

Statement of Financial Position

As at 30 June 2014

	Notes	30 June 2014	31 December 2013
<i>In thousands of Nigerian Naira</i>			
ASSETS			
Cash and cash equivalents	18	12,204,634	31,314,482
Restricted Deposit with CBN		36,277,667	25,672,861
Pledged assets	19	15,051,086	21,830,179
Investment securities:	24		
Available for sale		7,435,128	7,180,114
Held for trading		2,885,490	-
Held to maturity		98,365,491	102,379,943
Loans and advances to customers	20	115,513,411	98,631,825
Derivative financial assets		251,948	137,800
Investment property	25	595,575	601,822
Property and equipment	26	12,614,431	12,468,085
Intangible assets	27	1,213,392	913,200
Investment in associate	22	2,964,626	2,964,626
Other assets	29	5,482,798	3,407,835
Deferred tax assets	28	23,369,702	23,369,702
TOTAL ASSETS		334,225,380	330,872,475
LIABILITIES			
Deposits from banks	30	7,200,000	3,200,000
Deposits from customers	31	216,305,712	217,734,559
Derivative financial liabilities		250,028	197,370
Current tax liabilities	32	349,402	382,047
Other liabilities	34	8,282,657	10,375,390
Other borrowed funds	34	58,982,757	57,587,958
TOTAL LIABILITIES		291,370,556	289,477,324
EQUITY			
Share capital		19,287,233	19,287,233
Share premium		48,870,107	48,870,107
Regulatory risk reserve		(0)	(0)
Treasury shares		-	-
Retained earnings		(34,216,124)	(35,663,169)
Other reserves		8,913,608	8,900,980
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		42,854,824	41,395,151
TOTAL EQUITY		42,854,824	41,395,151
TOTAL LIABILITIES AND EQUITY		334,225,380	330,872,475

The notes on pages .. to ... are an integral part of these financial statements

The financial statements were authorised for issue by the directors on

Adeyinka Asekun

FRC No: Chairman

Segun Oloketuyi

FRC No: Managing Director

Statement of Profit/Loss and Other Comprehensive Income

For the period ended 30 June 2014

In thousands of Nigerian Naira	Notes	30 June 2014	30 June 2013	31 December 2013
Interest income	8	17,656,588	13,240,401	28,542,092
Interest expense	8	(7,947,972)	(7,890,220)	(16,017,736)
Net interest income		9,708,616	5,350,181	12,524,356
Net impairment loss/write back on financial assets	13	(355,040)	861,792	1,329,627
Net interest income after impairment charge for credit losses		9,353,576	6,211,973	13,853,983
Net fee and commission income	9	2,473,253	2,417,492	5,133,191
Net trading income	10	341,669	144,838	349,188
Other income	11	354,088	1,244,460	1,621,087
		3,169,010	3,806,790	7,103,466
Operating income		12,522,586	10,018,763	20,957,449
Personnel expenses	14	(4,946,647)	(4,128,469)	(8,932,412)
Operating lease expenses	15(a)	(132,128)	(130,598)	(496,355)
Depreciation and amortisation		(700,655)	(557,240)	(1,390,814)
Other operating expenses	15	(5,040,750)	(4,737,774)	(9,120,986)
		1,702,406	464,682	1,016,882
Share of profit in associate	23	-	-	930,426
Profit before tax		1,702,406	464,682	1,947,308
Income tax expense	16	(255,361)	(92,936)	(350,777)
Profit for the year		1,447,045	371,746	1,596,531
Other comprehensive income, net of income tax				
Share of other comprehensive income of associate	23	-	-	(14,564)
Fair value (loss)/ gain on available-for-sale investments	16	12,628	17,250	118,521
Other comprehensive income for the year, net of income tax		12,628	17,250	103,957
Total comprehensive income for the year		1,459,673	388,996	1,700,488
Profit attributable to:				
Equity holders of the Bank		1,447,045	371,746	1,596,531
Total comprehensive income for the year		1,459,673	388,996	1,700,488
Profit per share-basic	17	8	4	8
Profit per share-diluted	17	8	4	8

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Statement of Changes in Equity

As at 30 June 2014

In thousands of Nigerian naira (000s)

