

AHANTAMAN RURAL BANK PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER, 2019.

asamoah bonsu & co.
(Chartered Accountants)



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AHANTAMAN RURAL BANK PLC
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2019

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AHANTAMAN RURAL BANK PLC

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2019

BASIC INFORMATION

DATE OF INCORPORATION:	DATE OF INCORPORATION:	03-Oct-83	
CERTIFICATE NUMBER:	CERTIFICATE NUMBER:	23018	
DATE OF COMMENCEMENT	DATE OF COMMENCEMENT	23-Nov-84	
DATE LICENCE WAS ISSUED:	DATE LICENCE WAS ISSUED:	12-Mar-85	
BANK OF GHANA LICENCE NUMBER	BANK OF GHANA LICENCE NUMBER	110	
OLD TIN	OLD TIN	365B000002	
NEW TIN	NEW TIN	C0009043063	
BOARD OF DIRECTORS:	BOARD OF DIRECTORS:		
CHAIRMAN:	MR. VINCENT BLAYCHIE ESSIEN		
VICE CHAIRMAN:	MR. ERIC DANING		
MEMBER/SECRETARY:	HON. EBENEZER KOJO KUM		
MEMBER:	DR. DOLF KOFI BADU SUTHERLAND		
MEMBER:	MS. ELIZABETH OBENG		
MEMBER:	HON. SAMUEL JOHNFIAH		
MEMBER:	MR. ANTHONY PETER AMISSAH		
MEMBER:	MR. JOHN PAPA EKOW MENSAH-WOODE		
MEMBER:	RT REV. DANIEL DEGRAFT BRACE	Appointed	01-May-19
CHIEF EXECUTIVE OFFICER	MR. BENJAMIN AFFUL-ESHUN		
BRANCH NETWORK	AGONA	KOJOKROM	AGONA MARKET
	ABURA	HOLY CHILD	ACCRA STATION (TKDI)
	APOWA	NSUAEM	EFFIA
	ANAJI	SEKONDI	ADUM BANSO
	AXIM	TAKORADI	TWIFO PRASO
	KWESIMINTIM	TARKWA	AIYINASE
CLEARING BANK:	ARB APEX BANK, TAKORADI		
REGISTERED OFFICE:	AHANTAMAN RURAL BANK PLC PREMISES UNN PLT P. O. BOX AA 41 AGONA AHANTA-TAKORADI ROAD		
EMAIL ADDRESS	info@ahantamanbank.com.gh		
WEBSITE	www.ahantamanbank.com.gh		
AUDITORS:	ASAMOA BONSU & CO, CHARTERED ACCOUNTANTS, 56 (e146/10) ORGLE ROAD, KANESHIE. P. O. BOX AN-7751, ACCRA.		
SOLICITORS:	KENDICKS LAW FIRM (LAWYERS, CONSULTANTS & NOTARY PUBLIC) 22/8 OLD JOHN SARBAH ROAD P. O. BOX 1656, TAKORADI		

AHANTAMAN RURAL BANK PLC

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2019

DIRECTORS' REPORT TO THE MEMBERS

The Directors present herewith the audited Consolidated Financial Statements of the Bank for the year ended 31st December, 2019 and report thereon as follows:

DIRECTORS' RESPONSIBILITY STATEMENT

The Bank's Directors are responsible for the preparation and fair presentation of the Consolidated Financial Statements, comprising the Statement of Financial Position as at 31st December, 2019, Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended and the Notes to the Consolidated Financial Statements, which include a summary of significant accounting policies and other explanatory notes in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies' Act, 2019, (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016, (Act 930) and Anti-Money Laundering Act, 2008, (Act 749) (AML).

The Directors' responsibilities include: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of Consolidated Financial Statements that are free from material misstatement, making accounting estimates that are reasonable in the circumstances.

The Directors have assessed the Bank's ability to continue as a going concern and have no reason to believe the business will not be a going concern in the year ahead.

