 2019
Interest income calculated using effective interest rate	8 425,666,038	453,550,213	342,109,525	391,459,009
Interest income on financial assets at FVTPL	8 63,550,668	83,296,576	54,568,774	80,009,759
Interest expense	8 (226,266,663)	(259,617,791)	(198,403,593)	(238,708,397)
Net interest income	262,950,043	277,228,998	198,274,706	232,760,371
Net impairment charge	9 (62,893,120)	(20,189,392)	(39,650,582)	(21,055,481)
Net interest income after impairment charges	200,056,923	257,039,606	158,624,124	211,704,890
Fee and commission income	10 (a) 116,700,349	91,845,403	96,679,032	75,365,238
Fee and commission expense	10 (b) (23,126,925)	(17,798,050)	(22,443,839)	(17,115,894)
Net fee and commission income	93,573,424	74,047,353	74,235,193	58,249,344
Net gains on financial instruments at fair value	11a,b 122,689,735	66,102,274	116,168,028	64,711,601
Net foreign exchange loss	12 a (7,568,256)	(83,876,395)	(16,545,919)	(93,038,918)
Net loss on fair value hedge (Hedging ineffectiveness)	12 b (795,254)	-	(795,254)	-
Other operating income	13 44,474,162	55,835,530	42,679,584	53,553,485
Profit on disposal of subsidiaries	48 -	-	-	4,287,666
Personnel expenses	14 (73,173,176)	(76,964,138)	(54,590,720)	(60,712,847)
Depreciation	28 (27,615,333)	(21,232,914)	(22,813,359)	(17,113,619)
Amortization and impairment	29 (9,913,194)	(7,927,685)	(9,246,069)	(7,441,118)
Other operating expenses	15 (215,806,906)	(151,098,110)	(197,519,729)	(134,986,773)
Profit before tax				
Income tax	16 125,922,129	111,925,523	90,195,880	79,213,711
	(19,912,434)	(17,868,920)	(10,156,549)	(9,097,722)
Profit for the year	106,009,695	94,056,603	80,039,331	70,115,989
Other comprehensive income (OCI) net of income tax :				
Items that will not be subsequently reclassified to income statement:				
Actuarial loss on remeasurements of retirement benefit obligations	(260,968)	(621,039)	(260,968)	(621,039)
Items that may be subsequently reclassified to the income statement:				
Unrealised foreign currency translation difference	4,993,614	(4,155,945)	-	-
Changes in fair value of FVOCI financial instruments	57,683,203	6,477,225	58,444,389	7,373,186
Changes in allowance on FVOCI financial instruments	301,003	109,420	294,277	63,713
Other comprehensive gain, net of related tax effects	62,716,852	1,809,661	58,477,698	6,815,860
Total comprehensive income for the year	168,726,547	95,866,264	138,517,029	76,931,849
Profit attributable to:				
Owners of the bank	38 104,682,985	93,048,868	80,039,331	70,115,989
Non-controlling interest	1,326,710	1,007,735	-	-
Profit for the year	106,009,695	94,056,603	80,039,331	70,115,989
Total comprehensive income attributable to:				
Owners of the bank	38 169,916,655	95,207,790	138,517,029	76,931,849
Non-controlling interest	(1,190,108)	658,474	-	-
Total comprehensive income for the year	168,726,547	95,866,264	138,517,029	76,931,849
Earnings per share attributable to ordinary shareholders				
Basic (kobo)	17 301	279	225	207
Diluted (kobo)	17 295	275	225	207

The notes are an integral part of these consolidated financial statements.

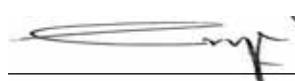
* See Note 46 - Restatement of prior year financial information

Consolidated and separate statement of financial position

As at 31 December 2020

In thousands of Naira	Notes	*Restated		*Restated	
		Group December 2020	Group December 2019	Bank December 2020	Bank December 2019
Assets					
Cash and balances with banks	18	723,872,820	723,064,003	589,812,439	575,906,273
Investment under management	19	30,451,466	28,291,959	30,451,466	28,291,959
Non pledged trading assets	20	207,951,943	129,819,239	110,283,112	76,971,761
Derivative financial assets	21	251,112,745	143,520,553	244,564,046	143,480,073
Loans and advances to banks	22	392,821,307	152,825,081	231,788,276	164,413,001
Loans and advances to customers	23	3,218,107,027	2,911,579,708	2,818,875,731	2,481,623,671
Pledged assets	24	228,545,535	605,555,891	228,545,535	605,555,892
Investment securities	25	1,749,549,145	1,084,604,187	1,428,039,657	813,706,953
Investment properties	31a	217,000	927,000	217,000	727,000
Restricted deposit and other assets	26	1,548,891,262	1,055,510,452	1,490,633,058	1,004,310,282
Investment in subsidiaries	27b	-	-	164,251,532	131,458,709
Property and equipment	28	226,478,704	211,214,241	191,893,320	188,634,458
Intangible assets	29	69,189,845	62,479,692	67,496,079	67,550,666
Deferred tax assets	30	4,240,448	8,807,563	-	-
		8,651,429,247	7,118,199,569	7,596,851,251	6,282,630,698
Asset classified as held for sale	31b	28,318,467	24,957,519	28,128,467	24,957,518
Total assets		8,679,747,714	7,143,157,088	7,624,979,718	6,307,588,216
Liabilities					
Deposits from financial institutions	32	958,397,171	1,186,356,312	831,632,332	1,079,284,414
Deposits from customers	33	5,587,418,213	4,255,837,303	4,832,744,495	3,668,339,811
Derivative financial liabilities	21	20,880,529	6,885,680	20,775,722	6,827,293
Current tax liabilities	16	2,159,921	3,531,410	2,546,893	1,409,437
Other liabilities	34	379,416,786	324,333,880	342,460,268	302,261,950
Deferred tax liabilities	30	14,877,285	11,272,928	11,925,861	4,507,110
Debt securities issued	35	169,160,059	157,987,877	169,160,059	157,987,877
Interest-bearing borrowings	36	791,455,237	586,602,830	755,254,273	544,064,226
Retirement benefit obligation	37	4,941,268	3,609,037	4,584,149	3,418,060
Total liabilities		7,928,706,469	6,536,417,257	6,971,084,052	5,768,100,178
Equity					
Share capital and share premium	38	251,811,463	251,811,463	251,811,463	251,811,463
Retained earnings		252,396,881	221,665,749	206,896,038	188,925,555
Other components of equity	38	239,494,175	124,733,785	195,188,165	98,751,020
Total equity attributable to owners of the Bank		743,702,519	598,210,997	653,895,666	539,488,038
Non controlling interest	38	7,338,726	8,528,834	-	-
Total equity		751,041,245	606,739,831	653,895,666	539,488,038
Total liabilities and equity		8,679,747,714	7,143,157,088	7,624,979,718	6,307,588,216

Signed on behalf of the Board of Directors on 29 January, 2021 by:



