

WEMA BANK PLC

UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 March 2024

Table of Contents

Page

Statement of profit or loss and other comprehensive income

1

Statement of financial position

2

Statement of changes in equity

3

Statement of Prudential Adjustments

4

Statement of cash flows

5

Wema Bank Plc

Consolidated and Separate Financial Statements For the period ended 31 March, 2024

Statement of Profit or loss and other Comprehensive Income

<i>In thousands of Nigerian Naira</i>	Notes	Group			Bank		
		3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
		39,595,656	81,272,655	226,914,538	39,348,111	81,082,405	225,746,689
Interest income	7	33,878,780	69,420,548	185,643,309	33,631,235	69,230,298	184,475,460
Interest expense		(19,428,309)	(43,322,915)	(93,922,252)	(19,164,643)	(43,018,284)	(92,852,911)
Net interest income	7	14,450,471	26,097,633	91,721,057	14,466,592	26,212,014	91,622,549
Net impairment loss on financial assets	11	(107,807)	(1,104,196)	(10,563,367)	(107,807)	(1,104,196)	(10,563,367)
Net interest income after impairment charge for credit losses		14,342,664	24,993,437	81,157,690	14,358,785	25,107,818	81,059,182
Net gain on FVTPL investment securities		-	(472)	229		(472)	229
Net fee and commission income	8	4,934,731	10,851,920	24,961,757	4,934,731	10,851,920	24,961,757
Net trading income	9	245,367	608,056	822,485	245,367	608,056	822,485
Other income	10	536,778	392,603	15,486,758	536,778	392,603	15,486,758
		5,716,876	11,852,107	41,271,229	5,716,876	11,852,107	41,271,229
Operating income		20,059,540	36,845,544	122,428,919	20,075,661	36,959,925	122,330,411
Personnel expenses	12	(5,533,391)	(9,942,089)	(26,755,149)	(5,533,391)	(9,942,089)	(26,755,149)
Depreciation and amortization	13b	(1,253,241)	(1,850,301)	(6,122,218)	(1,253,241)	(1,850,301)	(6,122,218)
Other operating expenses	13a	(7,085,125)	(13,903,418)	(45,887,623)	(7,082,769)	(13,903,418)	(45,861,717)
Profit before tax		6,187,783	11,149,736	43,663,929	6,206,260	11,264,117	43,591,327
Minimum Tax				(1,142,960)			(1,127,681)
Income tax expense	24	(806,814)	(1,479,205)	(6,532,002)	(806,814)	(1,464,335)	(6,531,274)
Profit for the year		5,380,969	9,670,531	35,988,967	5,399,446	9,799,782	35,932,372
<u>Other comprehensive income, net of income tax Items that will not be subsequently reclassified to profit or loss</u>							
Net change in fair value of investments FVTOCI			-	3,674,204	-	-	3,674,204
			-	3,674,204	-	-	3,674,204
<u>Items that will be subsequently reclassified to profit or loss</u>							
Net change in fair value of debt instruments							
FVOCI (net of tax) during the year			-	(1,424)		-	(1,424)
Accumulated fair value gain/(loss) on debt instrument disposed (net of tax) during the year			-	(48,532)		-	(48,532)
Other comprehensive income for the year			-	3,624,248		-	3,624,248
Total comprehensive income for the year		5,380,969	9,670,531	39,613,215	5,399,446	9,799,782	39,556,620
Profit attributable to:							
Equity holders of the Bank		5,380,969	9,670,531	35,988,967	5,399,446	9,799,782	35,932,372
Total comprehensive income for the year		5,380,969	9,670,531	39,613,215	5,399,446	9,799,782	39,556,620
Earnings per share-basic	14	167.2	300.8	279.9	168.0	304.8	279.5

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Statement of financial Position

<i>In thousands of Nigerian Naira</i>	Notes	Group		Bank	
		31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Cash and cash equivalents	15	342,926,259	220,233,575	342,899,518	220,206,835
Restricted Deposit with CBN	15b	539,972,744	503,320,833	539,972,744	503,320,833
Pledged assets	16	297,351,874	35,216,689	297,351,874	35,216,689
Investment securities:					
Fair value through other comprehensive income	17a	13,278,129	13,354,669	13,278,129	13,354,669
Fair Value through profit or loss	17b	6,703	4,669	6,703	4,669
Held at amortised cost	17c	460,360,195	614,892,883	452,264,734	606,743,512
Wema funding SPV Plc	17d	-	-	1,000	1,000
Loans and advances to customers	18	870,696,421	801,103,117	870,696,421	801,103,117
Right of Use Assets	27	1,242,826	1,254,787	1,242,826	1,254,787
Property and equipment	19	45,700,397	35,762,897	45,700,397	35,762,897
Intangible assets	20	2,729,980	2,988,602	2,729,980	2,988,602
Other assets	22	23,517,577	13,001,896	23,517,577	13,001,896
Deferred tax assets	21	7,105,000	7,105,000	7,105,000	7,105,000
Total Assets		2,604,888,105	2,248,239,617	2,596,766,902	2,240,064,506
Deposits from banks	23	258,293,900	20,863,530	258,293,900	20,863,530
Deposits from customers	23	1,884,463,320	1,860,573,537	1,884,463,320	1,860,573,537
Lease Liabilities	27	47,479	45,952	47,479	45,952
Current tax liabilities	24	3,275,936	1,796,732	3,245,060	1,780,725
Other liabilities	25	206,767,701	142,585,099	206,757,701	142,575,102
Provisions	25	2,740,581	2,609,348	2,740,581	2,609,348
Other borrowed funds	26	100,329,987	80,466,750	92,097,229	72,294,463
Total Liabilities		2,455,918,905	2,108,940,948	2,447,645,271	2,100,742,657
EQUITY					
Share capital	28	6,429,078	6,429,078	6,429,078	6,429,078
Share premium	28	8,698,230	8,698,230	8,698,230	8,698,230
Regulatory risk reserve	28	13,628,078	13,628,078	13,628,078	13,628,078
Retained earnings	28	46,256,059	36,585,528	46,408,489	36,608,707
Additional Tier 1 capital	28	21,000,000	21,000,000	21,000,000	21,000,000
Other reserves	28	52,957,755	52,957,755	52,957,756	52,957,756
Equity attributable to equity holders of the bank		148,969,200	139,298,669	149,121,631	139,321,849
Total liabilities and equity		2,604,888,105	2,248,239,617	2,596,766,902	2,240,064,506
CONTINGENTS		452,137,351	317,412,811	452,137,351	317,412,811

The financial statements were authorized for issue by the directors on the 29th of April 2024 and signed on its behalf by:



Dr. (Mrs) Oluwayemisi Olorunshola
Chairman
FRC/2023/PRO/DIR/003/492710



Moruf Oseni
Managing Director/CEO
FRC/2013/NIM/00000002114



Bunmi Oladosu
Ag. Chief Financial Officer
FRC/2013/ICAN/00000002098

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Statement of changes in equity

Group

In thousands of Nigerian naira (000s)

