

Statement of Financial Position

As at 30 September 2014

	Notes	30 September 2014	31 December 2013
<i>In thousands of Nigerian Naira</i>			
ASSETS			
Cash and cash equivalents	18	32,169,625	31,314,482
Restricted Deposit with CBN		35,689,494	25,672,861
Pledged assets	19	23,868,783	21,830,179
Investment securities:	24		
Available for sale		21,728,937	7,180,114
Held for trading		4,222,702	-
Held to maturity		57,857,805	102,379,943
Loans and advances to customers	20	128,470,313	98,631,825
Derivative financial assets		218,047	137,800
Investment property	25	497,400	601,822
Property and equipment	26	13,383,015	12,468,085
Intangible assets	27	1,099,697	913,200
Investment in associate	22	2,964,626	2,964,626
Other assets	29	5,846,109	3,407,835
Deferred tax assets	28	23,369,702	23,369,702
TOTAL ASSETS		351,386,256	330,872,475
LIABILITIES			
Deposits from banks	30	3,898,218	3,200,000
Deposits from customers	31	234,509,602	217,734,559
Derivative financial liabilities		190,168	197,370
Current tax liabilities	32	470,049	382,047
Other liabilities	34	10,155,953	10,375,390
Other borrowed funds	34	58,598,213	57,587,958
TOTAL LIABILITIES		307,822,203	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		(33,532,456)	(35,663,169)
Other reserves		8,939,170	8,900,980
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		43,564,054	41,395,151
TOTAL EQUITY		43,564,054	41,395,151
TOTAL LIABILITIES AND EQUITY		351,386,256	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

For the period ended 30 September 2014

In thousands of Nigerian Naira	Notes	30 September 2014	31 December 2013
Interest income	8	26,134,737	28,542,092
Interest expense	8	(12,151,188)	(16,017,736)
Net interest income		13,983,549	12,524,356
Net impairment loss/write back on financial assets	13	(476,062)	1,329,627
Net interest income after impairment charge for credit losses		13,507,487	13,853,983
Net fee and commission income	9	3,738,639	5,133,191
Net trading income	10	1,099,550	349,188
Other income	11	673,725	1,621,087
		5,511,914	7,103,466
Operating income		19,019,401	20,957,449
Personnel expenses	14	(7,513,843)	(8,932,412)
Operating lease expenses	15(a)	(362,505)	(496,355)
Depreciation and amortisation		(1,253,312)	(1,390,814)
Other operating expenses	15	(7,383,020)	(9,120,986)
		2,506,721	1,016,882
Share of profit in associate	23		930,426
Profit before tax		2,506,721	1,947,308
Income tax expense	16	(376,008)	(350,777)
Profit for the year		2,130,713	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	38,190	118,521
Other comprehensive income for the year, net of income tax		38,190	103,957
Total comprehensive income for the year		2,168,902	1,700,488
Profit attributable to:			
Equity holders of the Bank		2,130,713	1,596,531
Total comprehensive income for the year		2,168,902	1,700,488
Profit per share-basic	17	7	8
Profit per share-diluted	17	7	8

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

Statement of Changes in Equity

For the period ended 30 September 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 transfer to statutory reserves				(816,364)	478,959					816,364 (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	-	-	-		-	-		-	-	2,130,713	2,130,713
Transfer											-
Other comprehensive income											
Fair value reserve (available-for-sale) financial assets	-	-	-		-	-	38,190	-	-	-	38,190
Share of Associate's other comprehensive income										-	-
Total other comprehensive income	-	-	-		-	-	38,190	-	-	-	-
Total comprehensive income for the period	19,287,233	48,870,107	-	(0)	8,148,511	526,908	263,751	-	-	(33,532,456)	43,564,054
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 September 2014	19,287,233	48,870,107	-	(0)	8,148,511	526,908	263,751	-	-	(33,532,456)	43,564,054

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

For the period ended 30 September 2014

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	September 2014	December 2013
Cash flows from operating activities			
Profit/Loss for the year		2,130,713	1,596,531
Adjustments for:			
Taxation expense		376,008	350,777
Depreciation and amortization	27	1,306,053	1,390,814
Gain on disposal of property and equipment		(18,736)	(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	(13,983,549)	(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	476,062	(1,329,627)
		(9,718,235)	(12,305,901)
Change in trading assets			-
Change in pledged assets		(2,038,604)	(10,345,019)
Change in loans and advances to customers		(30,244,198)	(23,333,080)
Change in other assets		(12,535,154)	(5,893,166)
Change in deposits from banks		698,218	2,666,514
Change in deposits from customers		16,775,043	43,432,135
Change in other liabilities		(162,150)	2,954,616
		(37,225,080)	(2,823,902)
Income tax paid		(288,006)	(97,695)
Interest received		26,134,737	28,542,092
Vat paid		(64,490)	(96,190)
Interest paid		(8,781,281)	(11,511,801)
Net cash from operating activities		(20,224,119)	14,012,505
Cash flows from investing activities			
Acquisition of investment securities		25,788,803	(31,501,857)
Dividend received from equity investment		4,785	87,459
Acquisition of property and equipment	27	(1,825,884)	(1,536,537)
Proceeds from the sale of property and equipment		37,101	1,089,380
Proceeds from the sale of investment properties		95,000	50,280
Acquisition of intangible assets		(660,889)	(265,549)
Proceeds from disposal of subsidiaries		-	-
Cash received from absorption		-	-
Net cash used in investing activities		23,438,916	(32,076,824)
Cash flows from financing activities			
Deposit for shares		-	(4,740,454)
Change in other borrowed funds		1,010,255	581,339
Proceeds from Issue of Shares		-	40,000,689
Share Issue Expenses		-	(1,584,342)
Interest paid on CBN financial accommodation loan		(3,369,907)	(4,505,935)
Net cash from financing activities		(2,359,652)	29,751,297
Net increase in cash and cash equivalents		855,144	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	32,169,626	31,314,483