GROUP MANAGING DIRECTOR
Herbert Wigwe
FRC/2013/ICAN/00000001998



CHIEF FINANCIAL OFFICER
Oluseyi Kumapayi
FRC/2013/ICAN/0000000911



GROUP DEPUTY MANAGING DIRECTOR
Roosevelt Ogbonna
FRC/2017/ICAN/00000016638

Consolidated and separate statement of changes in equity

Group	Attributable to owners of the Bank										Non Controlling interest	Total Equity	
	Share capital	Share premium	Share risk reserve	Other regulatory reserves	Share scheme reserve	Treasury Shares	Capital reserve	Fair value reserve	Foreign currency translati on reserve	Retained earnings			
Balance at 1 January 2020	17,772,613	234,038,850	18,091,941	93,322,654	1,881,768	(4,795,914)	3,489,080	964,243	11,780,013	225,118,814	601,664,062	8,528,834	610,192,896
Restatement of amortization of identified intangible asset at acquisition for 2019 (See note 46)	-	-	-	-	-	-	-	-	-	(3,453,063)	(3,453,063)	-	(3,453,063)
Restated Balance at 1 January, 2020	17,772,613	234,038,850	18,091,941	93,322,654	1,881,768	(4,795,914)	3,489,080	964,243	11,780,013	221,665,751	598,210,999	8,528,834	606,759,832
Total comprehensive income for the year:													
Profit for the year	-	-	-	-	-	-	-	-	-	104,682,985	104,682,985	1,326,710	106,009,695
Other comprehensive income, net of tax													
Unrealised foreign currency translation difference	-	-	-	-	-	-	-	-	-	6,352,317	(1,358,703)	4,993,614	
Actuarial gain on remeasurement of retirement benefit (net of tax)	-	-	-	-	-	-	-	-	(260,968)	(260,968)	-	(260,968)	
Changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	-	-	58,841,318	(1,158,115)	57,683,203		
Changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	-	-	301,003	-	301,003	-	301,003
Total other comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	59,142,321	6,352,317	(260,968)	65,233,670
Total comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	59,142,321	6,352,317	104,422,017	169,916,655
Total contributions by and distributions to equity holders													
Transfers during the year	-	28,334,037	-	22,252,453	-	-	-	-	-	(50,586,490)	-	-	-
Scheme shares	-	-	-	-	818,385	(315,732)	-	-	-	502,653	-	502,653	
Vested shares	-	-	-	-	(1,823,391)	-	-	-	-	(1,823,391)	-	(1,823,391)	
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(23,104,397)	(23,104,397)	-	(23,104,397)	
Total contributions by and distributions to equity holders	-	28,334,037	22,252,453	(1,005,006)	(315,732)	-	-	-	-	(73,690,387)	(24,425,135)	-	(24,425,135)
Balance at 31 December 2020	17,772,613	234,038,850	46,425,978	115,575,107	876,762	(5,111,646)	3,489,080	60,106,564	18,132,330	252,336,881	743,702,519	7,338,726	751,041,245

Consolidated and separate statement of changes in equity

Group	Share capital	Share premium	Regulatory risk reserve	Other regulatory reserves	Share scheme reserve	Treasury shares	Capital reserve	Fair value reserve	Attributable to owners of the Bank		
									Non-controlling interest	Total earnings	Non-Equity
Balance at 1 January 2019	14,463,986	197,974,816	19,942,296	82,889,946	1,725,385	(3,401,302)	3,489,080	(5,622,402)	15,586,697	155,592,885	482,641,387
Total comprehensive income for the year:										7,370,360	490,511,747
Profit for the year	-	-	-	-	-	-	-	-	93,048,868	93,048,868	1,007,735
Other comprehensive income, net of tax											
Unrealised foreign currency translation difference	-	-	-	-	-	-	-	-	(3,806,684)	(3,806,684)	(4,155,945)
Actuarial gain on remeasurement of retirement benefit (net of tax)	-	-	-	-	-	-	-	-	(621,039)	(621,039)	(621,039)
Net changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	-	-	6,477,225	-	6,477,225
Net changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	-	-	109,420	-	109,420
Total other comprehensive income/(loss)									6,586,645	(3,806,684)	(621,039)
Total other comprehensive income/(loss)									6,586,645	(3,806,684)	92,427,829
										95,207,790	658,474
											95,866,264
Transactions with equity holders, recorded directly in equity:											
Transfers during the year	-	(1,850,355)	10,432,708	-	-	-	-	-	(8,582,352)	-	-
Shares issued under scheme of merger	3,308,627	36,064,034	-	-	107,000	(2,330,544)	-	-	-	39,372,661	39,372,661
Additional shares	-	-	-	-	985,315	-	-	-	(2,223,544)	-	(2,223,544)
Scheme shares	-	-	-	-	(955,932)	935,932	-	-	-	985,315	985,315
Vested shares	-	-	-	-	-	-	-	-	-	-	-
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(17,772,613)	(17,772,613)	(17,772,613)
Total contributions by and distributions to equity holders	3,308,627	36,064,034	(1,850,355)	10,432,708	156,383	(1,394,612)	-	-	(26,354,965)	20,361,819	-
Balance at 31 December 2019	17,772,613	234,038,850	18,091,941	93,322,654	1,881,768	(4,795,914)	3,489,080	964,243	11,780,013	221,665,749	598,210,996
											8,528,834
											606,739,831

Consolidated and separate statement of changes in equity

In thousands of Naira

	Share capital	Share premium	Share reserve	Regulatory risk reserve	Other regulatory reserve	Share reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
Bank										
Balance at 1 January, 2020	17,772,613	234,038,850	9,483,000	83,061,699	1,881,767	3,489,081	835,473	192,378,618	542,941,101	
Restatement of amortization of identified intangible asset at acquisition for 2019 (See note 46)	-	-	-	-	-	-	-	-	(3,453,063)	(3,453,063)
Restated Balance at 1 January, 2020	17,772,613	234,038,850	9,483,000	83,061,699	1,881,767	3,489,081	835,473	188,925,555	539,483,038	
 Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	80,039,331	80,039,331	
Other comprehensive income, net of tax										
Actuarial gain on remeasurement of retirement benefit	-	-	-	-	-	-	-	(260,968)	(260,968)	
Changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	58,444,389	-	58,444,389	
Changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	294,277	-	294,277	
Total other comprehensive income/(loss)	-	-	-	-	-	-	58,738,666	(260,968)	58,477,698	
Total comprehensive income/(loss)	-	-	-	-	-	-	58,738,666	79,778,363	138,517,029	
 Transactions with equity holders, recorded directly in equity:										
Transfers for the year	-	-	26,697,585	12,005,900	-	-	-	-	(38,703,485)	-
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(23,104,397)	(23,104,397)
Scheme shares	-	-	-	-	818,385	-	-	-	-	818,385
Vested shares	-	-	-	-	(1,823,391)	-	-	-	-	(1,823,391)
Total contributions by and distributions to equity holders	-	26,697,585	12,005,900	(1,005,006)	-	-	-	-	(61,807,880)	(24,109,403)
Balance at 31 December 2020	17,772,613	234,038,850	36,180,585	95,067,599	876,761	3,489,081	59,574,139	206,896,038	653,895,664	

Consolidated and separate statement of changes in equity

In thousands of Naira

	Bank	Share capital	Share premium	Regulatory risk reserve	Other regulatory reserves	Share reserve	Capital reserve	Fair value reserve	Retained earnings	Total Equity
Balance at 1 January, 2019										
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	70,115,989	70,115,989
Other comprehensive income, net of tax										
Actuarial gain on remeasurement of retirement benefit	-	-	-	-	-	-	-	-	(621,039)	(621,039)
Net changes in fair value of FVOCI financial instruments	-	-	-	-	-	-	-	7,373,186	-	7,373,186
Net changes in allowance on FVOCI financial instruments	-	-	-	-	-	-	63,713	-	-	63,713
Total other comprehensive income/(loss)							7,436,899	(621,039)	6,815,860	
Total comprehensive income/(loss)							7,436,899	69,494,950	76,931,849	
Transactions with equity holders, recorded directly in equity:										
Transfers for the year	-	-	-	11,035,359	-	-	-	-	(11,035,359)	-
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(17,772,613)	(17,772,613)
Shares issued under scheme of merger	3,308,627	36,064,034	-	-	-	-	-	-	-	39,372,661
Additional shares	-	-	-	-	106,999	-	-	-	106,999	-
Scheme shares	-	-	-	-	985,315	-	-	-	985,315	-
Vested shares	-	-	-	(935,932)	-	-	-	-	(935,932)	-
Total contributions by and distributions to equity holders	3,308,627	36,064,034	-	11,035,359	156,382	-	-	(28,807,972)	21,756,430	
Balance at 31 December 2019	17,772,613	234,038,850	9,483,000	83,061,699	1,881,767	3,489,081	835,473	188,925,555	539,483,038	

