

UMB - UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2018

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER 2018

	September -18 GH¢	September-17 GH¢
Interest Income	347,213,739	338,169,277
Interest Expense	(150,161,926)	(188,593,221)
Net Interest Income	197,051,813	149,576,057
Commission and Fees Income	36,671,633	35,704,401
Fees and Commissions Expense	(3,019,958)	(2,041,581)
Net Fees and Commissions Income	33,651,675	33,662,820
Net Trading Income	21,161,909	13,072,116
Other Operating Income	261,967	1,315,431
Net Trading Income and Other Operating Income	21,423,876	14,387,547
Total Revenue	252,127,364	197,626,423
Impairment Expense	(18,860,804)	(18,088,283)
Personnel Expenses	(63,357,581)	(46,193,982)
Operating Expenses	(90,180,413)	(69,213,052)
Depreciation and Amortisation	(15,888,778)	(13,146,125)
Net Operating Profit	63,839,789	50,984,981
Other Income	62,024	103,296
Profit Before Tax	63,901,812	51,088,278
Tax Expense	(19,170,544)	(15,326,483)
Profit After Tax	44,731,269	35,761,794
Other Comprehensive Income		
<i>Items that may be reclassified subsequently to Profit and Loss account</i>	-	-
<i>Items that will not be reclassified to Profit and Loss account</i>	-	-
Total Comprehensive Income	44,731,269	35,761,794
<i>Basic Earnings Per Share</i>	<i>7.24</i>	<i>5.79</i>
<i>Diluted Earnings Per Share</i>	<i>7.24</i>	<i>5.79</i>

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2018

	September -18 GH¢	September -17 GH¢
ASSETS		
Cash and Cash Equivalents	549,632,959	417,524,051
Investment Securities	424,952,149	346,635,190
Advances to Banks	333,496,732	651,957,562
Loans and Advances to Customers	943,948,843	1,007,683,447
Investment in Other Securities	3,266,644	3,376,117
Other Assets Accounts	164,284,967	145,065,974
Property and Equipment	77,203,544	63,992,531
Intangible Assets	20,763,587	12,375,660
Total Assets	2,517,549,426	2,648,610,531
LIABILITIES & SHAREHOLDERS' FUNDS		
Liabilities		
Deposits from Customers	1,665,682,963	1,744,036,646
Borrowings	427,751,175	480,208,354
Other Liabilities	160,233,553	207,168,934
Current Tax Liability	1,361,360	10,448,103
Deferred Tax Liability	276,637	2,460,797
Employee Benefit Obligations	3,935,531	3,901,811
Total Liabilities	2,259,241,219	2,448,224,645
SHAREHOLDERS' FUNDS		
Stated Capital	208,800,000	208,800,000
Deposit for Shares	1,260,000	-
Revaluation Reserve	17,771,052	17,771,052
Credit Risk Reserve	86,366,677	42,470,206
Statutory Reserve	50,245,193	26,425,693
Income Surplus	(106,102,916)	(94,997,419)
Other Reserves	(31,801)	(83,647)
Total Shareholders' Fund	258,308,206	200,385,887
Total Liabilities & Shareholders' Funds	2,517,549,426	2,648,610,531

Signed
John Awuah
CEO

Signed
Ras Boateng
Board Chairperson

UNAUDITED CASH FLOW STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2018

	September -18 GH¢	September -17 GH¢
Reconciliation of Loss before taxation to cash generated from operations		
Profit/(Loss) After Taxation	44,731,269	35,761,794
Adjustments For:		
Depreciation and Amortization	15,888,778	13,146,12
Impairment on Financial Assets	15,422,023	14,474,561
Net Interest Income	(197,051,813)	(149,576,056)
Income Tax Expense	19,170,544	15,326,483
(Profit)/ Loss on Disposal of Fixed Assets	(17,262)	(833)
Profit/(Loss) before working capital changes	(101,856,462)	(70,867,926)
(Increase)/decrease in Investment Securities	436,959,207	321,527,739
(Increase)/decrease in advances to banks	14,292,103	67,602,019
(Increase)/decrease in loans and advances to Customers	(227,636,248)	(269,524,238)
(Increase)/decrease in other assets accounts	(28,570,488)	(12,814,684)
Increase/(decrease) in deposits from customers	(260,466,728)	337,876,076
Increase/(decrease) in borrowings	(160,421,441)	(295,307,376)
Increase/(decrease) in other liabilities	(69,268,676)	(262,721,059)
	(396,968,733)	(184,229,449)
Interest and Taxation		
Interest and Dividend Received	356,886,693	330,093,160
Interest Paid	(174,624,070)	(186,049,229)
Income Tax Paid	(18,496,882)	(5,403,278)
Net Cash generated from /(used in) Operations	(233,202,993)	(45,588,796)
Investing Activities		
Purchase of property and equipment	(24,296,540)	(12,632,146)
Purchase of intangible asset	(10,033,432)	(1,273,388)
Proceeds from sale of assets	353,391	123,936
Net cash used in investing activities	(33,976,581)	(13,781,598)
Financing Activities		
Increase in Subordinated Facilities		30,000,000
Deposit for Shares	1,260,000	-
Net cash used in financing activities	1,260,000	30,000,000
Increase/(decrease) in cash and cash equivalents	(265,919,574)	(29,370,394)
Cash and cash equivalents at 31st December	815,552,533	446,791,053
Effect of Exchange Rate Fluctuation	-	103,392
Cash and cash equivalents at 30th June	549,632,959	417,524,051

EXTRACTS OF NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2018

1. Significant Accounting Policy

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in a manner required by the Companies Act, 1963 (Act 179) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) .

2. Other Disclosures

	2018	2017
Capital Adequacy Ratio	10.04%	10.14%
Gross Non-Performing Loans Ratio	25.39%	12.0%

3. Risk Management

The Bank's activities expose it to a variety of operational and financial risks and those activities involve the analysis, evaluation, acceptance and management of some degree of risk or combination of risks. Taking risk is core to the Bank's business, and the operational risks are an inevitable consequence of being in business. The Bank's aim is therefore to achieve an appropriate balance between risk and return and minimize potential adverse effects on its financial performance. The most important types of risk include:

- Credit Risk
- Liquidity Risk
- Market Risk (includes currency, interest rate and other price risk)
- Operational Risk

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established a Risk Oversight Committee and a Risk Department to assist in the discharge of this responsibility.