	Share Capital	Share reserve	Share premium	AT-1 Tier1 capital	Credit risk reserve	Regulatory risk reserve	Statutory reserve	SMEIES reserve	Fair value reserves	Retained earnings	Total equity
2024											
Balance at 1 January 2024	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,120	13,462,577	36,585,528	139,298,669
Profit or loss	-	-	-	-	-	-	-	-	-	9,670,531	9,670,531
Other comprehensive income											
Debt instrument at FVTOCI - Reclassified to profit or loss											-
Net changes in Fair value financial instrument	-	-	-	-	-	-	-	-	-	-	-
Transfers within equity:											
SMEIS Charge											
Regulatory risk reserve											-
Credit risk reserve											-
Transfer to Statutory reserve											-
	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,120	13,462,577	46,256,059	148,969,200
Transactions with owners, recorded directly in equity											
Dividend Payout											-
Additional Tier 1 Capital Issued											-
Balance at 31 March 2024	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,120	13,462,577	46,256,059	148,969,200
2023											
Balance at 1 January 2023	6,429,078	12,858,155	8,698,230	-	781,612	11,801,426	19,337,047	1,349,419	9,838,329	11,449,604	82,542,901
Profit or loss	-	-	-	-	-	-	-	-	-	35,988,967	35,988,967
Other comprehensive income											
Debt instrument at FVTOCI - Reclassified to profit or loss									(48,532)		(48,532)
Net changes in Fair value financial instrument	-	-	-	-	-	-	-	-	3,672,780	-	3,672,780
Transfers within equity:											
SMEIS Charge								560,701		(560,701)	-
Regulatory risk reserve						1,045,040				(1,045,040)	
Credit risk reserve					(781,612)	781,612					
Transfer to Statutory reserve							5,389,856			(5,389,856)	
	6,429,078	12,858,155	8,698,230	-	-	13,628,078	24,726,903	1,910,120	13,462,577	40,442,975	122,156,117
Transactions with owners, recorded directly in equity											
Dividend Payout										(3,857,447)	(3,857,447)
Additional Tier 1 Capital Issued				21,000,000							21,000,000
Balance at 31 December 2023	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,120	13,462,577	36,585,528	139,298,669

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Statement of changes in equity

Bank

In thousands of Nigerian naira (000s)

2024	Share capital	Share capital reserve	Share premium	AT-1 Tier1 capital	Credit risk reserve	Regulatory risk reserve	Statutory reserve	AGSMEIS reserve	Fair value reserves	Retained earnings	Total equity
Balance at 1 January 2024	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,121	13,462,577	36,608,707	139,321,849
Profit or loss	-	-	-	-	-	-	-	-	-	9,799,782	9,799,782
Other comprehensive income											
Debt instrument at FVTOCI - Reclassified to profit or loss											-
Net changes in Fair value financial instrument FVTI	-	-	-	-	-	-	-	-	-	-	-
Transfers within equity:											
SMEIS Charge										-	-
Regulatory risk reserve										-	-
Credit risk reserve					-	-				-	-
Transfer to Statutory reserve										-	-
	6,429,078	12,858,155	8,698,230	21,000,000.00	-	13,628,078	24,726,903	1,910,121	13,462,577	46,408,489	149,121,631
Transactions with owners, recorded directly in equity											-
Contributions by and distributions to owners											-
Dividend Payout											-
Additional Tier 1 Capital Issued				-							-
Balance at 31 March 2024	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,121	13,462,577	46,408,489	149,121,631
2023											
Balance at 1 January 2023	6,429,078	12,858,155	8,698,230	-	781,612	11,801,426	19,337,047	1,349,419	9,838,329	11,529,379	82,622,676
Profit or loss	-	-	-	-	-	-	-	-	-	35,932,372	35,932,372
Other comprehensive income											
Debt instrument at FVTOCI - Reclassified to profit or loss									(48,532)		(48,532)
Net changes in Fair value financial instrument FVTI	-	-	-	-	-	-	-	-	3,672,780	-	3,672,780
Transfers within equity:											
SMEIS Charge								560,701		(560,701)	
Regulatory risk reserve						1,045,040				(1,045,040)	
Transfer to Share reserve (see note 28)		-									
Credit risk reserve					(781,612)	781,612					
Transfer to Statutory reserve							5,389,856			(5,389,856)	
	6,429,078	12,858,155	8,698,230	-	-	13,628,078	24,726,903	1,910,121	13,462,577	40,466,154	122,179,296
Transactions with owners, recorded directly in equity											-
Contributions by and distributions to owners											-
Dividend Payout										(3,857,447)	(3,857,447)
Additional Tier 1 Capital Issued				21,000,000							21,000,000
Balance at 31 December 2023	6,429,078	12,858,155	8,698,230	21,000,000	-	13,628,078	24,726,903	1,910,121	13,462,577	36,608,707	139,321,849

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Statement of Cashflow

<i>In thousands of Nigerian Naira</i>	Notes	Group		Bank	
		31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Cash flows from operating activities					
Profit for the year		9,670,531	35,988,967	9,799,782	35,932,372
Adjustments for:					
Taxation expense					
Minimum Tax		-	1,142,960	-	1,127,681
Income tax expense		1,479,205	6,532,002	1,464,335	6,531,274
Depreciation and amortization	13b	1,850,301	6,122,218	1,850,301	6,122,218
(Gain)/Loss on disposal of property and equipment	32(xi)	(13,213)	(330,906)	(13,213)	(330,906)
Net interest income	32(xii)	(26,097,633)	(91,721,057)	(26,212,014)	(91,622,549)
Dividend received from equity investment	10	(13,500)	(210,262)	(13,500)	(210,262)
Impairment loss on financial assets	11	1,104,196	10,563,367	1,104,196	10,563,367
<hr/>					
Operating cashflow before movement in working capital		(12,020,112)	(31,912,711)	(12,020,112)	(31,886,805)
Change in pledged assets	32(i)	(262,135,185)	(4,600,371)	(262,135,185)	(4,600,371)
Change in loans and advances to customers	32(ii)	(70,697,500)	(290,235,788)	(70,697,500)	(290,235,788)
Change in other assets	32(iii)	(10,515,681)	(1,675,039)	(10,515,681)	(1,675,039)
Change in deposits from banks	32(iv)	237,430,370	1,710,030	237,430,370	1,710,030
Change in restricted deposit with CBN	32(v)	(36,651,910)	(151,193,653)	(36,651,910)	(151,193,653)
Change in deposits from customers	32(vi)	23,889,784	694,639,518	23,889,784	694,639,518
Change in other liabilities	32(vi)	64,315,362	41,523,350	64,315,359	41,585,092
<hr/>					
Cashflow generated by operations		(66,384,873)	258,255,336	(66,384,875)	258,342,985
Income tax paid	24.2	-	(1,061,974)	-	(1,061,974)
Interest received	32(xii)	69,420,548	185,643,309	69,230,298	184,475,460
Interest paid	32(vii)	(36,123,069)	(85,774,101)	(36,123,069)	(85,774,101)
<hr/>					
Net cash from operating activities		(33,087,394)	357,062,570	(33,277,646)	355,982,370
<hr/>					
Cash flows from investing activities					
Disposal/Acquisition of investment securities-At Amor	32(viii)	154,532,688	(293,969,948)	154,478,778	(293,950,949)
Disposal/Acquisition of investment securities-FVTOCI	32(ix)	76,541	1,325,810	76,541	1,325,810
Change in FVTPL investments	32(x)	(2,034)	20,929,072	(2,034)	20,929,072
Dividend received from equity investment	10	13,500	210,262	13,500	210,262
Acquisition of property and equipment	19	(11,518,566)	(15,632,126)	(11,518,566)	(15,632,126)
Proceeds from the sale of property and equipment	32(xi)	80,564	887,125	80,564	887,125
Right of Use	27	(61,704)	(529,965)	(61,704)	(529,965)
Acquisition of intangible assets	20	(4,300)	(1,215,910)	(4,300)	(1,215,910)
<hr/>					
Net cash(used in)/generated by investing activities		143,116,688	(287,995,679)	143,062,778	(287,976,680)
<hr/>					
Cash flows from financing activities					
Proceed from borrowings	26b	23,563,664	50,420,032	23,563,664	50,420,032
Repayment of borrowings	26b	(3,700,427)	(4,542,615)	(3,760,898)	(4,545,548)
Additional T-1 Capital		-	21,000,000	-	21,000,000
Interest paid on borrowings	32(vii)	(7,199,846)	(8,148,151)	(6,895,215)	(7,078,810)
Dividend paid to shareholders		-	(3,857,447)	-	(3,857,447)
<hr/>					
Net cash from financing activities		12,663,390	54,871,820	12,907,551	55,938,228
<hr/>					
Net increase in cash and cash equivalents		122,692,685	123,938,713	122,692,683	123,943,917
Cash and cash equivalents at beginning of period		219,356,639	94,385,525	219,329,899	94,353,581
Effect of exchange rate changes on cash balances		876,936	1,909,337	876,936	1,909,337
Cash and cash equivalents at end of year	15	342,926,260	220,233,575	342,899,517	220,206,835