Consolidated and separate statement of cashflows

	Note	*Restated		*Restated	
		Group December 2020	Group December 2019	Bank December 2020	Bank December 2019
<i>In thousands of Naira</i>					
Cash flows from operating activities					
Profit before income tax		125,922,129	111,925,517	90,195,880	79,213,711
Adjustments for:					
Depreciation	28	27,615,333	21,232,914	22,813,359	17,113,619
Amortization and impairment loss	29	9,913,195	7,927,685	9,246,070	7,441,118
Fair value gain on investment property	13	-	(25,000)	-	-
Gain on disposal of property and equipment	13	(1,987,366)	(594,872)	(2,018,982)	(183,049)
(Loss)/Gain on disposal of investment property		(40,000)	153,946	(40,000)	153,946
Loss on lease modification		522,438	63,329	545,865	63,329
Loss on disposal of asset held for sale		-	198,850	-	198,850
Fair value gain on financial assets at FVPL		(36,777,893)	(11,237,409)	(36,777,894)	(11,237,409)
Gain on disposal of investment securities	9	(34,269,886)	(2,265,686)	(29,142,993)	(2,265,686)
Impairment on financial assets		62,893,121	20,164,358	39,650,582	21,055,479
Additional gratuity provision		948,453	774,562	782,312	600,060
Restricted share performance plan expense		818,385	1,092,314	818,385	985,315
Write-off of property and equipment and intangible assets	28	116,586	167,405	-	103,516
Profit on disposal of subsidiaries		-	-	-	(4,287,666)
Net interest income	8	(262,950,043)	(278,116,647)	(198,274,705)	(232,760,371)
Unrealised foreign exchange loss on revaluation	12	52,234,392	19,053,227	49,943,169	17,029,703
Loss on derogation of ROU assets		362,975	-	261,101	-
Fair value of derivative financial instruments		(93,597,342)	(13,082,716)	(87,135,544)	(13,387,046)
Dividend income	13	(2,319,994)	(2,576,171)	(2,319,994)	(3,151,485)
		(150,595,515)	(125,144,394)	(141,453,387)	(123,314,064)
Changes in operating assets					
Changes in non-pledged trading assets		(75,618,149)	(71,289,759)	(33,558,067)	(20,678,371)
Changes in pledged assets		(56,997,669)	476,528,234	(57,007,470)	476,452,942
Changes in other restricted deposits with central banks		44,916,017	(44,514,019)	44,556,655	(5,813,506)
Changes in loans and advances to banks and customers		(738,762,860)	(282,895,899)	(569,045,300)	(237,771,116)
Changes in restricted deposits and other assets		(514,858,162)	(62,624,567)	(518,491,388)	(81,739,297)
Changes in operating liabilities					
Changes in deposits from banks		(233,368,647)	129,334,795	(244,804,888)	409,815,330
Changes in deposits from customers		1,309,402,672	653,011,639	1,172,879,110	570,748,593
Chnages in other liabilities		45,992,245	18,523,510	41,689,071	12,356,179
Cash flows from operating activities					
Interest paid on deposits to banks and customers		(181,994,733)	(226,142,999)	(165,307,405)	(211,969,418)
Interest received on loans and advances to bank and customers		407,441,404	247,082,946	335,134,805	232,654,477
Interest received on non-pledged trading assets		61,026,311	84,395,835	54,815,491	81,109,018
Payment to gratuity benefit holders		-	(415,000)	-	(415,000)
		(83,417,087)	795,850,322	(80,592,775)	1,101,435,765

Income tax paid	(12,165,887)	(14,686,580)	(833,943)	(5,677,827)
Net cash (used in) / generated from operating activities	(95,582,974)	781,163,742	(81,426,718)	1,095,757,938
Cash flows from investing activities				
Acquisition of investment securities	(8,516,797,176)	(6,043,119,994)	(8,412,843,685)	(6,014,899,148)
Interest received on investment securities	101,586,670	89,682,585	75,146,701	70,648,399
Additional investment to fund managers	(2,174,162)	(1,362,890)	(2,174,162)	(1,362,890)
Dividend received	13 2,319,994	2,576,171	2,319,994	3,151,485
Acquisition of property and equipment	28 (33,068,701)	(37,505,576)	(21,159,076)	(32,259,378)
Proceeds from the sale of property and equipment	13,039,140	994,122	10,919,976	661,290
Proceeds from the sale of investment property	29 750,000	200,000	550,000	200,000
Capital expenditure on investment property	-	(2,435)	-	(2,435)
Acquisition of intangible assets	(10,219,445)	(7,792,913)	(9,191,480)	(7,270,576)
Proceeds from disposal of asset held for sale	2,010,000	1,746,150	2,010,000	1,746,150
Proceeds from disposal of subsidiary	-	10,619,124	-	12,263,926
Proceeds from matured investment securities	957,703,955	449,279,227	903,036,382	449,279,227
Proceeds from sale of investment securities	7,036,437,195	5,212,067,179	7,015,698,837	5,212,067,179
Additional investment in subsidiaries	-	-	(17,909,828)	(17,582,261)
Net cash acquired on business combination	3,392,357	30,262,457	-	30,258,805
-	-	-	-	-
Net cash used in investing activities	(445,020,173)	(292,356,793)	(453,596,341)	(293,100,227)
Cash flows from financing activities				
Interest paid on interest bearing borrowings and debt securities issued	(40,060,894)	(44,940,125)	(39,296,351)	(43,712,811)
Proceeds from interest bearing borrowings	256,015,899	245,332,824	253,841,702	223,834,913
Repayment of interest bearing borrowings	(75,582,339)	(142,101,478)	(66,636,469)	(138,295,724)
Repayment of debt securities issued	35 -	(216,208,000)	-	(216,208,000)
Proceeds from debt securities issued	35 -	45,000,000	-	45,000,000
Purchase of own shares	(2,193,539)	(1,556,558)	(306,702)	(1,184,674)
Dividends paid to owners	(2,233,980)	(2,330,544)	(2,233,980)	(1,501,886)
Debt securities issued	35 (23,104,397)	(17,772,613)	(23,104,397)	(17,772,613)
Net cash generated from / (used in) financing activities	112,840,750	(134,576,494)	122,263,805	(149,840,795)
Net (decrease)/increase in cash and cash equivalents				
	(427,762,397)	354,230,451	(412,759,252)	652,816,918
Cash and cash equivalents at beginning of year	40 1,226,031,019	704,478,297	1,080,005,271	424,360,569
Net increase/ (decrease) in cash and cash equivalents	(427,762,397)	354,230,451	(412,759,252)	652,816,918
Effect of exchange rate fluctuations on cash held	39,577,967	7,235,652	37,232,279	2,827,785
Cash and cash equivalents at end of year	40 837,846,588	1,226,031,019	704,478,298	1,080,005,272

FINANCIAL STATEMENTS AND ACCOUNTS

Consolidated and Separate Statement of Comprehensive Income

In thousands of Naira

	Notes	Group December 2021	Group December 2020	Bank December 2021	Bank December 2020
Interest income calculated using effective interest rate	8	519,466,742	425,666,037	375,988,900	342,109,524
Interest income on financial assets at FVTPL	8	82,234,481	63,550,668	67,278,892	54,568,774
Interest expense	8	(300,242,586)	(226,266,663)	(251,029,959)	(198,403,593)
Net interest income		301,458,637	262,950,042	192,237,833	198,274,705
Net impairment charge on financial assets	9	(83,212,978)	(62,893,120)	(53,800,935)	(39,650,580)
Net interest income after impairment charges		218,245,659	200,056,922	138,436,898	158,624,125
Fee and commission income	10 (a)	159,184,770	116,700,349	123,781,263	96,679,032
Fee and commission expense	10 (b)	(40,588,573)	(23,126,925)	(34,580,568)	(22,443,839)
Net fee and commission income		118,596,197	93,573,424	89,200,695	74,235,193
Net (loss)/gains on financial instruments at fair value	11a,b	44,780,154	122,689,735	23,174,463	116,168,029
Net foreign exchange gain/(loss)	12 a	101,101,384	(7,568,256)	89,691,157	(16,545,920)
Net loss on fair value hedge (Hedging ineffectiveness)	12 b	(871,987)	(795,254)	(871,987)	(795,254)
Other operating income	13	63,412,884	44,474,162	55,240,014	42,679,583
Bargain purchase from Acquisition	44	2,484,262	-	-	-
Personnel expenses	14	(96,707,512)	(73,173,177)	(58,579,953)	(54,590,721)
Depreciation	28	(29,171,475)	(27,615,333)	(22,615,026)	(22,813,359)
Amortization and impairment	29	(12,974,475)	(9,913,195)	(10,086,539)	(9,246,070)
Other operating expenses	15	(232,287,217)	(215,806,908)	(197,106,722)	(197,519,728)
Share of profit of investment in Associate	27 (a)	92,647	-	-	-
Profit before tax		176,700,521	125,922,123	106,483,000	90,195,877
Income tax	16	(16,484,985)	(19,912,433)	4,843,487	(10,156,549)
Profit for the year		160,215,536	106,009,690	111,326,487	80,039,328
Other comprehensive income (OCI) net of income tax :					
Items that will not be subsequently reclassified to income statement:					
Actuarial gain/ (loss) on retirement benefit obligations		1,011,680	(260,968)	1,011,680	(260,968)
Items that may be subsequently reclassified to the income statement:					
Unrealised foreign currency translation difference		22,417,553	4,993,614	-	-
Changes in fair value of FVOCI debt financial instruments		(58,186,907)	57,683,203	(69,495,464)	58,444,389
Changes in allowance on FVOCI debt financial instruments		55,930	301,003	(136,296)	294,277
Other comprehensive (loss)/gain, net of related tax effects		(34,701,746)	62,716,852	(68,620,080)	58,477,698
Total comprehensive income for the year		125,513,790	168,726,542	42,706,407	138,517,026
Profit attributable to:					
Owners of the bank		158,327,537	104,682,980	111,326,487	80,039,328
Non-controlling interest	38	1,887,999	1,326,710	-	-
Profit for the year		160,215,536	106,009,690	111,326,487	80,039,328
Total comprehensive income attributable to:					
Owners of the bank		110,851,368	169,916,650	42,706,407	138,517,026
Non-controlling interest	38	14,662,422	(1,190,108)	-	-
Total comprehensive income/(loss) for the year		125,513,790	168,726,542	42,706,407	138,517,026
Earnings per share attributable to ordinary shareholders					
Basic (kobo)	17	458	301	313	225
Diluted (kobo)	17	445	295	313	225