	Share Capital	Share premium	Treasury shares	Regulatory risk reserve	Statutory reserve	SMEIES reserve	Fair value reserves	Capital reserves	Syndicated Loan Reserves	Retained earnings	Total equity
2013											
Balance at 1 January 2013	6,410,624	24,701,231	(4,571,482)	816,364	7,669,552	526,908	107,040	300,000	500,000	(35,181,920)	1,278,316
Total comprehensive income:											
Profit or loss										1,596,531	1,596,531
Transfer								(300,000)	(500,000)	800,000	
Other comprehensive income											
Fair value reserve (available-for-sale) financial assets	-	-	-		-	-	118,521				118,521
Share of Associate's other comprehensive income										(14,564)	(14,564)
Total other comprehensive income	-	-	-		-	-	118,521	-	-	(14,564)	103,957
Total comprehensive income for the period	6,410,624	24,701,231	(4,571,482)	816,364	7,669,552	526,908	225,561	-	-	(32,799,953)	2,978,804
Transactions with owners, recorded directly in equity											
Contributions by and distributions to owners											
Regulatory risk reserve				(816,364)						816,364	-
transfer to statutory reserves					478,959					(478,959)	
New shares issued	12,876,609	24,168,876	4,571,482		-	-	-	-	-	(3,200,620)	38,416,347
Total contribution and distributions to owners	12,876,609	24,168,876	4,571,482	(816,364)	478,959	-	-	-	-	(2,863,215)	38,416,347
Balance at 31 December 2013	19,287,233	48,870,107	-	(0)	8,148,511	526,908	225,561	-	-	(35,663,169)	41,395,151
2014											
Balance at 1 January 2014	19,287,233	48,870,107	-	(0)	8,148,511	526,908	225,561	-	-	(35,663,169)	41,395,151
Total comprehensive income:											
Profit or loss	-	-	-		-	-	-	-	-	1,447,045	1,447,045
Transfer											-
Other comprehensive income											
Fair value reserve (available-for-sale) financial assets	-	-	-		-	-	12,628	-	-	-	12,628
Share of Associate's other comprehensive income							-			-	-
Total other comprehensive income	-	-			-	-	12,628	-	-	-	(0)
Total comprehensive income for the period	19,287,233	48,870,107	-	(0)	8,148,511	526,908	238,189	-	-	(34,216,124)	42,854,824
Transactions with owners, recorded directly in equity											
Contributions by and distributions to owners											
Regulatory risk reserve				-						-	-
New shares issued	0	(0)	-		-	-	-	-	-		(0)
Total contribution and distributions to owners	0	(0)	-	-	-	-	-	-	-	-	(0)
Balance at 30 June 2014	19,287,233	48,870,107	-	(0)	8,148,511	526,908	238,189	-	-	(34,216,124)	42,854,824

The notes on pages .. to ... are an integral part of these financial statements

Statement of Cash Flow

As at 30 June 2014

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	June 2014	December 2013
Cash flows from operating activities			
Profit/Loss for the year		1,447,045	1,596,531
Adjustments for:			
Taxation expense		255,361	350,777
Depreciation and amortization	27	700,655	1,390,814
Gain on disposal of property and equipment		(4,214)	(784,396)
Property & Equipment written off		-	12,241
Fair value loss on available for sale investments		-	-
Gain on sale of equity investment		-	-
Loss on disposal of subsidiaries		-	-
Net interest income	8	(9,708,616)	(12,524,356)
Share of profit of associate		-	(930,426)
Dividend received from equity investment		(4,785)	(87,459)
Impairment loss on financial assets	13	355,040	(1,329,627)
		(6,959,514)	(12,305,901)
Change in trading assets			-
Change in pledged assets		6,779,093	(10,345,019)
Change in loans and advances to customers		(17,117,921)	(23,333,080)
Change in other assets		(12,793,916)	(5,893,166)
Change in deposits from banks		4,000,000	2,666,514
Change in deposits from customers		(1,428,847)	43,432,135
Change in other liabilities		(1,975,586)	2,954,616
		(29,496,692)	(2,823,902)
Income tax paid		(288,006)	(97,695)
Interest received		17,656,588	28,542,092
Vat paid		(64,490)	(96,190)
Interest paid		(5,713,711)	(11,511,801)
Net cash from operating activities		(17,906,311)	14,012,505
Cash flows from investing activities			
Acquisition of investment securities		839,594	(31,501,857)
Dividend received from equity investment		4,785	87,459
Acquisition of property and equipment	27	(747,046)	(1,536,537)
Proceeds from the sale of property and equipment		6,879	1,089,380
Proceeds from the sale of investment properties		-	50,280
Acquisition of intangible assets		(468,288)	(265,549)
Net cash used in investing activities		(364,075)	(32,076,824)
Cash flows from financing activities			
Deposit for shares		-	(4,740,454)
Change in other borrowed funds		1,394,799	581,339
Proceeds from Issue of Shares		-	40,000,689
Share Issue Expenses		-	(1,584,342)
Interest paid on CBN financial accomodation loan		(2,234,261)	(4,505,935)
Net cash from financing activities		(839,462)	29,751,297
Net increase in cash and cash equivalents		(19,109,848)	11,686,978
Cash and cash equivalents at beginning of period		31,314,482	19,627,505
Cash and cash equivalents at end of period	18	12,204,634	31,314,483