Wema Bank Plc

**Consolidated and Separate Financial Statements
For the period ended 31 March, 2024
Statement of Prudential Adjustments**

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Prudential Provisions:				
Loans and advances	42,263,160	41,473,950	42,263,160	41,473,950
Other financial assets	2,907,514	2,798,534	2,907,514	2,798,534
	45,170,674	44,272,484	45,170,674	44,272,484
Impairment assessment under IFRS:				
Loans and advances				
12-months ECL credit	3,103,760	2,708,704	3,103,760	2,708,704
Life-time ECL Not impaired	595,499	392,875	595,499	392,875
Life-time ECL credit impaired	21,672,095	21,401,871	21,672,095	21,401,871
	25,371,355	24,503,450	25,371,355	24,503,450
Investment securities				
12-months ECL	2,946,397	3,156,168	2,946,397	3,156,168
	2,946,397	3,156,168	2,946,397	3,156,168
Off balance sheet exposures				
12-months ECL	2,050,035	1,918,802	2,050,035	1,918,802
	2,050,035	1,918,802	2,050,035	1,918,802
Other financial assets				
Other assets	342,339	263,008	342,339	263,008
Cash and cash equivalent	69,768	112,432	69,768	112,432
Other non-financial assets	762,702	690,546	762,702	690,546
	1,174,809	1,065,986	1,174,809	1,065,986
Total IFRS Impairment	31,542,596	30,644,406	31,542,596	30,644,406
Excess of Prudential impairment over IFRS impairment transferred to regulatory reserve	13,628,078	13,628,078	13,628,078	13,628,078

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Notes to the Financial Statements

	GROUP			BANK		
	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
<i>In thousands of Nigerian Naira</i>						
7 Interest income						
Cash and cash equivalents	296,798	3,314,196	5,960,806	296,798	3,314,196	5,960,806
Loans and advances to banks and customers	23,720,410	42,886,545	122,183,794	23,720,410	42,886,545	122,183,794
Investments securities	9,861,572	23,219,807	57,498,709	9,614,027	23,029,557	56,330,860
Total interest income	33,878,780	69,420,548	185,643,309	33,631,235	69,230,298	184,475,460
Interest expense						
Deposits from banks	1,432,404	12,825,313	4,890,355	1,432,404	12,825,313	4,890,355
Deposits from customers	16,956,347	23,297,756	80,883,746	16,956,347	23,297,756	80,883,746
Other borrowed funds	1,039,558	7,199,846	8,148,151	775,892	6,895,215	7,078,810
Total interest expense	19,428,309	43,322,915	93,922,252	19,164,643	43,018,284	92,852,911
Net interest income	14,450,471	26,097,633	91,721,057	14,466,592	26,212,014	91,622,549
8 Fees and commission income						
	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
Credit related fees	197,799	485,581	1,229,214	197,799	485,581	1,229,214
Account maintenance fees	734,096	1,465,937	3,953,307	734,096	1,465,937	3,953,307
Management fees	1,268,966	1,537,331	4,829,150	1,268,966	1,537,331	4,829,150
Fees on electronic products	1,523,294	3,015,663	7,346,492	1,523,294	3,015,663	7,346,492
Fees on financial guarantees	380,239	384,007	1,373,183	380,239	384,007	1,373,183
FX transactions	282,138	2,459,502	4,146,145	282,138	2,459,502	4,146,145
Other fees and charges	548,199	1,503,899	2,084,267	548,199	1,503,899	2,084,267
Total fee and commission income	4,934,731	10,851,920	24,961,758	4,934,731	10,851,920	24,961,758
Credit related fees and commissions are fees charged to customers other than fees included in determining the effective interest rates relating to loans and fees on electronic products include income from electronic channels, card products and related services.						
9 Net trading income						
Fixed income securities	182,781	59,493	1,158,543	182,781	59,493	1,158,543
Treasury bills	14,106	410,833	-1,150,616	14,106	410,833	-1,150,616
Foreign exchange trading (note 9.1)	48,479	137,731	814,558	48,479	137,731	814,558
	245,367	608,056	822,485	245,367	608,056	822,485
Foreign exchange trading income is principally made up of trading income on foreign currencies, as well as gains and losses from revaluation of trading position. The amount reported above are totally from financial assets carried at fair value through profit or loss						
10 Other income						
	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
Dividends on equities at FVOCI	15,000	13,500	210,262	15,000	13,500	210,262
Gains on disposal of property and equipment	972	13,213	330,906	972	13,213	330,906
Rental income	11,037	10,129	57,108	11,037	10,129	57,108
Income on contingents	8,389	4,401	14,540	8,389	4,401	14,540
Income on deposit accounts	27,156	36,790	98,668	27,156	36,790	98,668
Digital Income	192,665	184,934	745,829	192,665	184,934	745,829
FX Revaluation	230,215	-	13,603,283	230,215	-	13,603,283
Swift transactions	20,956	70,150	212,435	20,956	70,150	212,435
Service charge	15,990	5,199	15,997	15,990	5,199	15,997
Others	14,398	54,286	197,729	14,398	54,286	197,729
	536,778	392,603	15,486,758	536,778	392,603	15,486,758

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Notes to the Financial Statements

	GROUP			BANK		
	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
11 Impairment loss on financial/non-financial instruments						
Impairment charge on financial instruments						
Total impairment charge on loans and advances	287,616	1,131,735	7,531,486	287,616	1,131,735	7,531,486
Investment securities/Treasury bills	(246,117)	(209,771)	1,771,593	(246,117)	(209,771)	1,771,593
Cash and cash equivalent	(6,219)	(21,332)	68,678	(6,219)	(21,332)	68,678
Other assets	(10,047)	79,331	83,002	(10,047)	79,331	83,002
Impairment charge on non-financial instruments						
Off balance sheet	86,664	131,233	1,204,926	86,664	131,233	1,204,926
Recoveries on loans	(4,089)	(7,000)	(96,318)	(4,089)	(7,000)	(96,318)
Total impairment charge on financial/non-financial instruments	107,807	1,104,196	10,563,367	107,807	1,104,196	10,563,367

12 Personnel expenses

Wages and salaries	4,047,441	7,219,630	19,069,375	4,047,441	7,219,630	19,069,375
Pension Contribution	480,346	410,453	1,277,208	480,346	410,453	1,277,208
Outsourced staff cost	1,005,603	2,312,006	6,408,566	1,005,603	2,312,006	6,408,566
	5,533,391	9,942,089	26,755,149	5,533,391	9,942,089	26,755,149