The notes are an integral part of these consolidated financial statements.

Consolidated and Separate Statement of Financial Position

As at 31 December 2021

<i>In thousands of Naira</i>	Notes	Group December 2021	Group December 2020	Bank December 2021	Bank December 2020
Assets					
Cash and balances with banks	18	1,487,665,211	723,872,820	1,068,976,336	589,812,439
Investment under management	19	34,941,861	30,451,466	34,941,861	30,451,466
Non pledged trading assets	20	892,508,020	207,951,943	803,805,536	110,283,112
Derivative financial assets	21	171,331,577	251,112,744	161,439,462	244,564,046
Loans and advances to banks	22	284,548,265	392,821,307	322,259,452	231,788,276
Loans and advances to customers	23	4,161,363,603	3,218,107,026	3,256,072,669	2,818,875,731
Pledged assets	24	344,536,688	228,545,536	344,536,688	228,545,536
Investment securities	25	2,270,337,869	1,749,549,149	1,553,457,706	1,428,039,662
Investment properties	31a	217,000	217,000	217,000	217,000
Restricted deposit and other assets	26	1,707,290,152	1,548,891,262	1,601,378,705	1,490,633,058
Investment in associates	27a	2,640,697	-	2,548,049	-
Investment in subsidiaries	27b	-	-	215,775,422	164,251,532
Property and equipment	28	247,733,620	226,478,711	194,070,950	191,893,321
Intangible assets	29	70,332,334	69,189,841	58,734,105	67,496,078
Deferred tax assets	30	13,781,414	4,240,448	-	-
		11,689,228,311	8,651,429,253	9,618,213,941	7,596,851,257
Asset classified as held for sale	31b	42,736,615	28,318,467	42,546,615	28,128,467
Total assets		11,731,964,926	8,679,747,720	9,660,760,556	7,624,979,724
Liabilities					
Deposits from financial institutions	32	1,696,520,860	958,397,171	1,422,707,481	831,632,332
Deposits from customers	33	6,954,827,356	5,587,418,213	5,517,068,618	4,832,744,495
Derivative financial liabilities	21	13,952,610	20,880,529	9,942,629	20,775,722
Current tax liabilities	16	4,642,918	2,159,921	3,132,046	2,546,892
Other liabilities	34	560,708,960	379,416,799	495,160,742	342,460,274
Deferred tax liabilities	30	11,652,253	14,877,283	4,373,846	11,925,862
Debt securities issued	35	264,494,831	169,160,059	260,644,170	169,160,059
Interest-bearing borrowings	36	1,171,259,804	791,455,237	1,072,434,968	755,254,273
Retirement benefit obligation	37	3,876,611	4,941,268	3,845,942	4,584,149
Total liabilities		10,681,936,203	7,928,706,480	8,789,310,442	6,971,084,058
Equity					
Share capital and share premium	38	251,811,463	251,811,463	251,811,463	251,811,463
Additional Tier 1 Capital	38	206,355,000	-	206,355,000	-
Retained earnings	38	397,272,829	252,396,876	304,777,607	206,896,038
Other components of equity	38	171,112,575	239,494,175	108,506,044	195,188,165
Total equity attributable to owners of the Bank		1,026,551,867	743,702,514	871,450,114	653,895,666
Non controlling interest	38	23,476,856	7,338,726	-	-
Total equity		1,050,028,723	751,041,240	871,450,114	653,895,666
Total liabilities and equity		11,731,964,926	8,679,747,720	9,660,760,556	7,624,979,724

Signed on behalf of the Board of Directors on 27 January, 2022 by:



GROUP MANAGING DIRECTOR

Herbert Wigwe

FRC/2013/ICAN/00000001998



CHIEF FINANCIAL OFFICER

Oluseyi Kumapayi

FRC/2013/ICAN/0000000911



GROUP DEPUTY MANAGING DIRECTOR

Roosevelt Ogbonna

FRC/2017/ICAN/00000016638

Consolidated and separate statement of changes in Equity

	In thousands of Naira	Share capital	Share premium	Additional Tier 1 Capital	Regulatory Risk reserve	Other regulatory reserves	Share scheme reserve	Treasury Shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total	Total Controlling interest	Total Equity interest	
Group																
Balance at 1 January, 2021	17,772,613	234,038,850		46,425,978	115,575,107	876,762	(5,111,646)	3,489,080	60,106,564	18,132,330	252,396,881	743,702,519	7,338,726	751,041,245		
Total comprehensive income for the year:																
Profit for the year	-	-	-	-	-	-	-	-	-	-	158,327,537	1,887,999	160,215,537			
Other comprehensive income/(loss), net of tax																
Unrealised foreign currency translation difference	-	-	-	-	-	-	-	-	-	21,771,007	-	21,771,007	646,544	22,417,553		
Actuarial gain on retirement benefit obligations	-	-	-	-	-	-	-	-	-	-	1011,680	1,011,680	-	1,011,680		
Changes in fair value of FVOCI debt financial instruments	-	-	-	-	-	-	-	-	(70,314,785)	-	-	(70,314,785)	12,127,879	(58,186,907)		
Changes in allowance on FVOCI debt financial instruments	-	-	-	-	-	-	-	-	55,930	-	-	55,930	-	55,930		
Total other comprehensive (loss)/ income										(70,258,855)	21,771,007	1,011,680	(47,476,167)	12,774,423	(34,701,746)	
Total comprehensive (loss)/ income										(70,258,855)	21,771,007	159,339,217	110,851,370	14,662,422	125,513,792	
Transactions with equity holders, recorded directly in equity:																
Additional Tier 1 (AT1) Capital issued	-	206,355,000	-	-	-	-	-	-	-	-	-	206,355,000	-	206,355,000		
Issuing Cost of additional Tier 1 Capital	-	-	-	-	-	-	-	-	-	-	(2,606,812)	(2,606,812)	-	(2,606,812)		
Transfers during the year	-	-	(39,711,907)	21,153,106	-	-	-	-	-	-	18,558,801	-	-	-		
Additional shares	-	-	-	-	1,027,079	-	-	-	-	-	-	1,027,079	-	1,027,079		
Scheme shares (See Note 14)	-	-	-	-	1,721,814	(2,401,437)	-	-	-	-	-	(679,622)	-	(679,622)		
Vested shares	-	-	-	-	(408,522)	-	-	-	-	-	-	(408,522)	-	(408,522)		
Decrease in non-controlling interest	-	-	-	-	-	-	438,827	(1,712,718)	(201,816)	(1,475,708)	1,475,708	-	-	-		
Dividend paid to equity holders	-	-	-	-	-	-	-	-	-	(30,213,442)	(30,213,442)	-	(30,213,442)	-		
Total contributions by and distributions to equity holders		- 206,355,000	(39,711,907)	21,153,106	2,340,372	(2,401,437)				438,827	(1,712,718)	(14,463,269)	171,997,973	1,475,708	173,473,681	
Balance at 31 December 2021	17,772,613	234,038,850	206,355,000	6,714,071	136,728,213	3,217,134	[7,513,082]	3,489,080	(9,713,464)	38,190,622	397,272,829	1,026,551,861	23,476,856	1,050,028,718		

