The financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board and its interpretations which form part of the annual report and have been consistently applied in the annual financial statements. The financial statements are subject to the approval of the Bank's Head Office at 25A Castle Road, Ambassadorial Area, Ridge.

NOTES TO THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

Significant Accounting Policies

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Qualitative Disclosures

2016  2015
I. Capital Adequacy Ratio  22.0%  17.0%
ii. Share capital plus share premium (in millions of GH¢) (12.88%)  23.32%
iii. Loan loss provision  4.04%  2.89%
iv. Ratio of total deposits to gross exposure (gross funded and non-funded) to total loan incurrence  81.64%  76.15%

Risk Management Framework

As a Bank, it is in the core of our operations. To manage it, we have designed a Risk Management Framework covering the strategic framework, operational framework, and risk appetite framework.

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

The directors present their report together with the audited financial statements for the year ended 31 December 2016 in accordance with the Companies Act 1963 (Act 179) and the Banking Act, 2004 (Act 637) as amended by the Banking (Amendment) Act, 2007 (Act 738) which deals with the state of the Bank's affairs.

Directors’ Responsibility for the Financial Statements

The directors are responsible for the preparation of the financial statements for each financial year. We have received all the information and explanations which we require for our audit.

Interest income


draw down on borrowings

Net interest income

fee and commission income

Net trading income

Net income from other financial instruments

carried at fair value

Other operating income

Hiring income

Net impairment loss on financial assets

Permissible investment income

Amortisation of prepayment operating lease

Depreciation and amortisation

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