CONSOLIDATED FINANCIAL STATEMENTS AND DIVIDEND

The results are summarised as follows:

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Profit for Year, after Taxation, ended 31st Decer Income Surplus	1,287,997	1,314,002	2,868,369	2,980,165
Opening Income Surplus Account brought forward of	2,839,070	3,200,974	6,623,640	6,967,979
Prior Period Error	131,372	136,227	-	(8,440)
	2,970,442	3,337,201	6,623,640	6,959,539
Transfers From/(to)/Dividend Payable				
Dividend Approved	(1,480,582)	(1,480,582)	(1,514,827)	(1,514,827)
Other Reserves	-	-	-	-
Stated Capital	-	-	-	-
With'ding Tax on Bonus	-	-	-	-
Scholarship/Others	-	-	-	-
Statutory Reserves	(140,400)	(140,400)	(321,999)	(321,999)
Credit Risk Reserve	-	-	-	-
	(1,620,981)	(1,620,981)	(1,836,826)	(1,836,826)
Leaving the balance Income Surplus Account carried forward of	2,637,457	3,030,221	7,655,183	8,102,878
TOTAL ASSETS	105,215,064	105,265,482	95,299,699	95,648,634

In accordance with Section 134 of the Companies Act, 2019, (Act 992), the Auditors, Messrs' Asamoah Bonsu & Co. continue in office as auditors of the Bank.

The Directors recommend the payment of dividend of GH¢0.030 per share totalling GH¢1,007,496 in respect of the year ended 31st December, 2019 (2018: GH¢0.045: GH¢1,480,582).

NATURE OF BUSINESS

The Bank is registered to carry out the business of banking.

There was no change in the activities of the Bank.

APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements of the Bank as indicated above were approved by the Board of Directors on the date stated below.

Directors' Assessment of the State of the Group's Affairs

The Group has put in place strategies to meet the Financial Reporting Guidelines on Bank's Financial Statement ending December 31, 2019. This is a requirement as directed and published in the 'Guide for Financial Publication for Banks & BOG Licensed Financial Institutions for all Financial Statements ending December 31, 2016.

The Directors consider the Group's State of Affairs to be satisfactory and have a reasonable expectation that the Group will continue in operational existence into the foreseeable future and have therefore used the Going Concern basis in preparing these Consolidated Financial Statements.

Particulars of Entries in the Interests Register

There was no transaction with potential conflict of interest situation requiring entry in the Interests Register.

Corporate Social Responsibility

The following expenses were incurred in respect of corporate social responsibility in the course of the year.

Kwesimintsim Hospital (Firefly Phototherapy Machine)	23,500
Traditional Authorities (Festivals, etc)	16,000
Jude Mensah (Brain Tumour Surgery)	12,000
Educational Scholarship	99,000
BECE Mock Exams	18,000
Farmers Day	3,600
Otumfuo Challenge Cup	1,500
TOTAL	173,600

Audit Fees

Audit fees payable amounts to Twenty-Two Thousand Ghana Cedis (GH¢22,000).

Steps Taken to Build the Capacity of Directors

Directors were sponsored to attend various training and capacity building programs organised by the ARB Apex Bank and the Bank of Ghana.



DIRECTOR

VINCENT BLAYCHIE ESSIEN

AGONA-NKWANTA

MARCH 21, 2020



DIRECTOR

HON. EBENEZER KOJO KUM

AHANTAMAN RURAL BANK PLC

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2019

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

Report on the Audit of the Consolidated Financial Statements

We have audited the Consolidated Financial Statements of Ahantaman Rural Bank Plc, which comprise the Statement of Financial Position as at 31st December, 2019, and the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year then ended, and Notes to the Consolidated Financial Statements, which include a summary of significant accounting policies as set on pages 12 to 28.

Modified Opinion

In our opinion, except for few compliance issues regarding the Bank of Ghana Guidelines for Financial Publication for Banks & Other Licensed Financial Institutions, the accompanying Consolidated Financial Statements present fairly, in all material respects, the Consolidated Financial Position of the Group as at 31st December, 2019, and of its financial performance and its cash flows for the year ended in accordance with International Financial Reporting Standards and the requirements of the Companies' Act, 2019 (Act 992) as amended by the Companies (Amendment) Act, 2012, (Act 835) and Anti-Money Laundering Act, 2008, (Act 749) (AML).

Basis of Modified Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report.

We communicated with the Directors regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Key Audit Matters

The Bank is engaged in training to ensure full compliance with Bank of Ghana Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions.

Independence

We are independent of the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements.

The Directors are responsible for the preparation and fair presentation of the Consolidated Financial Statements in accordance with Companies Act, 2019, (Act 992), Banks and Specialised Deposit-Taking Institutions Act, 2016, (Act 930), and Anti-Money Laundering Act, 2008, (Act 749) (AML) and the International Financial Reporting Standards (IFRS), and for such internal control as management determines is necessary to enable the preparation of Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error. In preparing the Consolidated Financial Statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Bank's Financial reporting process.