Consolidated and separate statement of changes in equity

	Attributable to owners of the Bank													
	Share capital	Share premium	Addition- al Tier 1 Capital	Regulatory risk reserve	Other regulatory reserves	Treasury Shares	Share scheme reserve	Capital reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total	Non Controlling interest	Total Equity
Balance at 1 January 2020	17,772,613	234,038,850	-	18,091,941	93,322,654	1,881,768	(4,795,914)	3,489,080	964,243	11,780,013	221,665,751	598,210,999	8,528,834	606,739,832
Total comprehensive income for the year:														
Profit for the year											104,682,984	104,682,984	1,326,710	106,009,694
Other comprehensive income, net of tax														
Unrealised foreign currency translation difference											6,352,317	-	6,352,317	(1,358,703)
Actuarial loss on retirement benefit obligations											(260,968)	(260,968)	-	(260,968)
Changes in fair value of FVOCI debt financial instruments											58,841,318	-	58,841,318	(1,158,115)
Changes in allowance on FVOCI debt financial instruments											301,003	-	301,003	-
Total other comprehensive income/(loss)											59,142,321	6,352,317	(260,968)	65,233,670
														(2,516,818)
Total comprehensive income	-	-	-	-	-	-	-	-	-	-	59,142,321	6,352,317	104,422,016	169,916,654
														(1,190,108)
Transactions with equity holders, recorded directly in equity:														
Transfers during the year														
Scheme shares (See Note 14)														
Vested shares														
Dividend paid to equity holders														
Total contributions by and distributions to equity holders											(73,690,887)	(24,425,135)	-	(24,425,135)
Balance at 31 December 2020	17,772,613	234,038,850	-	46,425,978	115,575,107	876,762	(5,111,646)	3,489,080	60,106,554	18,132,330	252,396,680	743,702,518	7,358,726	751,041,244

Statement of changes in equity

	In thousands of Naira						Total Equity			
Bank	Share capital	Share premium	Additional Tier 1 Capital	Regulatory risk reserve	Other regu- latory reserve	Share Scheme reserve	Fair value reserve	Retained earnings	Total Equity	
Balance at 1 January, 2021	17,772,613	234,038,850	-	36,180,585	95,067,599	876,761	3,489,081	59,574,139	206,896,038	653,895,666
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	111,326,488	
Other comprehensive income, net of tax										
Actuarial gain on retirement benefit obligations (net of tax)	-	-	-	-	-	-	-	-	1,011,680	
Changes in fair value of FVOCI debt financial instruments	-	-	-	-	-	-	(69,495,464)	-	(69,495,464)	
Changes in allowance on FVOCI debt financial instruments	-	-	-	-	-	-	(136,296)	-	(136,296)	
Total other comprehensive (loss)	-	-	-	-	-	-	-	-	(69,631,761)	
Total comprehensive (loss)	-	-	-	-	-	-	-	-	(69,631,761)	
							112,338,169	42,706,409		
Transactions with equity holders, recorded directly in equity:										
Additional Tier 1 (AT1) Capital issued	-	206,355,000	-	-	-	-	-	-	206,355,000	
Issuing Cost of additional Tier 1 Capital	-	-	-	-	-	-	(2,606,812)	(2,606,812)		
Transfers for the year	-	-	(35,062,628)	16,698,974	-	-	18,363,655	-		
Dividend paid to equity holders	-	-	-	-	-	-	(30,213,442)	(30,213,442)		
Scheme shares (See Note 14)	-	-	-	-	1,381,059	-	-	1,381,059		
Vested shares	-	-	-	-	(67,743)	-	-	(67,743)		
Total contributions by and distributions to equity holders	-	-	206,355,000	(35,062,628)	16,698,974	1,313,296	-	(14,456,599)	174,848,042	
Balance at 31 December 2021	17,772,613	234,038,850	206,355,000	1,117,956	111,766,573	2,190,057	3,489,081	(10,057,621)	304,777,607	871,450,117

Statement of changes in equity

In thousands of Naira

Bank	Share capital	Share premium	Additional Tier 1 Capital	Regulatory risk reserve	Other regulatory reserve	Share Scheme reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
Balance at 1 January, 2020	17,772,613	234,038,850	-	9,483,000	83,061,699	1,881,767	3,489,081	835,473	188,925,555	539,488,058
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	80,039,331	80,039,331
Other comprehensive income, net of tax										
Actuarial loss on retirement benefit obligations (net of tax)	-	-	-	-	-	-	-	(260,968)	(260,968)	
Changes in fair value of FVOCI debt financial instruments	-	-	-	-	-	-	-	58,444,389	-	58,444,389
Changes in allowance on FVOCI debt financial instruments	-	-	-	-	-	-	-	294,277	-	294,277
Total other comprehensive income	-	-	-	-	-	-	-	58,738,666	(260,968)	58,477,698
Total comprehensive income	-	-	-	-	-	-	-	58,738,666	79,778,363	138,517,029
Transactions with equity holders, recorded directly in equity:										
Transfers for the year	-	-	26,697,585	12,005,900	-	-	-	(38,703,485)	-	
Dividend paid to equity holders	-	-	-	-	-	-	-	(23,104,397)	(23,104,397)	
Scheme shares (See Note 14)	-	-	-	-	818,385	-	-	-	818,385	
Vested shares	-	-	-	-	(1,823,391)	-	-	-	-	(1,823,391)
Total contributions by and distributions to equity holders	-	-	26,697,585	12,005,900	1,005,006	-	-	(61807,880)	(24,109,403)	
Balance at 31 December 2020	17,772,613	234,038,850	-	36,180,585	95,067,600	876,761	3,489,081	59,671,139	206,896,038	653,895,664

Consolidated statement of cash flows

In thousands of Naira	Note	Group	Group	Bank	Bank	
		December 2021	December 2020	December 2021	December 2020	
Cash flows from operating activities						
Profit before income tax						
		176,700,521	125,922,129	106,483,000	90,195,880	
Adjustments for:						
Depreciation	28	29,171,475	27,615,333	22,615,026	22,813,359	
Amortisation	29	12,974,475	9,913,195	10,086,539	9,246,070	
Gain on disposal of property and equipment	13	(106,752)	(1,987,366)	(40,989)	(2,018,982)	
Loss on lease modification	28	410,009	522,438	410,009	545,865	
Fair value gain on financial assets at FVPL	11	(12,790,842)	(36,777,893)	(14,014,162)	(36,777,894)	
Gain on disposal of investment securities	11	(168,413,227)	(34,269,886)	(145,584,216)	(29,142,993)	
Impairment on financial assets	9	83,212,977	62,893,121	53,800,932	39,650,582	
Additional gratuity provision	14	434,128	948,453	760,578	782,312	
Restricted share performance plan expense	14	1,721,814	818,385	1,381,034	818,385	
Write-off of property and equipment and intangible assets	28	(86,597)	116,586	21,468	-	
Share of profit from associate	27	(92,647)	-	-	-	
Non-cash recoveries		(32,763,562)	-	(32,763,562)	-	
Bargain purchase from acquisition	44	(2,484,262)	-	-	-	
Net interest income	8	(301,458,637)	(262,950,043)	(192,237,831)	(198,274,705)	
Foreign exchange (loss)/gain on revaluation	12	(101,101,384)	52,234,392	(89,691,156)	49,943,169	
Loss on derecognition of ROU assets	28	356,317	362,975	-	261,101	
Fair value of derivative financial instruments excluding hedged portion	11	136,423,915	(93,597,342)	136,423,915	(87,135,544)	
Dividend income	13	(3,042,535)	(2,319,994)	(3,042,534)	(2,319,994)	
Net loss on fair value hedge (Hedging ineffectiveness)	12(b)	871,987	-	871,987	-	
(Loss)/Gain on disposal of investment property	13	-	(40,000)	-	(40,000)	
		(180,062,828)	(150,595,515)	(144,519,963)	(141,453,387)	
Changes in operating assets						
Changes in non-pledged trading assets		188,277,275	(75,618,149)	156,595,750	(33,558,067)	
Changes in pledged assets		(39,536,235)	(56,997,669)	(39,549,903)	(57,007,470)	
Changes in other restricted deposits with central banks		(153,538,211)	44,916,017	(151,166,378)	44,556,655	
Changes in loans and advances to banks and customers		(478,147,635)	(738,762,860)	(503,866,853)	(569,045,300)	
Changes in restricted deposits and other assets		(24,358,955)	(514,858,162)	(93,920,075)	(518,491,388)	
Changes in operating liabilities						
Changes in deposits from banks		409,786,116	(233,368,647)	322,635,668	(244,804,888)	
Changes in deposits from customers		944,676,174	1,309,402,672	675,335,327	1,172,879,110	
Changes in other liabilities		141,511,415	45,992,245	152,333,280	41,689,071	
		808,607,117	(369,890,069)	373,876,854	(305,235,665)	
Interest paid on deposits to banks and customers		(222,811,500)	(181,994,733)	(172,411,822)	(165,307,405)	
Interest received on loans and advances to bank and customers		318,594,110	407,441,404	234,631,912	335,134,805	
Interest received on non-pledged trading assets		80,343,055	61,026,311	66,880,503	54,815,491	
		984,732,780	(83,417,087)	502,977,446	(80,592,775)	

