

FIRST ATLANTIC BANK LIMITED

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2023

(UNAUDITED) STATEMENT OF COMPREHENSIVE INCOME

in thousands of GHS

	MAR 2023	MAR 2022
Interest income	192,749	103,740
Interest expense	(54,670)	(25,344)
Net interest income	138,079	78,395
Fee and commission income	30,857	18,434
Net trading income	28,301	15,985
Other income	323	345
Operating income	197,560	113,159
Impairment losses on financial assets	(55,740)	(10,462)
Personnel expenses	(29,760)	(25,734)
Depreciation and amortisation	(8,291)	(6,701)
Other expenses	(33,704)	(26,504)
Profit before income tax	70,065	43,759
Income tax expense	(17,361)	(10,187)
National fiscal stabilisation levy	(3,503)	(1,600)
Financial sector recovery levy	(3,503)	(1,600)
Profit for the year after income tax	45,698	30,372
Other comprehensive income, net of income tax	45,698	30,372
Total comprehensive income for the period	45,698	30,372

(UNAUDITED) STATEMENT OF CHANGES IN EQUITY

in thousands of GHS

	Stated capital	Statutory reserve fund	Credit risk reserve	Revaluation Reserve	Income surplus account	Total
Balance at 1 January 2023	404,570	153,126	50,175	325,693	35,689	969,253
Profit for the period	-	-	-	-	45,698	45,698
Total comprehensive income for the year	-	-	-	-	45,698	45,698
Transfers from income surplus to reserves and transactions with owners, recorded directly in equity	-	-	-	-	-	-
Transfer from credit risk reserve	-	-	1,698	-	(1,698)	-
Total other movements in equity	-	-	1,698	-	(1,698)	-
Balance at 31 March 2023	404,570	153,126	51,873	325,693	79,689	1,014,951
Balance at 1 January 2022	404,570	153,126	56,397	56,427	44,625	715,145
Profit for the period	-	-	-	-	30,372	30,372
Other comprehensive income	-	-	-	-	-	-
Net change in fair value of available-for-sale financial assets net of tax	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	30,372	30,372
Transfers from income surplus to reserves and transactions with owners, recorded directly in equity	-	-	-	-	-	-
Transfer from credit risk reserve	-	-	(4,751)	-	4,751	-
Total other movements in equity	-	-	(4,751)	-	4,751	-
Balance at 31 March 2022	404,570	153,126	51,646	56,427	79,748	745,517

(UNAUDITED) STATEMENT OF FINANCIAL POSITION

in thousands of GHS

	MAR 2023	MAR 2022
Assets		
Cash and cash equivalents	1,243,805	1,167,148
Investment securities	2,448,633	1,302,694
Loans and advances to customers	1,687,854	1,181,132
Investment in associates	2,785	1,176
Current tax assets	-	14,962
Intangible assets	5,760	5,817
Other assets	1,491,245	965,939
Property and equipment	573,989	203,451
Total assets	7,454,071	4,842,319
Liabilities		
Deposits from banks	-	59,407
Deposits from customers	6,284,012	3,946,225
Current tax liabilities	1,153	-
Deferred tax liabilities	55,272	11,219
Other liabilities	86,856	59,826
Lease liabilities	11,827	20,125
Total liabilities	6,439,120	4,096,802
Equity		
Stated capital	404,570	404,570
Income surplus account	79,689	79,748
Revaluation reserve	325,693	56,427
Statutory reserve fund	153,126	153,126
Credit risk reserve	51,873	51,646
Total equity	1,014,951	745,517
Total equity and liabilities	7,454,071	4,842,319

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930). The accounting policies adopted in the preparation of these interim financial statements are consistent with those applied in the preparation of the Bank's annual financial statements for the year ended 31 December 2022.

Basis of preparation

The published summary financial statements are in accordance with the Bank of Ghana Guide for Publication for Banks and Bank of Ghana licensed financial institutions.

2. QUANTITATIVE DISCLOSURES

MAR 2023	MAR 2022
Capital adequacy ratio (CRD)	18%
Non-performing loan (NPL) ratio	9%
Liquid ratio	88%

3. QUALITATIVE DISCLOSURES

The Bank's activities expose it to a variety of 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 minimise potential adverse effects on its financial performance. Risk management is carried out by the Risk Management Department under policies approved by the Board of Directors. Risk Management Department identifies, evaluates and manages financial risks in close cooperation with the operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk and use of non-derivative financial instruments. The most important types of risk are credit risk, liquidity risk, market risk and operational risk. Market risk includes currency risk, interest rate and other price risk.

4. DEFAULTS IN PRUDENTIAL REQUIREMENTS AND ACCOMPANYING SANCTIONS

MAR 2023	MAR 2022
(1a) Default in statutory liquidity (times)	Nil
(1b) Sanctions (GHS '000)	Nil
(2a) Default in prudential requirements (times)	Nil
(2b) Sanctions (GHS '000)	1 18

The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.



Mr. Amarquaye Armah
(Chairman)



Odun Odunfa
(MD/CEO)

(UNAUDITED) STATEMENT OF CASH FLOW

in thousands of GHS

	MAR 2023	MAR 2022
Cash flows from operating activities		
Cash generated from/(used in) operating activities	(199,120)	224,201
Tax paid	(8,421)	(15,579)
Net cash flow used in operating activities	(2	