Auditor's responsibilities for the audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in a aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of Management's use of the Going Concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a Going Concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a Going Concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with Management and Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a Statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

The Companies Act, 2019 (Act 992) requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- We have obtained all the information and explanations which we considered necessary for the performance of the audit.
- In our opinion, proper books of account have been kept by the Bank, so far as appears from our examination of those books; and
- The Statement of Financial Position (Balance Sheet) and Statement of Comprehensive Income (Profit or Loss Account) of the Bank are in agreement with the books of account.
- In compliance with section 143 of the Companies Act, 2019, (Act 992), we are independent of the Group or Bank.

The Banks and Specialised Deposit-Taking Institutions Act, 2016, (Act 930) requires that we state certain matters in our Report.

We hereby certify that:

- The Consolidated Financial Statements give a true and fair view of the state of affairs of the Bank and its results for the year under review;
- We were able to obtain all the information and explanations required for the efficient performance of our duties as auditors;
- The Bank's and its subsidiary's transactions were within its powers; and
- The Bank has complied with the provisions in the Banks and Specialised Deposit-Taking Institutions Act, 2016, (Act 930), Anti-Money Laundering Act, 2008, Act 749 (AML) and Anti-Terrorism Act, 2008, (Act 762).

KOFI KUSI ASAMOA-BONSU (ICAG/P/1479)

KUMASI 23rd March 2020

Asamoah Bonsu & Co.
asamoah bonsu & co. (ICAG/F/2020/155)
chartered accountants
56 (e146/10) orgle road, kaneshie
p. o. box an-7751
accra

AHANTAMAN RURAL BANK PLC
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2019

STATEMENT OF COMPREHENSIVE INCOME

	NOTES	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Interest Income	8	21,095,994	21,095,994	22,548,154	22,548,154
Interest Expenses	9	(4,139,041)	(4,139,041)	(4,260,787)	(4,260,787)
Net Interest Income		16,956,953	16,956,953	18,287,367	18,287,367
Fees and Commission Income	10	4,931,750	4,931,750	4,451,374	4,451,374
Fees and Commission Expense		-	-	-	-
Net Fees and Commission		4,931,750	4,931,750	4,451,374	4,451,374
Net Trading Income					
Other Operating Income		988,983	1,088,604	1,236,037	2,409,101
Operating Income		988,983	1,088,604	1,236,037	2,409,101
Net Impairment Loss on Financial Assets	29	(1,577,952)	(1,577,952)	(3,067,542)	(3,067,542)
Personnel Expenses	26.1	(9,745,246)	(9,803,298)	(8,860,338)	(8,860,338)
Depreciation and Amortisation	26.2	(1,383,213)	(1,383,213)	(1,149,758)	(1,150,298)
Corporate Social Responsibility	26.3	(173,600)	(173,600)	(163,130)	(163,130)
Directors Remuneration	26.4	(447,200)	(451,700)	(473,912)	(482,912)
Other Expenses	26.5	(7,430,657)	(7,501,467)	(7,753,696)	(8,882,290)
		(20,757,868)	(20,891,230)	(21,468,376)	(22,606,510)
Profit Before Taxation		2,119,817	2,086,076	2,506,401	2,541,331
Tax Expense		(996,621)	(996,680)	(1,218,404)	(1,227,330)
Net Profit for the Year		1,123,196	1,089,396	1,287,997	1,314,001
OTHER COMPREHENSIVE INCOME					
Revaluation of Property, Plant and Equipment		-	-	-	-
Defined Benefit Plan Actuarial Gain/(Loss)		-	-	-	-
Other Comprehensive Inc. for the Year (Net of Tax)		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR					
Profit attributable to:					
Controlling Equity Holders of the Bank		1,123,196	1,089,396	1,287,997	1,314,001
Non-Controlling Interest		-	-	-	-
Profit for the Year		1,123,196	1,089,396	1,287,997	1,314,001
TOTAL COMPREHENSIVE INCOME FOR THE YEAR					
Basic Earnings per Share		0.03	0.03	0.04	0.04
Total Comprehensive Income for the year		1,123,196	1,089,396	1,287,997	1,314,002
Earnings per Share GH¢		0.03414	0.03311	0.03915	0.03994
Diluted Earnings per Share GH¢		0.03414	0.03311	0.03915	0.03994