Income tax paid	16	(22,837,787)	(12,165,887)	(2,142,635)	(833,943)
Net cash generated from/(used in) operating activities		961,894,993	(95,582,974)	500,834,811	(81,426,718)
Cash flows from investing activities					
Net acquisition of investment securities		(2,219,566,460)	(1,480,359,981)	(1,879,235,153)	(1,397,144,848)
Interest received on investment securities		125,318,630	101,586,670	74,771,750	75,146,701
Additional investment to fund managers		(78,652)	(2,174,162)	(78,652)	(2,174,162)
Dividend received	13	3,042,535	2,319,994	3,042,534	2,319,994
Acquisition of property and equipment	28	(40,837,474)	(33,068,701)	(25,378,395)	(21,159,076)
Proceeds from the sale of property and equipment		5,000,998	13,039,140	2,072,321	10,919,976
Proceeds from the sale of investment property	31	-	750,000	-	550,000
Acquisition of intangible assets	29	(8,030,887)	(10,219,445)	(1,329,418)	(9,191,480)
Proceeds from disposal of asset held for sale		994,801	2,010,000	994,801	2,010,000
Proceeds from matured investment securities		1,263,371,817	957,703,955	1,263,371,817	903,036,382
Additional investment in associate	27 a	(2,031,725)	-	(2,031,725)	-
Additional investment in subsidiaries		-	-	(49,575,747)	(17,909,828)
Net cash acquired on business combination	44	59,062,488	3,392,357	-	-
Net cash used in investing activities		(813,753,931)	(445,020,173)	(613,375,869)	(453,596,340)
Cash flows from financing activities					
Interest paid on interest bearing borrowings and debt securities issued		(55,856,757)	(40,060,894)	(52,195,784)	(39,296,351)
Proceeds from interest bearing borrowings	36	429,362,034	256,015,899	389,440,467	253,841,702
Proceeds from Additional Tier 1 capital issued	38	206,355,000	-	206,355,000	-
Payments on Issuing cost of Additional Tier 1 capital		(2,606,812)	-	(2,606,812)	-
Repayment of interest bearing borrowings	36	(114,478,558)	(75,582,339)	(100,040,376)	(66,636,469)
Repayment of debt securities issued	35	(123,972,000)	-	(123,972,000)	-
Proceeds from debt securities issued	35	208,961,072	-	204,946,341	-
Lease payments		(6,532,055)	(2,193,539)	(1,384,247)	(306,702)
Purchase of own shares		(2,015,887)	(2,233,980)	(2,015,887)	(2,233,980)
Dividends paid to owners		(30,213,442)	(23,104,397)	(30,213,442)	(23,104,397)
Net cash generated from financing activities		509,002,595	112,840,750	488,313,261	122,263,804
Net increase/(decrease) in cash and cash equivalents		657,143,656	(427,762,397)	375,772,203	(412,759,253)
Cash and cash equivalents at beginning of year	40	837,846,588	1,226,031,019	704,478,297	1,080,005,272
Net increase/ (decrease) in cash and cash equivalents		657,143,656	(427,762,397)	375,772,203	(412,759,253)
Effect of exchange rate fluctuations on cash held		33,932,954	39,577,967	33,118,805	37,232,279
Cash and cash equivalents at end of year	40	1,528,923,198	837,846,588	1,113,369,305	704,478,297

2022

FINANCIAL STATEMENTS
AND ACCOUNTS

2021



Consolidated and Separate Statement of Comprehensive Income

For the year ended 31 December 2022

<i>In millions of Naira</i>	Notes	Group December 2022	*Restated Group December 2021	Bank December 2022	Bank December 2021
Interest income calculated using effective interest rate	8	769,079	519,417	589,608	375,989
Interest income on financial assets at FVTPL	8	57,506	82,234	39,418	67,279
Interest expense	8	(467,729)	(300,243)	(404,198)	(251,030)
Net interest income		358,856	301,409	224,828	192,238
Net impairment charge on financial assets	9	(197,790)	(83,214)	(118,681)	(53,801)
Net interest income after impairment charges		161,066	218,195	106,147	138,437
Fee and commission income	10 (a)	195,470	158,917	153,535	123,780
Fee and commission expense	10 (b)	(51,850)	(40,589)	(44,907)	(34,581)
Net fee and commission income		143,620	118,328	108,628	89,201
Net gains on financial instruments at fair value	11a,b	281,304	44,780	280,029	23,174
Net foreign exchange gains	12 a	34,500	101,101	11,419	89,691
Net gain/(loss) on fair value hedge (Hedging ineffectiveness)	12 b	19,742	(872)	19,742	(872)
Other operating income	13 (a)	24,660	63,411	31,261	55,240
Loss on disposal of subsidiaries	46	(397)	-	-	-
Bargain purchase from Acquisition	44	-	2,484	-	-
Personnel expenses	14	(114,763)	(96,613)	(71,083)	(58,580)
Depreciation	28	(30,298)	(29,139)	(23,394)	(22,615)
Amortization and impairment	29	(13,825)	(12,974)	(10,081)	(10,087)
Other operating expenses	15	(335,720)	(232,213)	(289,959)	(197,107)
Share of profit of investment in Associate	27 (a)	513	93	-	-
Profit before tax		170,402	176,579	162,709	106,483
Income tax	16	(14,529)	(16,485)	3,951	4,843
Profit for the year from continuing operations		155,873	160,094	166,660	111,326
Discontinued operations					
(Loss)/profit from Discontinued operations	46	(700)	120	-	-
Profit for the year		155,173	160,215	166,660	111,326
Other comprehensive income/(loss) (OCI):					
Items that will not be subsequently reclassified to income statement:					
Gross Actuarial (loss)/gain on retirement benefit obligations	30 (a) i	(1,658)	1,499	(1,658)	1,499
Items that may be subsequently reclassified to the income statement:					
Unrealised foreign currency translation difference		(6,707)	22,418	-	-
Changes in fair value of FVOCI debt financial instruments	25	61,904	(58,187)	76,640	(69,495)
Changes in allowance on FVOCI debt financial instruments	25	21,283	56	3,472	(136)
Income tax relating to these items		539	(487)	539	(487)
Other comprehensive income/(loss), net of related tax effects		75,361	(34,702)	78,993	(68,620)
Total comprehensive gain/(loss) for the year		230,534	125,514	245,653	42,706
Profit attributable to:					
Owners of the bank		155,838	158,327	166,660	111,326
Non-controlling interest	38	(665)	1,888	-	-
Profit for the year		155,173	160,215	166,660	111,326

Total comprehensive income attributable to:				
Owners of the bank	38	238,284 (7,750)	110,851 14,662	245,653 -
Non-controlling interest				42,706 -
Total comprehensive income for the year		231,233	125,394	245,654
		230,534	125,514	245,653
		230,534	125,514	42,706
Total profit/(loss) attributable to owners of the bank:				
Continuing operations		156,538 (700)	158,206 120	166,660 -
Discontinued operations				111,326 -
		155,838	158,327	166,660
		155,838	158,327	111,326
Total comprehensive income/(loss) attributable to owners of the bank:				
Continuing operations		238,984 (700)	110,731 120	245,653 -
Discontinued operations				42,706 -
		238,284	110,851	245,653
		238,284	110,851	42,706
Earnings per share attributable to ordinary shareholders				
Basic (kobo)	17	452	458	469
Diluted (kobo)	17	436	445	469
				313
				313
Earnings per share from continuing operations attributable to owners of the bank				
Basic (kobo)	17(a)	454	458	469
Diluted (kobo)	17(b)	438	445	469
				313
				313
Earnings per share from discontinued operations attributable to owners of the bank				
Basic (kobo)	17(a)	(2)	-	-
Diluted (kobo)	17(b)	(2)	-	-
				-
				-

The notes are an integral part of these consolidated financial statements.