13a Other operating expenses

<i>In thousands of Nigerian Naira</i>	3 Months	3 Months	12 Months	3 Months	3 Months	12 Months
	31-Mar-23	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Dec-23
Advertising and marketing	431,231	875,420	4,313,293	431,231	875,420	4,313,293
AMCON Levy (i)	1,393,188	3,210,000	7,986,255	1,393,188	3,210,000	7,986,255
Auditors remuneration	32,356	45,000	160,000	30,000	45,000	150,000
Business Expenses	107,922	206,102	531,719	107,922	206,102	531,719
Cash movement expenses	225,265	209,117	699,198	225,265	209,117	699,198
Diesel Expenses	426,882	825,862	1,890,222	426,882	825,862	1,890,222
Directors Expenses	11,450	14,250	50,000	11,450	14,250	50,000
Directors fees	6,774	26,504	67,868	6,774	26,504	67,868
Donations	7,550	118,397	395,129	7,550	118,397	395,129
Electricity	182,783	244,304	872,441	182,783	244,304	872,441
General administrative expenses	764,907	929,080	6,488,617	764,907	929,080	6,472,711
Legal expenses	67,517	143,468	383,007	67,517	143,468	383,007
Insurance	94,132	254,689	529,059	94,132	254,689	529,059
NDIC Premium	1,008,934	2,205,000	5,145,831	1,008,934	2,205,000	5,145,831
Other premises and equipment costs	74,258	112,590	296,120	74,258	112,590	296,120
Printing and stationery	115,283	144,646	510,706	115,283	144,646	510,706
Other Professional fees	263,316	288,429	1,439,705	263,316	288,429	1,439,705
Digital Bank Professional fees (ii)	56,195	72,601	172,560	56,195	72,601	172,560
Repairs and maintenance	598,584	974,089	3,408,100	598,584	974,089	3,408,100
Security expenses	118,385	127,279	486,222	118,385	127,279	486,222
Service charge	451,353	1,942,372	6,608,165	451,353	1,942,372	6,608,165
SMS Expenses & Others	21,291	23,051	51,017	21,291	23,051	51,017
Statutory expenses	13,465	51,152	222,506	13,465	51,152	222,506
Technology and alternative channels	391,603	389,902	1,422,082	391,603	389,902	1,422,082
Transport & Communications	220,501	470,112	1,757,800	220,501	470,112	1,757,800
	7,085,125	13,903,418	45,887,623	7,082,769	13,903,418	45,861,717

<i>In thousands of Nigerian Naira</i>	Group			Bank		
	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-23	3 Months 31-Mar-24	12 Months 31-Dec-23
13b Depreciation and amortization						
Property, plants and equipment	940,293	1,513,715	4,762,674	940,293	1,513,715	4,762,674
Right of use of assets	66,365	73,665	272,643	66,365	73,665	272,643
Intangible assets	246,583	262,921	1,086,901	246,583	262,921	1,086,901
	1,253,241	1,850,301	6,122,218	1,253,241	1,850,301	6,122,218

**Consolidated and Separate Financial Statements
For the period ended 31 March, 2024**

Notes to the Financial Statements

14 Earnings per share

Basic and diluted earnings per share

Basic earnings per share are calculated by dividing the profit for the year attributable to shareholders by the weighted average number of ordinary shares in issue during the year.

The calculation of basic earnings per share as at 31st March 2024 was based on the profit attributable to ordinary shareholders and weighted average number of ordinary shares outstanding:

	Group		Bank	
	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-24	12 Months 31-Dec-23
Pre-share reconstruction				
Weighted average number of ordinary shares - of 50k each (2022 - 50k)	12,858,155	12,858,155	12,858,155	12,858,155
Comparative figure post share reconstruction	12,858,155	12,858,155	12,858,155	12,858,155
Profit attributable to ordinary shareholders -basic				
Profit for the year attributable to equity holders of the Bank '000	9,670,531	35,988,967	9,799,782	35,932,372
Earnings per share -basic (Kobo)	300.8	279.9	304.8	279.5
	Group		Bank	
	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-24	12 Months 31-Dec-23
15 Cash and cash equivalents				
<i>In thousands of Nigerian Naira</i>				
Cash and balances with banks	245,907,011	99,378,007	245,880,271	99,351,267
Unrestricted balances with central bank	2,293,898	5,031,642	2,293,898	5,031,642
Money market placements	94,816,449	115,936,358	94,816,449	115,936,358
ECL Allowance	(91,100)	(112,432)	(91,100)	(112,432)
	342,926,259	220,233,575	342,899,518	220,206,835
Classified as:				
Current	340,632,361	215,201,934	340,605,620	215,175,193
Non-current	2,293,898	5,031,642	2,293,898	5,031,642
	342,926,259	220,233,575	342,899,518	220,206,835
Movement in ECL allowance				
Opening balance	112,432	112,432	112,432	112,432
Charge/Write back for the year	(21,332)	-	(21,332)	-
Closing balance	91,100	112,432	91,100	112,432
15b Restricted Deposit with CBN				
Mandatory reserve deposit is reported net of N33.34 billion (December 31, 2023: N34.87 billion) which relates to Differentiated Cash Reserve Requirement (DCRR) Scheme. Under the DCRR scheme, Deposit Money Banks (DMBs) interested in providing credit financing to Greenfield (New) and Brownfield (expansion) projects in the Real Sector (Agriculture and Manufacturing) may request for the release of funds from their CRR to finance the				
Restricted deposits with Central Bank are not available for use in day to day operations.				
	Group		Bank	
	3 Months 31-Mar-24	12 Months 31-Dec-23	3 Months 31-Mar-24	12 Months 31-Dec-23
16 Pledged assets - Held at amortised cost				
<i>In thousands of Nigerian Naira</i>				
Treasury bills (note 16.1)	49,039,993	1,387,006	49,039,993	1,387,006
Bonds (16.2)	248,311,880	33,829,683	248,311,880	33,829,683
	297,351,874	35,216,689	297,351,874	35,216,689

16.1 The treasury bills are pledged for clearing activities with the clearing bank and as collection bank for government taxes and electronic card transactions with Federal Inland Revenue Service (FIRS), Nigerian Interbank Settlement System (NIBSS) and Interswitch Nigeria Limited. The bank cannot trade on these pledged assets during the period that such assets are committed as pledged.

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Notes to the Financial Statements

- 16.2 The Bonds are pledged as collateral for intervention credit granted to the Bank by the Bank of Industry and Development Bank of Nigeria for the purpose of refinancing existing loans to Small and Medium Scale Enterprises Scheme under secured borrowing with related liability of N9.87 billion (2023: N9.08 billion) as disclosed in note 26.

In thousands of Nigerian Naira	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
17 Investment securities	473,645,027	628,252,222	465,549,566	620,102,850
Current	72,021,140	107,468,384	72,021,140	107,468,384
Non-current	401,623,887	520,783,837	393,528,426	512,634,466
17a Investment securities measured at FVTOCI				
FGN Bonds	0	76,541	0	76,541
Equity (see note (i) below)	13,278,129	13,278,129	13,278,129	13,278,129
	13,278,129	13,354,669	13,278,129	13,354,669
17b Investment securities measured at FVTPL				
Treasury Bills	6,703	4,669	6,703	4,669
	6,703	4,669	6,703.33	4,669
17c Investment securities measured at amortised cost				
Treasury Bills	72,014,437	107,463,715	72,014,437	107,463,715
FGN Bonds	382,229,022	501,807,928	374,133,561	493,658,557
Other Bonds (see (ii) below)	9,063,133	8,777,408	9,063,133	8,777,408
ECL Allowance - Investments at Amortised Cost	(2,946,397)	(3,156,168)	(2,946,397)	(3,156,168)
	460,360,195	614,892,883	452,264,734	606,743,512
Movement in ECL allowance				
Opening balance	3,156,168	3,156,168	3,156,168	1,384,575
Charge/write back for the year	(209,771)	1,771,593	(209,771)	1,771,593
Closing balance	2,946,397	4,927,761	2,946,397	3,156,168
(i) Equity				
Unquoted Investments:				
Unified Payment Services Limited	65,767	65,767	65,767	65,767
FMDQ	15,000	15,000	15,000	15,000
Nigeria Inter-Bank Settlement System	47,482	47,482	47,482	47,482
Fair value gain on (FVTOCI) financial assets (b)	13,149,879	13,149,879	13,149,879	13,149,879
	13,278,129	13,278,129	13,278,129	13,278,129
	13,278,129	13,278,129	13,278,129	13,278,129
(a) The breakdown of fair value on FVTOCI financial assets is as follows:				
Unified Payment Services Limited	2,022,494	2,022,494	2,022,494	2,022,494
FMDQ	2,046,707	2,046,707	2,046,707	2,046,707
Nigeria Inter-Bank Settlement System	9,208,928	9,208,928	9,208,928	9,208,928
Closing balance	13,278,129	13,278,129	13,278,129	13,278,129

