

UMB - UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2018

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30TH JUNE 2018

	June -18 GH¢	June -17 GH¢
Interest Income	234,748,338	225,895,781
Interest Expense	(102,908,953)	(129,457,564)
Net Interest Income	131,839,385	96,438,216
Commission and Fees Income	24,451,264	25,088,939
Fees and Commissions Expense	(2,189,086)	(1,635,097)
Net Fees and Commissions Income	22,262,178	23,453,842
Net Trading Income	18,221,735	8,035,445
Other Operating Income	1,847	931,428
Net Trading Income and Other Operating Income	18,223,582	8,966,873
Total Revenue	172,325,145	128,858,931
Impairment Expense	(11,865,878)	(11,934,251)
Personnel Expenses	(40,872,703)	(29,678,113)
Operating Expenses	(58,814,717)	(43,210,230)
Depreciation and Amortisation	(10,307,472)	(8,328,337)
Net Operating Profit	50,464,376	35,708,001
Other Income	17,262	29,850
Profit Before Tax	50,481,638	35,737,851
Tax Expense	(15,144,491)	(10,721,355)
Profit After Tax	35,337,146	25,016,496
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	35,337,146	25,016,496
<i>Basic Earnings Per Share</i>	<i>5.72</i>	<i>4.05</i>
<i>Diluted Earnings Per Share</i>	<i>5.72</i>	<i>4.05</i>

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2018

	June -18 GH¢	June -17 GH¢
ASSETS		
Cash and Cash Equivalents	556,985,278	339,083,919
Investment Securities	745,977,496	404,458,037
Advances to Banks	670,604,514	906,586,614
Loans and Advances to Customers	833,684,996	930,917,749
Investment in Other Securities	3,266,644	3,376,117
Other Assets Accounts	121,715,512	167,892,937
Property and Equipment	82,404,696	62,124,198
Intangible Assets	17,632,079	14,261,066
Total Assets	3,032,271,214	2,828,700,637
LIABILITIES & SHAREHOLDERS' FUNDS		
Liabilities		
Deposits from Customers	2,026,562,184	1,706,063,022
Borrowings	587,080,127	692,647,200
Other Liabilities	162,001,717	226,786,350
Current Tax Liability	3,500,935	7,644,068
Deferred Tax Liability	276,637	2,460,797
Employee Benefit Obligations	3,935,531	3,458,613
Total Liabilities	2,783,357,131	2,639,060,049
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	47,958,324	39,934,473
Statutory Reserve	50,245,193	26,425,693
Other Reserves	(31,801)	(83,647)
Income Surplus	(77,088,686)	(103,206,984)
Total Shareholders' Fund	248,914,083	189,640,588
Total Liabilities & Shareholders' Funds	3,032,271,214	2,828,700,637



John Awuah
CEO



Ras Boateng
Board Chairperson

UNAUDITED CASH FLOW STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2018

	June -18 GH¢	June -17 GH¢
Reconciliation of Loss before taxation to cash generated from operations		
Profit/(Loss) After Taxation	35,337,146	25,016,497
Adjustments For:		
Depreciation and Amortization	10,307,472	8,328,337
Impairment on Financial Assets	9,581,214	9,466,218
Net Interest Income	(131,839,385)	(96,438,217)
Income Tax Expense	15,144,491	10,721,355
(Profit)/ Loss on Disposal of Fixed Assets	(17,262)	-
Profit/(Loss) before working capital changes	(61,486,324)	(42,905,810)
(Increase)/decrease in Investment Securities	119,245,972	265,128,459
(Increase)/decrease in advances to banks	(329,991,168)	(186,261,721)
(Increase)/decrease in loans and advances to Customers	(113,734,092)	(186,522,267)
(Increase)/decrease in other assets accounts	21,883,528	(35,641,647)
Increase/(decrease) in deposits from customers	91,765,944	295,066,780
Increase/(decrease) in borrowings	3,232,706	(77,492,326)
Increase/(decrease) in other liabilities	(67,500,512)	(240,559,652)
	(336,583,946)	(209,188,184)
Interest and Taxation		
Interest and Dividend Received	243,311,681	214,402,855
Interest Paid	(123,049,744)	(129,998,097)
Income Tax Paid	(12,331,255)	(3,602,185)
Net Cash generated from /(used in) Operations	(228,653,264)	(128,385,611)
Investing Activities		
Purchase of property and equipment	(25,282,318)	(7,027,760)
Purchase of intangible asset	(5,781,226)	(2,259,761)
Proceeds from sale of assets	353,391	-
Net cash used in investing activities	(30,710,153)	(9,287,521)
Financing Activities		
Deposit for Shares	1,260,000	-
Increase in Subordinated Facilities	-	30,000,000
Net cash used in financing activities	1,260,000	30,000,000
Increase/(decrease) in cash and cash equivalents	(258,103,416)	(107,673,132)
Cash and cash equivalents at 31st December	815,552,533	446,791,053
Effect of Exchange Rate Fluctuation	(463,839)	(34,002)
Cash and cash equivalents at 30th June	556,985,278	339,083,919

EXTRACTS OF NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 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. Quantitative Disclosures

	2018	2017
Capital Adequacy Ratio	11.45%	10.16%
Gross Non-Performing Loans Ratio	15.63%	13.1%

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.

4. Other Disclosures

	2018	2017
Default in Statutory Liquidity	Nil	Nil
Default in Statutory Liquidity Sanction	Nil	Nil