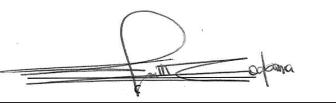
* See Note 46 (a) - Restatement of prior period financial information

Consolidated and Separate Statement of Financial Position

As at 31 December 2022

In millions of Naira	Notes	Group December 2022	Group December 2021	Bank December 2022	Bank December 2021
Assets					
Cash and balances with banks	18	1,961,100	1,487,665	1,445,659	1,068,977
Investment under management	19	3,742	34,942	3,742	34,942
Non pledged trading assets	20	102,690	892,508	77,624	803,806
Derivative financial assets	21	402,497	171,332	399,058	161,439
Loans and advances to banks	22	455,710	284,548	322,610	322,259
Loans and advances to customers	23	5,100,807	4,161,363	4,084,352	3,256,073
Pledged assets	24	1,265,279	344,537	1,265,279	344,537
Investment securities	25	2,761,070	2,270,338	1,946,560	1,553,458
Investment properties	31a	217	217	217	217
Restricted deposit and other assets	26	2,487,691	1,707,290	2,346,050	1,601,379
Investment in associates	27a	7,510	2,641	6,904	2,548
Investment in subsidiaries	27b	-	-	283,045	215,775
Property and equipment	28	293,152	247,734	245,070	194,071
Intangible assets	29	73,782	70,332	59,365	58,734
Deferred tax assets	30	15,023	13,781	7,707	-
		14,930,270	11,689,228	12,493,242	9,618,214
Asset classified as held for sale	31b	42,039	42,737	42,038	42,547
Total assets		14,972,309	11,731,965	12,535,280	9,660,761
Liabilities					
Deposits from financial institutions	32	2,005,316	1,696,521	1,637,318	1,422,707
Deposits from customers	33	9,251,238	6,954,827	7,530,062	5,517,069
Derivative financial liabilities	21	32,737	13,953	31,072	9,943
Current tax liabilities	16	4,501	4,643	7,556	3,132
Other liabilities	34	753,875	560,709	667,195	495,161
Deferred tax liabilities	30	1,796	11,652	-	4,374
Debt securities issued	35	307,253	264,494	303,297	260,644
Interest-bearing borrowings	36	1,385,424	1,171,260	1,286,869	1,072,435
Retirement benefit obligation	37	3,277	3,877	3,244	3,846
Total liabilities		13,745,417	10,681,936	11,466,613	8,789,311
Equity					
Share capital and share premium	38	251,811	251,811	251,810	251,811
Additional Tier 1 Capital	38	206,355	206,355	206,355	206,355
Retained earnings		409,653	397,273	321,181	304,778
Other components of equity	38	344,677	171,113	289,319	108,506
Total equity attributable to owners of the Bank		1,212,497	1,026,552	1,068,667	871,450
Non controlling interest	38	14,395	23,477	-	-
Total equity		1,226,892	1,050,029	1,068,667	871,450
Total liabilities and equity		14,972,309	11,731,965	12,535,280	9,660,761

Signed on behalf of the Board of Directors on 30 January, 2023 by:


MANAGING DIRECTOR
Roosevelt Ogbonna
FRC/2017/ICAN/00000016638


CHIEF FINANCIAL OFFICER
Taiwo Fowowe
FRC/2021/001/00000024694


EXECUTIVE DIRECTOR
Oluseyi Kumapayi
FRC/2013/ICAN/000000000911

Consolidated and separate statement of changes in Equity

Group	In millions of Naira							Attributable to owners of the Bank										
		Share capital	Share premium	Additional Tier 1 Capital	Risk reserve	Regulatory Capital reserves	Other regulatory reserves	Share scheme reserve	Treasury Shares	Capital reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total	Total Non Controlling interest	Total Equity		
Balance at 1 January, 2022	17,773	234,038	206,355	6,714	136,728	3,217	(7,513)	3,489	(9,713)	38,191	397,273	1,026,552	23,477	23,477	1,050,029			
Total comprehensive income for the year:													155,838	155,838	(665)	155,173		
Profit for the year													-	-	-	-		
Other comprehensive income/(loss), net of tax													(5,108)	-	(5,108)	(1,599)	(6,707)	
Unrealised foreign currency translation difference													-	-	-	-		
Actuarial (loss) on retirement benefit obligations													(1,119)	(1,119)	-	(1,119)		
Changes in fair value of FVOCI debt financial instruments													67,389	67,389	(5,486)	61,904		
Changes in allowance on FVOC debt financial instruments													21,283	-	-	21,283		
Total other comprehensive (loss)/ income													88,672	(5,108)	(1,119)	82,445	(7,085)	75,359
Total comprehensive (loss)/income													88,672	(5,108)	154,720	238,283	(7,750)	230,533
Transactions with equity holders, recorded directly in equity:													-	-	-	-	-	
Additional Tier 1 (AT1) Capital issued													-	-	-	-	-	
Finance Cost of additional Tier 1 Capital													-	-	-	-	-	
Transfers between reserves													-	-	-	-	-	
Transfers under the scheme of merger													-	-	-	-	-	

Shares issued under scheme of merger	-	-	-	-	-	-	-
Additional shares	-	-	-	-	-	-	-
Scheme shares (See Note 14)	-	-	-	-	-	(1.844)	(1.844)
Vested shares	-	-	-	1.871	(3,715)	-	-
Deemed disposal of subsidiaries	-	-	-	(1.574)	-	(1.574)	(1.574)
Decrease in non-controlling interest	-	-	-	-	-	-	-
Transfer from disposed subsidiaries	-	-	-	-	-	-	-
Dividend paid to equity holders	-	-	-	-	-	(34,479)	(34,479)
Total contributions by and distributions to equity holders	-	-	71,842	21,577	296	(3,715)	-
Balance at 31 December 2022	17,773	234,038	206,355	78,556	158,305	3,514	(11,228)
						78,959	33,083
						409,653	1,212,497
						14,396	1,226,890

Consolidated statement of changes in equity

Decrease in non-controlling interest	-	-	-	-	-	439	(1,713)	(202)	(1,476)	1,476	0
Dividend paid to equity holders	-	-	-	-	-	-	-	(30,213)	(30,213)	-	(30,213)
Total contributions by and distributions to equity holders	-	206,355	(39,712)	21,153	2,340	(2,401)	-	439	(14,463)	171,998	1,476
Balance at 31 December 2021	17,773	234,038	206,355	6,714	136,728	3,217	(7,513)	3,489	(9,713)	38,190	397,271
										1,026,551	23,477
											1,050,028

Statement of changes in equity

	Share capital	Share premium	Additional Tier 1 Capital	Regulatory risk reserve	Other regulatory reserve	Share Scheme reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
Bank										
Balance at 1 January, 2022	17,773	234,038	206,355	1,118	111,767	2,190	3,489	(10,058)	304,778	871,449
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	166,660	166,660
Other comprehensive income/(loss), net of tax										
Actuarial loss on retirement benefit obligations (net of tax)	-	-	-	-	-	-	-	-	(1,119)	(1,119)
Changes in fair value of FVOCI debt financial instruments	-	-	-	-	-	-	-	76,640	-	76,640
Changes in allowance on FVOCI debt financial instruments	-	-	-	-	-	-	3,472	-	-	3,472
Total other comprehensive (loss)	-	-	-	-	-	-	-	80,111	(1,119)	78,993
Total comprehensive (loss)	-	-	-	-	-	-	-	80,111	165,542	245,654
Transactions with equity holders, recorded directly in equity:										
Additional Tier 1 (AT1) Capital issued	-	-	-	-	-	-	-	-	-	-
Finance & cost of additional Tier 1 Capital	-	-	-	-	-	-	-	(14,441)	(14,441)	(14,441)
Transfers between reserves	-	-	75,218	24,999	-	-	-	(100,217)	-	-
Dividend paid to equity holders	-	-	-	-	-	-	-	(34,479)	(34,479)	(34,479)
Scheme shares (See Note 14)	-	-	-	-	-	1,541	-	-	-	1,541
Vested shares	-	-	-	-	-	(1,057)	-	-	-	(1,057)
Total contributions by and distributions to equity holders	-	-	75,218	24,999	484	-	-	(149,137)	(48,436)	(48,436)
Balance at 31 December 2022	17,773	234,038	206,355	76,336	136,767	2,674	3,489	70,053	321,181	1,068,667