Wema Bank Plc

**Consolidated and Separate Financial Statements
For the period ended 31 March, 2024**

Notes to the Financial Statements

(ii) **Other bonds** - these are held to maturity securities for state and corporate entities, stated at amortised cost as shown below:

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
I. 7YR: DANA Group Bond Series 1				
	929,145	929,145	929,145	929,145
Movement in the year	(37,453)	(37,453)	(37,453)	(37,453)
Closing balance	891,692	891,692	891,692	891,692
STATE BONDS				
I. EKITI State Govt Bond Tranche 11				
Opening balance	574,502	718,120	574,502	718,120
Movement in the year	14,146	(143,618)	14,146	(143,618)
Closing balance	588,648	574,502	588,648	574,502
II. OGUN State Govt Bond				
Opening balance	5,016,339	5,000,000	5,016,339	5,000,000
Movement in the year	198,521	16,339	198,521	16,339
Closing balance	5,214,859	5,016,339	5,214,859	5,016,339
III. ONDO State Govt Bond				
Opening balance	2,294,875	3,068,431	2,294,875	3,068,431
Movement in the year	73,059	(773,556)	73,059	(773,556)
Closing balance	2,367,934	2,294,875	2,367,934	2,294,875
Total Other Bonds	9,063,133	8,777,408	9,063,133	8,777,408
ECL	(891,692)	(891,692)	(891,692)	(891,692)
	8,171,442	7,885,716	8,171,442	7,885,716

18 Loans and advances to customers at amortised cost

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
<i>In thousands of Nigeria Naira</i>				
Overdrafts	80,172,718	65,396,844	80,172,718	65,396,844
Term Loans	806,177,297	751,193,407	806,177,297	751,193,407
Advances under finance lease	9,717,760	9,016,316	9,717,760	9,016,316
Gross loans and receivables	896,067,775	825,606,567	896,067,775	825,606,567
Less ECL allowances				
Stage 1	(3,103,760)	(2,708,704)	(3,103,760)	(2,708,704)
Stage 2	(595,499)	(392,875)	(595,499)	(392,875)
Stage 3	(21,672,095)	(21,401,871)	(21,672,095)	(21,401,871)
	(25,371,355)	(24,503,450)	(25,371,355)	(24,503,450)
Net loans and advances to customers	870,696,421	801,103,117	870,696,421	801,103,117
31-Mar-24				
	Term loan	Overdrafts	Finance lease	Total
Gross loans	806,177,297	80,172,718	9,717,760	896,067,775
Stage 1	(2,213,351)	(551,565)	(338,845)	(3,103,760)
Stage 2	(365,003)	(229,903)	(593)	(595,499)
Stage 3	(12,895,956)	(8,724,333)	(51,807)	(21,672,095)
	790,702,988	70,666,917	9,326,516	870,696,421
31-Dec-23				
	Term loan	Overdrafts	Finance lease	Total
Gross loans	751,193,407	65,396,844	9,016,316	825,606,567
Stage 1	(1,376,888)	(1,129,900)	(201,916)	(2,708,704)
Stage 2	(381,602)	(9,198)	(2,075)	(392,875)
Stage 3	(13,397,782)	(7,958,063)	(46,026)	(21,401,871)
	736,037,135	56,299,683	8,766,300	801,103,117

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

Notes to the Financial Statements

In thousands of Nigerian Naira	Overdraft	Term Loan	Advances under finance lease	Totals
Balance at 1 January 2024	9,097,161	15,156,273	250,017	24,503,450
Stage 1	1,129,900	1,376,888	201,916	2,708,704
Stage 2	9,198	381,602	2,075	392,875
Stage 3	7,958,063	13,397,782	46,026	21,401,871
Interest on impaired facilities	123,007	393,441	-	516,448
ECL allowance during the year	423,741	566,767	141,228	1,131,735
Written off in the year as uncollectible	(131,108)	(642,171)	-	(773,279)
Amounts recovered during the year	(7,000)	-	-	(7,000)
Balance at 31 March 2024	9,505,801	15,474,310	391,245	25,371,355
Stage 1	551,565	2,213,351	338,845	3,103,760
Stage 2	229,903	365,003	593	595,499
Stage 3	8,724,333	12,895,956	51,807	21,672,095

Contingent Liabilities & Commitments:

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Guarantees and Indemnities	400,004,045	195,893,115	400,004,045	195,893,115
Bonds	21,381,075	35,765,028	21,381,075	35,765,028
Clean-Line Facilities& Irrevocable LCs	32,802,265	87,673,471	32,802,265	87,673,471
ECL	(2,050,035)	(1,918,802)	(2,050,035)	(1,918,802)
	452,137,351	317,412,811	452,137,351	317,412,811

Movement in ECL allowance

Opening balance	1,918,802	713,876	1,918,802	713,876
Charge/write back for the year	131,233	1,204,926	131,233	1,204,926
Closing balance	2,050,035	1,918,802	2,050,035	1,918,802

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

19 Property and equipment

Group / Bank

In thousands of Nigerian Naira (000s)

	Land	Buildings	Furniture & Office Equipment	Motor vehicles	Computer Equipment	Work in Progress	Total
Cost							
Balance at 1 January 2024	1,780,017	19,431,358	13,526,276	7,609,834	20,105,638	3,375,541	65,828,663
Additions	-	62,487	179,251	2,894,374	52,550	8,329,904	11,518,566
Disposals	-	-	(22,559)	(124,942)	(148,188)	-	(295,688)
Balance at 31 March 2024	1,780,017	19,493,845	13,682,968	10,379,266	20,010,000	11,705,445	77,051,541
Accumulated depreciation and impairment							
Balance at 1 January 2024	(949.88)	6,145,124	9,260,392	2,791,037	11,870,162	-	30,065,765
Charge for the year	-	95,412	357,753	386,867	673,682	-	1,513,715
Disposals	-	-	(16,530)	(68,631)	(143,176)	-	(228,337)
Balance at 31 March 2024	(950)	6,240,537	9,601,615	3,109,273	12,400,668	-	31,351,143
Carrying amounts							
Balance at 1 January 2024	1,780,967	13,286,233	4,265,884	4,818,796	8,235,477	3,375,541	35,762,897
Balance at 31 March 2024	1,780,967	13,253,308	4,081,353	7,269,993	7,609,332	11,705,445	45,700,397

- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2023 nil)
- There were no capitalised borrowing costs related to the acquisition of Property and equipment during the year (31 December 2023: nil)
- All Property and equipment are non-current

Property and equipment

Group / Bank

In thousands of Nigerian Naira (000s)

	Land	Buildings	Furniture & Office Equipment	Motor vehicles	Computer Equipment	Work in Progress	Total
Cost							
Balance at 1 January 2023	1,590,773	18,579,635	11,509,776	3,905,355	13,693,612	2,157,864	51,437,016
Additions	194,750	1,098,845	2,033,133	4,662,757	6,424,964	1,217,677	15,632,126
Disposals	(5,506)	(247,122)	(16,633)	(958,278)	(12,939)	-	(1,240,478)
Balance at 31 December 2023	1,780,017	19,431,358	13,526,276	7,609,834	20,105,638	3,375,541	65,828,663
Accumulated depreciation and impairment							
Balance at 1 January 2023	-	5,818,792	7,959,302	2,516,226	9,693,028	-	25,987,348
Charge for the year	-	376,394	1,308,517	892,596	2,185,167	-	4,762,674
Disposals	(949.88)	(50,061)	(7,427)	(617,785)	(8,034)	-	(684,257)
Balance at 31 December 2023	(950)	6,145,124	9,260,392	2,791,037	11,870,162	-	30,065,765
Carrying amounts							
Balance at 1 January 2023	1,590,773	12,760,844	3,550,474	1,389,128	4,000,584	2,157,864	25,449,667
Balance at 31 December 2023	1,780,967	13,286,233	4,265,884	4,818,796	8,235,477	3,375,541	35,762,897

- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2022 nil)
- There were no capitalised borrowing costs related to the acquisition of intangible assets during the year (31 December 2022: nil)
- All intangible assets are non-current

Notes to the financial statements

- There were no impairment losses on any class of property and equipment during the year (December 31, 2023: Nil)
- There were no capitalised borrowing costs related to the acquisition of property and equipment during the year (Dec
- All property and equipment are non-current. None of the Group's assets were financed from borrowings, consequen
- There were no liens or encumbrances on assets as at the year end. No assets have been pledged as security for borr
- There were no capital commitments as at year end. (31 December 2023: Nil)

<i>In thousands of Nigerian Naira</i>	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
20 Intangible assets				
Cost				
Cost 1 January	9,390,017	8,174,107	9,390,017	8,174,107
Additions	4,300	1,215,910	4,300	1,215,910
Disposal	-	-	-	-
Closing Balance	9,394,317	9,390,017	9,394,317	9,390,017
Amortization and impairment losses				
Cost 1 January	6,401,415	5,314,514	6,401,415	5,314,514
Amortization for the year	262,921	1,086,901	262,921	1,086,901
Disposal	-	-	-	-
Closing Balance	6,664,337	6,401,415	6,664,337	6,401,415
Carrying amounts	2,729,980	1,901,700	2,729,980	1,901,700

- The intangible assets have got finite lives and are amortised over the higher of 5 years or the contractual licensing period. No impairment losses were recognised against intangible assets.
- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2023 nil)
- There were no capitalised borrowing costs related to the acquisition of intangible assets during the year (31 December 2023: nil)
- All intangible assetes are non-current

21 Deferred tax assets and liabilities

- Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

<i>In thousands of Nigerian Naira</i>	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
At 1 January	7,105,000	12,983,230	7,105,000	12,983,230
Write down	-	(5,878,230)	-	(5,878,230)
Closing balance	7,105,000	7,105,000	7,105,000	7,105,000

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
<i>In thousands of Nigerian Naira</i>				
22 Other assets				
Financial Assets				
Accounts receivables	4,952,658	5,351,545	4,952,658	5,351,545
Collateralised Placement	64,819	53,213	64,819	53,213
Clearing Balance	168,526	368,234	168,526	368,234
Fraud & Burglary	300,293	256,387	300,293	256,387
AGSMEIS Investment with CBN	1,910,121	1,910,121	1,910,121	1,910,121
Receivable on E-business Channels	843,531	712,357	843,531	712,357
Non-Financial Assets				
Prepayments	10,490,530	889,926	10,490,530	889,926
Stock	4,205,389	3,252,127	4,205,389	3,252,127
Others	924,050	470,995	924,050	470,995
	<u>23,859,916</u>	<u>13,264,904</u>	<u>23,859,916</u>	<u>13,264,904</u>
Specific impairment on other assets	(342,339)	(263,008)	(342,339)	(263,008)
	<u>23,517,577</u>	<u>13,001,896</u>	<u>23,517,577</u>	<u>13,001,896</u>
At 1 January	263,008	897,836	263,008	897,836
Allowance made during the year	79,331	83,002	79,331	83,002
Write off made during the year	-	(717,830)	-	(717,830)
	<u>342,339</u>	<u>263,008</u>	<u>342,339</u>	<u>263,008</u>
Classified as:				
Current	23,494,804	12,955,305	19,289,415	9,703,178
Non-current	365,112	309,599	4,570,501	3,561,726
	<u>23,859,916</u>	<u>13,264,904</u>	<u>23,859,916</u>	<u>13,264,904</u>

22.1 CBN Special Reserve

The balance represents amount debited to the bank's current account with CBN as eligibility contribution to the Special Intervention Reserve for the Real Sector Support Facility (RSSF). The RSSF will be used to support start-ups and expansion financing needs of priority sectors of the economy to expand the industrial base and consequently diversify the economy. Draw down will be subject to banks contribution to the Special Intervention Reserve (SIR) with the CBN.

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
<i>In thousands of Nigeria Naira</i>				
Money market deposits	<u>258,293,900</u>	<u>20,863,530</u>	<u>258,293,900</u>	<u>20,863,530</u>
Deposits from customers				
Retail customers:				
Term deposits	212,433,162	195,965,985	212,433,162	195,965,985
Current deposits	61,374,640	39,517,572	61,374,640	39,517,572
Savings	319,785,210	269,215,862	319,785,210	269,215,862
Corporate customers:				
Term deposits	225,331,923	228,729,190	225,331,923	228,729,190
Current deposits	600,215,181	867,565,417	600,215,181	867,565,417
Others	465,323,204	259,579,511	465,323,204	259,579,511
	<u>1,884,463,320</u>	<u>1,860,573,537</u>	<u>1,884,463,320</u>	<u>1,860,573,537</u>
23b The maturity profile of customers' deposit is as follows:				
Under 3 months	1,306,437,588	1,289,875,573	1,306,437,588	1,289,875,573
3 - 6months	379,066,494	374,260,979	379,066,494	374,260,979
6 - 12months	133,456,767	131,764,905	133,456,767	131,764,905
Over 12months	65,502,470	64,672,080	65,502,470	64,672,080
	<u>1,884,463,320</u>	<u>1,860,573,537</u>	<u>1,884,463,320</u>	<u>1,860,573,537</u>

As at 31 Mar 2024 N65.50billion (31 December 2023: N64.67billion) of deposits from customers are expected to be settled more than 12 months after the reporting date.

Wema Bank Plc

Consolidated and Separate Financial Statements

For the period ended 31 March, 2024

In thousands of Nigerian Naira		Group		Bank	
		31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
24	Taxation				
24.1	Income tax expense				
	Minimum Tax	1,479,205	1,142,960	1,464,335	1,127,681
	Company income tax:				
	Education Tax	-	105,396		105,396
	NITDA Levy		437,097		436,373
	Nigerian Police Trust Fund		2,185		2,182
	NASENI		109,093		109,093
	Current Income Tax expense	1,479,205	1,796,732	1,464,335	1,780,725
	Deferred tax expenses	-	5,584,318	-	5,584,318
		<u>1,479,205</u>	<u>7,381,051</u>	<u>1,464,335</u>	<u>7,365,044</u>
	Current tax liabilities				
24.2					
	At 1 January	1,796,732	1,061,974	1,780,725	1,061,974
	Payment during the year	-	(1,061,974)	-	(1,061,974)
	Charge for the year	1,479,205	1,796,732	1,464,335	1,780,725
	Closing balance	<u>3,275,936</u>	<u>1,796,732</u>	<u>3,245,060</u>	<u>1,780,725</u>

The charge for taxation is based on the provision of the Company Income Tax Act Cap C21 LFN 2020, as amended under the Finance Act 2023. Education Tax is based on 2.5% of the assessable profit for the year in accordance with the Education Tax Act CAP E4 LFN 2004. NITDA levy is based on 1% of profit before tax in accordance with NITDA levy Act 2007

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

25

Other liabilities and Provisions

Other liabilities	206,767,701	142,585,099	206,757,701	142,575,102
Provisions	2,740,581	2,609,348	2,740,581	2,609,348
	209,508,283	145,194,447	209,498,283	145,184,450

