

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Note	2013 N'million	2012 N'million
Gross Earnings		126,918	119,137
Interest and similar income	6	86,257	78,996
Interest and similar expense	7	(55,445)	(42,186)
Net interest income		30,812	36,810
Impairment charge	8	(7,630)	(4,610)
Net interest income after impairment charge		23,182	32,200
Net fee and commission income	9	18,698	21,421
Net gains from financial instruments classified as held for trading	10	7,789	3,034
Net losses on investment securities	11	-	(1,041)
Other operating income	12	14,174	15,686
Other operating expenses	13	(54,815)	(50,708)
Operating profit		9,028	20,592
Gain from sale of subsidiaries		-	757
Profit before income tax		9,028	21,349
Income tax expense	14	(1,307)	(3,425)
PROFIT FOR THE YEAR		7,721	17,924
Earnings per share			
Basic and diluted (in kobo)	15	27 k	62 k

The accompanying notes are an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME-Continued
FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	2013 N'million	2012 N'million
PROFIT FOR THE YEAR		7,721	17,924
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Net gains/(losses) on Available-for-sale financial assets			
- Unrealised net gains/(losses) arising during the year		2,263	(67)
- Net reclassification adjustments for realised net gains/(losses)		(812)	
Items that may not be reclassified subsequently to profit or loss:			
Actuarial gains/(losses)	27	(1,087)	1,824
Other comprehensive income for the year, net of tax		364	1,757
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		8,085	19,681

The accompanying notes are an integral part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013**

		2013	2012
		N'million	N'million
ASSETS	Note		
Cash and balances with central bank	16	207,834	117,290
Loans and advances to banks	18.1	80,875	98,000
Loans and advances to customers	18.2	426,076	345,500
Investments:			
Held for trading(Fair value through profit or loss)	19.1	254,909	201,806
Available for sale	19.2	21,041	21,835
Held to maturity	19.3	45,105	76,258
Property and equipment	20	37,470	35,358
Intangible assets	21	-	470
Other assets	23	7,908	17,842
TOTAL ASSETS		1,081,217	914,360
LIABILITIES			
Deposits from customers	24	806,320	716,749
Current income tax liability	14	1,307	2,275
Deferred income tax liabilities	22	1,955	1,955
Other liabilities	25	30,286	26,354
Debt issued and other borrowed funds	26	70,328	-
Retirement benefit obligations	27	7,566	5,572
TOTAL LIABILITIES		917,762	752,905
EQUITY			
Share capital	28	14,481	14,481
Share premium	29	101,272	101,272
Retained earnings	29	7,395	6,193
Other reserves:			
Statutory reserve	29	18,861	17,703
Small scale investment reserve	29	764	764
Contingency reserve	29	1,723	1,723
Non-distributable regulatory reserve	29	18,884	19,608
Revaluation reserve	29	75	(289)
Total equity		163,455	161,455
TOTAL EQUITY AND LIABILITIES		1,081,217	914,360

The accompanying notes are an integral part of these financial statements.

The financial statements and notes on pages 15 to 78 were approved by the Board of Directors in 25 March 2013 and signed on its behalf by

Chief Christopher .I Ezech
Chairman
FRC/2013/ICAN/00000001833

Nnamdi Okonkwo
Managing Director/ Chief executive officer
FRC/2013/ICANI/00000006963

Victor Abejegah
Chief financial officer
FRC/2013/ICAN/00000001733

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Attributable to equity holders								
				Small scale investme					
	Share capital	Share premium	Retaine d earnings	Statutory reserve	nt reserve	Contingency reserve	NDR	Revaluation reserve	Total
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Balance at 1 January 2012	14,481	101,272	(4,829)	12,244	764	1,867	20,395	(222)	145,971
Profit for the year	-	-	17,924	-	-	-	-	-	17,924
Other comprehensive income									
Actuarial gains (Note 27)	-	-	1,824	-	-	-	-	-	1,824
Net gains/(losses) on Available-for-sale financial assets	-	-	-	-	-	-	-	(67)	(67)
Share of OCI of associates, net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	19,748	-	-	-	-	(67)	19,681
Dividends	-	-	(4,055)	-	-	-	-	-	(4,055)
Transfers from retained earnings	-	-	788	-	-	-	(788)	-	-
Transfer between reserves	-	-	(5,460)	5,460	-	-	-	-	-
Arising during the year	-	-	-	-	-	(144)	-	-	(144)
	-	-	-	-	-	-	-	-	-
At 31 December 2012	14,481	101,272	6,192	17,704	764	1,724	19,608	(289)	161,455
Profit for the year	-	-	7,721	-	-	-	-	-	7,721
Other comprehensive income									
Net gains/(losses) on Available-for-sale financial assets	-	-	-	-	-	-	-	2,263	2,263
Actuarial losses (Note 27)	-	-	-	-	-	-	-	(1,087)	(1,087)
Net reclassification adjustments for realised net gains/(losses)	-	-	-	-	-	-	-	(812)	(812)
Total comprehensive income	-	-	7,721	-	-	-	-	364	8,085
Dividends	-	-	(6,084)	-	-	-	-	-	(6,084)
Transfer between reserves	-	-	(435)	1,158	-	-	(723)	-	-
At 31 December 2013	14,481	101,272	7,394	18,862	764	1,724	18,885	75	163,455

The accompanying notes are an integral part of these financial statements.

**STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Note	31 December 2013 N'million	31 December 2012 N'million
Operating Activities			
Profit before taxation		9,028	21,349
Adjustment for:			
Change in operating assets	35	(91,509)	(151,391)
Change in operating liabilities	35	93,503	161,145
Other non-cash items included in profit after taxation		6,300	16,492
Net gain/(loss) from investing activities		-	(1,993)
Income tax paid		(2,275)	(2,424)
Net cash flows from operating activities		15,047	43,178
Investing activities			
Proceeds from sale Subsidiaries		-	749
Purchase of property and equipment		(5,454)	(5,121)
Proceeds from sale of property and equipment		141	48
Purchase of intangible assets		-	(189)
Net cash flows used in investing activities		(5,313)	(4,513)
Financing activities			
Dividends Paid		(6,084)	(4,055)
Debt issued and other borrowed funds		69,768	-
Net cash flows used in Financing activities		63,684	(4,055)
Increase in cash and cash equivalents		73,418	34,610
Cash and cash equivalents at start of year		215,291	180,682
Cash and cash equivalents at end of year	17	288,709	215,292
Operational cash flow from interest and dividend			
Interest received		86,257	78,996
Interest paid		(55,445)	(42,186)
Dividend received		725	933