



Sahel - Sahara Bank

BSIC (GH) LTD.

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2018

(Unaudited) Statement of Comprehensive Income
for the period ended 31 March 2018
All Amounts are expressed in Ghana cedis

| | March 2018 | March 2017 |
|--|-------------------|-------------------|
| Interest income | 21,667,548 | 26,253,456 |
| Interest expense | (12,359,413) | (14,442,161) |
| Net interest income | 9,308,135 | 11,811,295 |
| Fee and commission income | 3,965,758 | 2,615,282 |
| Fee and commission expense | - | - |
| Net fee and commission income | 3,965,758 | 2,615,282 |
| Net trading income | 1,347,477 | 1,533,293 |
| | 1,347,477 | 1,533,293 |
| Operating income | 14,621,369 | 15,959,870 |
| Net impairment loss on financial asset | (361,204) | - |
| Personnel expenses | (4,347,850) | (5,063,649) |
| Operating and admin expense | (4,870,681) | (2,967,732) |
| Depreciation and amortisation | (2,324,955) | (2,106,299) |
| Profit before income tax | 2,716,680 | 5,822,190 |
| Income tax expense | - | - |
| Profit for the period | 2,716,680 | 5,822,190 |
| Other comprehensive income net of income tax | - | - |
| Total comprehensive income for the period | 2,716,680 | 5,822,190 |

(Unaudited) Statement of Financial Position as at 31 March 2018
All Amounts are expressed in Ghana cedis

| | March 2018 | March 2017 |
|-------------------------------------|--------------------|--------------------|
| Assets | | |
| Cash and cash equivalents | 196,723,927 | 235,590,480 |
| Trading assets | 68,999,015 | 104,951,446 |
| Loans and advances to customers | 261,882,889 | 276,945,997 |
| Property plant and equipment | 42,075,688 | 38,269,650 |
| Intangible assets | 3,324,839 | 3,178,662 |
| Other assets | 57,318,931 | 19,290,324 |
| Total assets | 630,325,289 | 678,226,559 |
| Liabilities | | |
| Deposits from banks | 90,015,699 | 105,495,359 |
| Deposits from customers | 394,659,354 | 390,297,015 |
| Other liabilities | 18,779,042 | 52,189,927 |
| Total liabilities | 503,454,095 | 547,982,301 |
| Equity | | |
| Stated capital | 71,633,771 | 71,633,771 |
| Income surplus | (55,141,130) | (39,121,244) |
| Revaluation reserve | 25,548,099 | 25,548,099 |
| Statutory reserve | 20,998,793 | 17,052,412 |
| Credit risk reserve | 63,831,661 | 55,131,220 |
| Total equity | 126,871,194 | 130,244,258 |
| Total liabilities and equity | 630,325,289 | 678,226,559 |

(Unaudited) Statement of Cash Flow for the period
ended 31 March 2018
All Amounts are expressed in Ghana cedis

| | March 2018 | March 2017 |
|---|---------------------|---------------------|
| Cash flows from operating activities | | |
| Profit for the period | 2,716,680 | 5,822,192 |
| Adjustments for: | | |
| Depreciation and amortisation | 2,324,955 | 2,106,299 |
| Impairment on financial assets | 361,204 | - |
| Net interest income | (9,308,135) | (11,811,295) |
| | (3,905,296) | (3,882,804) |
| Change in trading assets | 22,068,822 | (58,346,385) |
| Change in pledged assets | (2,015,000) | 10,096,100 |
| Change in loans and advances | 14,896,572 | (18,932,846) |
| Change in other assets | (21,352,992) | (1,155,753) |
| Change in deposits from banks | (40,804,047) | (32,800,544) |
| Change in deposits from customers | (12,209,229) | 65,206,368 |
| Change in other liabilities and provisions | (1,683,392) | 43,898,958 |
| | (41,099,267) | 7,965,898 |
| Interest received | 21,667,548 | 26,253,456 |
| Interest paid | (12,359,413) | (14,442,161) |
| Net cash used in operating activities | (35,696,428) | 15,894,389 |
| Cash flows from investing activities | | |
| Purchase of investment securities | - | (57,472,370) |
| Purchase of property plant and equipment | (3,308,423) | (6,756,501) |
| Proceeds from the sale of property, plant and equipment | - | - |
| Purchase of intangible assets | - | - |
| Net cash used in investing activities | (3,308,423) | (64,228,871) |
| Cash flows from financing activities | | |
| Increase in debt securities issued | - | - |
| Net cash used in Financing activities | - | - |
| Net change in cash and cash equivalent | (39,004,851) | (48,334,482) |
| Cash and cash equivalent as at 1st January | 235,728,778 | 221,855,582 |
| Cash and cash equivalent at 31 March 2018 | 196,723,927 | 173,521,100 |

Significant accounting policies

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual financial statements.

Quantitative disclosures

| | March 2018 | March 2017 |
|--------------------------------------|------------|------------|
| (a) Capital Adequacy Ratio (CAR) | 11.19% | 21.18% |
| (b) Non -Performing Loan (NPL) Ratio | 43.80% | 26.00% |

Qualitative disclosures

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's Risk Management Framework. The Bank has exposure to credit, liquidity and market risks due to the nature of its business. The diversity of our model requires us to identify, assess, measure, aggregate and manage risks. We operate an integrated system through our business units and departments functions. The above-mentioned risks are managed via a framework of principles, policies, organisational structure, measurement and monitoring processes that are closely aligned with the actives of the business units and departments.

The process followed in risk management for the period ended 31st March, 2018 are consistent with those followed for the year ended 31st December 2017.

Default in statutory liquidity and accompanying sanctions

| | March 2018 | March 2017 |
|--|------------|------------|
| (a) Default in statutory liquidity (times) | Nil | Nil |
| (b) Sanctions (GHS) | Nil | Nil |

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

SGD
Affambi Mensan
(MANAGING DIRECTOR)

SGD
Foze Ghaith
(CHAIRMAN)