25.1 Other liabilities

<i>In thousands of Nigerian Naira</i> Financial Liabilities	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Account Payables	4,071,221	4,534,596	4,071,221	4,534,596
Other current liabilities (i)	8,049,294	1,709,237	8,039,294	1,699,237
Insurance Claim	224,552	46,222	224,552	46,222
Swift Payables	174,422	27,794	174,422	27,794
Western Union	3,202	3,198	3,202	3,201
Salary Suspense	39,904	25,874	39,904	25,874
Other payable	2,207,025	1,614,849	2,207,025	1,614,849
Electronic products payable	1,209,257	941,117	1,209,257	941,117
Certified cheques	2,554,507	2,049,956	2,554,507	2,049,956
Customer deposits for letters of cred	69,738,049	37,553,635	69,738,049	37,553,635
Discounting Line	35,387,818	48,549,270	35,387,818	48,549,270
Collections and settlement (ii)	58,870,412	27,720,126	58,870,412	27,720,126
Remittances	24,238,039	17,809,223	24,238,039	17,809,223
	206,767,701	142,585,099	206,757,701	142,575,102

Classified as:

Current	103,452,167	58,070,079	103,442,167	58,060,082
Non-current	103,315,534	84,515,020	103,315,534	84,515,020
	206,767,701	142,585,099	206,757,701	142,575,102

25.2 Provisions

Provision for litigation and claims	690,546	690,546	690,546	690,546
Impairment on contingents	2,050,035	1,918,802	2,050,035	1,918,802
	2,740,581	2,609,348	2,740,581	2,609,348

Classified as:

Current	2,050,035	1,918,802	2,050,035	1,918,802
Non-current	690,546	690,546	690,546	690,546
	2,740,581	2,609,348	2,740,581	2,609,348

(i) Movement in provisions

Opening balance	2,609,348	2,609,348	2,609,348	1,254,489
Additions/(Write off)	131,233	1,354,859	131,233	1,354,859
Closing balance	2,740,581	3,964,207	2,740,581	2,609,348

Wema Bank Plc

Consolidated and Separate Financial Statements For the period ended 31 March, 2024

<i>In thousands of Nigerian Naira</i>		Group		Bank	
		31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
26	Other borrowed funds				
	Due to BOI (see (i) below)	1,383,528	1,592,459	1,383,528	1,592,459
	CBN CACS (see ii below)	1,044,263	1,068,305	1,044,263	1,068,305
	CBN MSMEDF (see iv below)	343,849	343,849	343,849	343,849
	Wema SPV Bond (see v below)	18,486,006	18,318,382	10,253,248	10,146,095
	CBN AADS and ABP (see iii below)	333,333	416,667	333,333	416,667
	Other Borrowings (see ix below)	1,417,705	1,432,763	1,417,705	1,432,763
	Shelter Afrique (see vi below)	5,050,501	4,665,137	5,050,501	4,665,137
	AFDB (see vii below)	-	1,360,665	-	1,360,665
	EBID (See x below)	65,469,500	45,355,500	65,469,500	45,355,500
	DBN (see viii below)	6,801,301	5,913,023	6,801,301	5,913,023
		100,329,987	80,466,750	92,097,229	72,294,463

- (i) The amount represents an intervention credit granted to the Bank by the Bank of Industry (BOI), a company incorporated in Nigeria for the purpose of refinancing or restructuring existing loans to Small and Medium Scale Enterprises (SMEs) and manufacturing companies. The total facilities are secured by Nigerian Government Securities worth N1,634,491,422.13 and have a maximum tenor of 15 years.

A management fee of 1% deductible at source is paid by the Bank under the on-lending agreement and the Bank is under obligation to on-lend to customers at an all-in interest rate of 7% per annum. Though the facility is meant for on-lending to borrowers in specified sectors, the Bank remains the primary obligor to the BOI and therefore assumes the risk of default of customers.

- (ii) CBN Commercial Agriculture Credit Scheme (CACS) the amount represents CBN's intervention in commercial agricultural enterprises in Nigeria engaged in fishery, poultry, and vegetable farming to increase food supply and reduce price of agricultural produce under the Commercial Agriculture Credit Scheme (CACS) Fund. The fund is at a single digit interest rate of 9% Per Annum to reduce cost of credit and enhance food security.
- (iii) Accelerated Agriculture Development Scheme/Anchor Borrowers' Programme; the amount (2022) represents the outstanding balance on both of CBN's Anchor Borrowers' Programme (ABP) and Accelerated Agriculture Development Scheme (AADS), while the amount (2023) represents the outstanding balance on CBN's Accelerated Agriculture Development Scheme (AADS), having paid down on the ABP. The AADS Fund was for intervention in farm infrastructure for production of cassava, maize, and rice, to address youth unemployment while the ABP was for working capital to produce cassava and cocoa and create economic linkages between smallholder farmers and reputable anchor companies involved in the processing and trade of the agricultural commodities, with a view to increasing agricultural output, reduce food import bills and create jobs.
- (iv) This represents CBN intervention funds to some bank's customers in Small & Medium Scale sector. The fund is administered at a maximum interest rate of 9% per annum and maximum tenor of 5 years. In response to COVID-19, CBN moderated the rate to 5%, however, the rate has been restored to 9% effective September 2022.

- (v) The Wema SPV of 2024: N18,486,005,958.26 (2023: N18,318,381,672.78) represents amortized cost of the fixed rate unsecured bond issued by Wema Funding SPV Plc. The outstanding bond of N17,675,000,000 (principal) was issued on 12 October 2018 for a period of 7 years at 16.5% per annum with interest payable semi-annually and principal payable at maturity in October 2025 respectively.
- (vi) This amount represents the bank's foreign facility from Shelter Afrique, this was granted to the Bank for a period of 4 years. It is repayable bi-annually with interest rate of L+6.5% (Libor plus 5.03%)
- (vii) This amount represents the bank's foreign facility from AFDB, this was granted to the Bank for a period of 7 years. It is repayable bi-annually with interest rate of L+5.2% (Libor plus 5.2%)
- (viii) Due to DBN intervention fund is a scheme in which the Development Bank of Nigeria (DBN) availed the Company a facility to meet the financing need of entrepreneurs in the Micro, Small and Medium Enterprises sector. The facility attracts an interest rate of 9.75 per annum for 1 year tenor.
- (ix) Other borrowings include National housing fund and Nigerian Mortgage refinance company
- (x) This amount represents the bank's foreign facility from EBID, this was granted to the Bank for a period of 3.5 years. It is repayable bi-annually with interest rate of 6months SOFR plus margin at 5.25%.

26b	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
At 1 January	80,466,750	69,455,532	72,294,463	61,286,178
Additions	23,563,664	50,420,032	23,563,664	50,420,032
Reclassification	-	(34,866,199)	-	(34,866,199)
Payments made	(3,700,427)	(4,542,615)	(3,760,898)	(4,545,548)
Closing balance	100,329,987	80,466,750	92,097,229	72,294,463

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

27 Right of use

The Bank leases several assets which includes buildings for commercial and residential purposes. The average lease term is 5years.

	31-Mar-24	31-Dec-23
COST	N	N
27a. Balance at 1 January	2,505,171	1,975,207
Additions	61,704	529,965
Terminated contracts		
Closing Balance	<u>2,566,876</u>	<u>2,505,171</u>
 DEPRECIATION CHARGE		
Balance at 1 January	1,250,384	977,741
Charge for the period	73,665	272,643
Closing Balance	<u>1,324,050</u>	<u>1,250,384</u>
 CARRYING AMOUNT		
Opening balance	1,254,787	997,465
Closing Balance	<u>1,242,826</u>	<u>1,254,787</u>
 27b. LEASE LIABILITY	31-Mar-24	31-Dec-23
	N	N
Balance at 1 January	45,952	31,583
Addition during the year	-	-
Finance charge for the year	1,527	14,369
Closing Balance	<u>47,479</u>	<u>45,952</u>

Wema Bank Plc

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

In thousands of Nigerian Naira

	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23

28 Share capital and Reserves

(a) **The share capital comprises:**

(i)	Authorised - 40,000,000 Ordinary shares (2022 - 40,000,000,000) Ordinary shares of 50k each (2022- 50k)	20,000,000	20,000,000	20,000,000	20,000,000
(ii)	Issued and fully paid - 12,858,155,360 Ordinary shares (2022- 12,858,155,360) shares of 50k each (2022 - 50k)	6,429,077	6,429,077	6,429,077	6,429,077