Statement of changes in equity

	In millions of Naira						Total Equity			
	Share capital	Share premium	Additional Tier 1 Capital	Regulatory risk reserve	Other regulatory reserve	Share Scheme reserve	Capital Reserve	Fair value reserve	Retained earnings	Total Equity
Bank										
Balance at 1 January, 2021	17,773	234,038	-	36,181	95,068	877	3,489	59,574	206,896	653,895
Total comprehensive income for the year:										
Profit for the year	-	-	-	-	-	-	-	-	111,326	111,326
Other comprehensive income/(loss), net of tax										
Actuarial gain on retirement benefit obligations (net of tax)	-	-	-	-	-	-	-	-	1,012	1,012
Changes in fair value of FVOCI debt financial instruments	-	-	-	-	-	-	-	(69,495)	-	(69,495)
Changes in allowance on FvOCl debt financial instruments	-	-	-	-	-	-	-	(136)	-	(136)
Total other comprehensive income	-	-	-	-	-	-	-	(69,632)	1,012	(68,620)
Total comprehensive income	-	-	-	-	-	-	-	(69,632)	112,338	42,705
Transactions with equity holders, recorded directly in equity:										
Additional Tier 1 (AT1) Capital issued	-	-	206,355	-	-	-	-	-	-	206,355
Issuing Cost of additional Tier 1 Capital	-	-	-	-	(35,063)	16,699	-	-	(2,607)	(2,607)
Transfers between reserves	-	-	-	-	-	-	-	-	18,364	-
Dividend paid to equity holders	-	-	-	-	-	-	-	-	(30,213)	(30,213)
Scheme shares (See Note 14)	-	-	-	-	-	-	1,381	-	-	1,381
Vested shares	-	-	-	-	-	(68)	-	-	-	(68)
Total contributions by and distributions to equity holders	-	206,355	(35,063)	16,699	1,313	-	-	(14,457)	174,848	
Balance at 31 December 2021	17,773	234,039	206,355	1,118	111,767	2,191	3,489	(10,058)	304,778	871,449

Consolidated statement of cash flows

In millions of Naira	Note	Group		Bank		
		December 2022	December 2021	December 2022	December 2021	
Cash flows from operating activities						
Profit before income tax						
		169,703	176,700	162,709	106,483	
Adjustments for:						
Depreciation	28	30,298	29,139	23,394	22,615	
Amortisation	29	13,825	12,974	10,081	10,087	
Gain on disposal of property and equipment	13	(1,123)	(107)	(762)	(41)	
Loss on lease modification	28	330	410	330	410	
Fair value gain on financial assets at FVPL	11	(3,628)	(12,791)	(3,517)	(14,014)	
Gain on disposal of investment securities and Non pledged trading assets	11	(111,380)	(168,413)	(110,216)	(145,584)	
Impairment on financial assets	9	197,790	83,214	118,678	53,801	
Additional gratuity provision	14	5,769	434	5,769	761	
Restricted share performance plan expense	14	1,871	1,722	1,541	1,381	
Write-off of property and equipment	28	203	59	132	17	
Write-off of intangible assets	29	1,039	(146)	35	4	
Share of profit from associate	27	(513)	(93)	-	-	
Non-cash recoveries		-	(32,764)	-	(32,764)	
Write-off of non-current asset held for sale		-	(87)	-	-	
Bargain purchase from acquisition	44	-	(2,484)	-	-	
Net interest income	8	(358,855)	(301,219)	(224,828)	(192,238)	
Change arising from goodwill reassessment	29	(83)	-	-	-	
Foreign exchange gain on revaluation	12	(34,501)	(101,101)	(5,423)	(89,691)	
Loss on derecognition of ROU assets	28	6,546	356	-	-	
Fair value of derivative financial instruments excluding hedged portion	11	(166,296)	136,424	(166,296)	136,424	
Loss from discontinued operations	46	700	(120)	-	-	
Dividend income	13	(3,672)	(3,043)	(15,159)	(3,043)	
Net gain on fair value hedge (Hedging ineffectiveness)	12(b)	(19,742)	872	(19,742)	872	
Loss on disposal of subsidiaries		397	-	-	-	
		(271,323)	(180,063)	(223,275)	(144,520)	
Changes in operating assets						
Changes in non-pledged trading assets		714,468	188,277	654,730	156,596	
Changes in pledged assets		(630,837)	(39,536)	(630,837)	(39,550)	
Changes in other restricted deposits with central banks		(372,202)	(153,538)	(370,580)	(151,166)	
Changes in loans and advances to banks and customers		(1,131,732)	(478,148)	(839,250)	(503,867)	
Changes in restricted deposits and other assets		(497,739)	(24,359)	(437,388)	(93,920)	
Changes in operating liabilities						
Changes in deposits from banks		238,423	409,786	146,421	322,636	
Changes in deposits from customers		2,279,299	944,676	1,998,026	675,335	
Changes in other liabilities		432,644	141,511	366,894	152,333	
		761,000	808,607	664,739	373,876	

Interest paid on deposits to banks and customers		(357,957)	(222,811)	(304,307)	(172,412)
Interest received on loans and advances to bank and customers		421,225	318,594	310,052	234,632
Interest received on non-pledged trading assets		60,006	80,343	37,440	66,881
		884,272	984,733	707,925	502,977
Payment out of retirement benefit obligation	37(i)	(8,029)	-	(8,029)	-
Income tax paid	16	(20,511)	(22,838)	(1,368)	(2,143)
Net cash generated from operating activities		855,732	961,895	698,528	500,834
Cash flows from investing activities					
Net acquisition of investment securities		(1,981,681)	(2,219,566)	(1,828,663)	(1,879,235)
Interest received on investment securities		278,554	125,319	214,349	74,772
Transfer from/additional investment in fund manager		3,003	(79)	3,003	(79)
Dividend received	13	3,672	3,043	9,164	3,043
Acquisition of property and equipment	28	(75,764)	(40,837)	(54,770)	(25,378)
Proceeds from the sale of property and equipment		16,747	5,001	3,312	2,072
Acquisition of intangible assets	29	(17,913)	(8,031)	(10,747)	(1,329)
Proceeds from disposal of asset held for sale		8,384	995	8,384	995
Proceeds from disposal of subsidiary			-		-
Proceeds from matured investment securities		1,189,922	1,263,372	1,189,922	1,263,372
Additional investment in associate	27 a	(4,356)	(2,032)	(4,356)	(2,032)
Additional investment in subsidiaries		-	-	(65,543)	(49,576)
Net cash acquired on business combination	44	-	59,062	-	-
Proceeds from sale of subsidiaries		2,000	-	2,000	-
Net cash used in investing activities		(577,434)	(813,754)	(533,945)	(613,376)
Cash flows from financing activities					
Interest paid on interest bearing borrowings and debt securities issued		(68,961)	(55,857)	(63,464)	(52,196)
Proceeds from interest bearing borrowings	36	678,377	429,362	612,579	389,440
Proceeds from Additional Tier 1 capital issued	38	-	206,355	-	206,355
Payments on issuing cost of Additional Tier 1 capital		(14,441)	(2,607)	(14,441)	(2,607)
Repayment of interest bearing borrowings	36	(509,479)	(114,479)	(446,598)	(100,040)
Repayment of debt securities issued	35	-	(123,972)	-	(123,972)
Proceeds from debt securities issued	35	21,887	208,961	21,887	204,946
Lease payments		(32,138)	(6,532)	(23,314)	(1,384)
Purchase of own shares		(4,700)	(2,016)	(4,700)	(2,016)
Dividends paid to owners		(35,810)	(30,213)	(34,479)	(30,213)
Net cash generated from financing activities		34,734	509,003	47,468	488,313
Net increase in cash and cash equivalents		313,032	657,144	212,169	375,772
Cash and cash equivalents at beginning of year	40	1,528,923	837,847	1,113,369	704,478
Net increase in cash and cash equivalents		313,032	657,144	212,051	375,772
Effect of exchange rate fluctuations on cash held		52,975	33,933	58,726	33,119
Cash and cash equivalents at end of year	40	1,894,930	1,528,923	1,384,146	1,113,369