(iii) **Shareholding Structure / Free float Status**

Shareholders	No of Ordinary Shares	% Holdings
Strategic Shareholding	6,646,581,723	51.69%
Directors Direct Shareholding	587,596,697	4.57%
Government Shareholding	1,035,953,710	8.06%
Free Float	4,588,023,230	35.68%
Total	12,858,155,360	100%

Strategic Shareholding Name

Name	Holding	%
SW8 Invest Coy	1,915,272,289	14.90%
Petrotrab Limited	1,098,626,666	8.54%
Neemtree Limited	3,632,682,768	28.25%
	6,646,581,723	51.69%

Directors Shareholding

Segun Opeke	-	0.00%
Yusuf Zubair Kazaure	1,000,000	0.01%
Mabawonku Tunde	868,333	0.01%
Oluwole Albert Ajimisinmi	2,056,998	0.02%
Morufu Abiola Oseni	-	0.00%
Abolanle Matel-Okoh	583,333,333	4.54%
Akinleye Oluwole Stephen	336,283	0.00%
Ibiye Asime Ekong	-	0.00%
Adesegun Olusegun Oluremi	-	0.00%
Adefarakan Adeyemi Obalolu	-	0.00%
Olorunshola Oluwayemisi Christianah	1,750	0.00%
Yewande Zaccacheaus	-	0.00%
Okunowo Zubiedat Bolarin Folashade.	-	0.00%
	587,596,697	4.57%

Government Shareholding

Oyo State	138,000	0.00%
Ogun State	222,223,333	1.73%
Osun State	222,223,333	1.73%
Ekiti State	-	0.00%
FOUNTAIN	194,446,842	1.51%
Odua Invest Coy	396,922,202	3.09%
	1,035,953,710	8.06%

b) **Declaration:**

Wema Bank Plc with a free float of 35.68% as at 31st March 2024, is complaint with The Nigerian Stock Exchange's free float requirements for companies listed on the Main Board.

Share Premium

At 1 January	8,698,230	8,698,230	8,698,230	8,698,230
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Closing balance

	8,698,230	8,698,230	8,698,230	8,698,230
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Share premium is the excess paid by shareholders over the nominal value for their shares

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

(c) Statutory reserves

Nigerian banking regulations require the Bank to make an annual appropriation to a statutory reserve. As stipulated by S.16(1) of the Banks and Other Financial Institution Act of Nigeria, an appropriation of 30% of profit after tax is made if the statutory reserve is less than paid-up share capital and 15% of profit after tax if the statutory reserve is greater than the paid up share capital.

(d) Fair value reserve

The fair value reserve includes the net cumulative change in the fair value of fair value through other comprehensive income investments until the investment is derecognised or impaired.

(e) SMEIES Reserve

This reserve represents the aggregate amount of appropriations from profit after tax to finance equity investments in compliance with the directives issued by the Central Bank of Nigeria (CBN) through its circulars dated July 11, 2006 (amended) and April 7, 2017 respectively. The SMEIES reserve was maintained in compliance with the Central Bank of Nigeria's requirement that all licensed banks set aside a portion of the profit after tax in a fund to be used to finance equity investments in qualifying small and medium scale enterprises. Under the terms of the guideline issued in July 2006, the contributions were 10% of profit after tax and were expected to continue after the first 5 years after which banks' contributions were to reduce to 5% of profit after tax. In April 2017, the Central Bank of Nigeria issued guidelines to govern the operations of the Agriculture/Small and Medium Enterprises Scheme (AGSMIES), which was established to support the Federal Government's efforts at promoting agricultural businesses and Small and Medium Enterprises (SMEs) as vehicles for achieving sustainable economic development and employment generation. The small and medium scale industries equity investment scheme reserves are non-

(f) Retained earnings

Retained earnings are the carried forward recognised income net of expenses plus current period profit attributable to shareholders.

<i>In thousands of Nigeria Naira</i>	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
At 1 January	37,067,099	11,449,605	37,090,278	11,529,379
Profit or loss	9,670,531	36,555,521	9,799,782	36,498,926
Transfer to Regulatory risk reserve	-	(1,045,040)	-	(1,045,040)
Transfer to Statutory Reserve	-	(5,474,839)	-	(5,474,839)
Dividend Paid to Shareholders	-	(3,857,447)	-	(3,857,447)
Regulatory charge to SMEIS	-	(560,701)	-	(560,701)
Closing balance	46,737,630	37,067,099	46,890,059	37,090,278

(g) Regulatory risk reserve

The regulatory risk reserve warehouses the excess of the impairment on loans and advances computed under the Nigerian GAAP based on the Central Bank of Nigeria prudential guidelines compared with the incurred loss model used in calculating the impairment under IFRSs.

(j) Other Reserves

<i>In thousands of Nigeria Naira</i>	Group		Bank	
	31-Mar-24	31-Dec-23	31-Mar-24	31-Dec-23
Share Reserve	12,858,155	12,858,155	12,858,155	12,858,155
Statutory Reserve	24,726,903	24,726,903	24,726,903	24,726,903
AGSMEIS Reserve	1,910,120	1,910,120	1,910,121	1,910,121
Fair Value Reserves	13,462,577	13,462,577	13,462,577	13,462,577
	52,957,756	52,957,756	52,957,756	52,957,756

Consolidated and Separate Financial Statements
For the period ended 31 March, 2024

29 Contingencies

(i) Litigation and claims

There are litigation claims against the Bank as at 31 Mar 2024 amounting to N9,087,341,930.84 (31 December 2023: N9,473,295,824.29). These litigations arose in the normal course of business and are being contested by the Bank. The Directors, having sought advice of professional counsel, are of the opinion that no significant additional liability will crystallise from these claims; other than as recognised in these financial statements.

(ii) Contingent liabilities and commitments

In common with other banks, the Bank conducts business involving acceptances, performance bonds and indemnities. The majority of these facilities are offset by corresponding obligations of third parties. Contingent liabilities and commitments comprise acceptances, endorsements, guarantees and letters of credit.

(iii) Nature of instruments

An acceptance is an undertaking by a bank to pay a bill of exchange drawn on a customer. The Bank expects most acceptances to be presented, but reimbursement by the customer is normally immediate. Endorsements are residual liabilities of the Bank in respect of bills of exchange, which have been paid and subsequently rediscounted.

Guarantees and letters of credit are given as security to support the performance of a customer to third parties. As the Bank will only be required to meet these obligations in the event of the customer's default, the cash requirements of these instruments are expected to be considerably below their nominal amounts.

Other contingent liabilities include performance bonds and are, generally, short-term commitments to third parties which are not directly dependent on the customers' credit worthiness.

Commitments to lend are agreements to lend to a customer in the future, subject to certain conditions. Such commitments are either made for a fixed period, or have no specific maturity but are cancellable by the lender subject to notice requirements.

Documentary credits commit the Bank to make payments to third parties, on production of documents, which are usually reimbursed immediately by customers.

(iv) The following tables summarise the nominal principal amount of contingent liabilities and commitments with off-balance sheet risk

In thousands of Nigerian naira	Group		Bank	
	Group 31-Mar-24	Group 31-Dec-23	Bank 31-Mar-24	Bank 31-Dec-23
Contingent liabilities:				
Guarantees and indemnities	400,004,045	195,893,115	400,004,045	195,893,115
Bonds	21,381,075	35,765,028	21,381,075	35,765,028
Clean-line facilities & irrevocable letters of credit	32,802,265	87,673,471	32,802,265	87,673,471
ECL	(2,050,035)	(1,918,802)	(2,050,035)	(1,918,802)
Closing balance	452,137,351	317,412,811	452,137,351	317,412,811