AHANTAMAN RURAL BANK PLC
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2019
STATEMENT OF FINANCIAL POSITION


ASSETS	NOTES	2019	2019	2018	2018
		Bank	Group	Bank	Group
		GH¢	GH¢	GH¢	GH¢
CURRENT ASSETS					
Cash and Short-Term Funds	12	14,256,634	14,256,634	14,202,095	14,202,095
Short-Term Investments	13	45,593,013	45,593,013	25,963,485	25,963,485
Advances	14	36,116,020	36,116,020	43,401,616	43,401,616
Inventories	15	120,050	128,837	105,154	105,154
Investment Securities	17	394,951	284,951	394,952	284,952
Taxation	19	-	-	244,840	205,562
Deferred Taxation	19	-	-	-	-
Other Assets	16	1,391,416	1,542,808	2,674,822	3,172,797
		97,872,084	97,922,264	86,986,964	87,335,661
NON CURRENT ASSETS					
Intangibles	27	355,096	355,096	520,196	520,196
Property, Plant and Equipment	28	6,987,884	6,988,122	7,792,539	7,792,777
TOTAL ASSETS		105,215,064	105,265,482	95,299,699	95,648,634
LIABILITIES AND SHAREHOLDERS FUNDS					
Deposits and Current Accounts	20	89,962,409	89,558,180	79,527,360	79,420,015
Other Liabilities	21	3,371,962	3,406,747	3,425,044	3,519,167
Taxation	19	66,918	106,196	-	-
Deferred Taxation	19	408,303	422,131	349,940	350,193
Borrowings	18	-	-	511,851	511,851
		93,809,592	93,493,253	83,814,194	83,801,226
FINANCED AS FOLLOWS:					
Stated Capital	22	5,627,678	5,627,678	5,481,697	5,481,697
Revaluation Surplus		42,590	42,590	42,590	42,590
Other Reserves		-	-	-	-
Income Surplus		2,472,657	2,839,416	2,839,070	3,200,974
Credit Risk Reserve		431,855	431,855	431,855	431,855
Statutory Reserve		2,830,693	2,830,692	2,690,293	2,690,292
Shareholders Fund		11,405,472	11,772,230	11,485,505	11,847,407
TOTAL LIABILITIES AND SHAREHOLDERS FUND		105,215,064	105,265,482	95,299,699	95,648,634

These Consolidated Financial Statements were approved at a meeting of the Board held on the date below.



DIRECTOR
VINCENT BLAYCHIE ESSIEN
AGONA-NKWANTA

MARCH 21, 2020



DIRECTOR
HON. EBENEZER KOJO KUM

AHANTAMAN RURAL BANK PLC
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2019

STATEMENT OF CHANGES IN EQUITY

BANK

2019	Stated Capital	Statutory Reserve	Revaluation Surplus	Income Surplus	Credit Risk Reserve	Other Reserves	Shareholders' Fund
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance b/f	5,481,697	2,690,293	42,590	2,839,070	431,855	-	11,485,505
Prior Period Error	-	-	-	131,372	-	-	131,372
Total Comp. Profit	-	-	-	1,123,196	-	-	1,123,196
	5,481,697	2,690,293	42,590	4,093,638	431,855	-	12,740,073
Dividend Approved	-	-	-	(1,480,582)	-	-	(1,480,582)
	5,481,697	2,690,293	42,590	2,613,057	431,855	-	11,259,492
Transfers							
Reversal	-	-	-	-	-	-	-
Bonus - Stated Capital	-	-	-	-	-	-	-
Wit'ding Tax on Bonus	-	-	-	-	-	-	-
Scholarship/Others	-	-	-	-	-	-	-
Statutory Reserve	-	140,400	-	(140,400)	-	-	-
Credit Risk Reserve	-	-	-	-	-	-	-
	-	140,400	-	(140,400)	-	-	-
Dividend for Shares	-	-	-	-	-	-	-
Sale of Share	145,981	-	-	-	-	-	145,981
	5,627,678	2,830,693	42,590	2,472,657	431,855	-	11,405,472

BANK

2018	Stated Capital	Statutory Reserve	Revaluation Surplus	Income Surplus	Credit Risk Reserve	Other Reserves	Shareholders' Fund
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance b/f	2,163,929	2,368,294	42,590	6,623,640	198,888	-	11,397,341
Prior Period Error	-	-	-	-	-	-	-
Total Comp. Income	-	-	-	1,287,997	-	-	1,287,997
	2,163,929	2,368,294	42,590	7,911,637	198,888	-	12,685,338
Dividend	-	-	-	(1,514,827)	-	-	(1,514,827)
	2,163,929	2,368,294	42,590	6,396,810	198,888	-	11,170,511
Transfers							
Reversal	-	-	-	-	-	-	-
Bonus - Stated Capital	2,641,149	-	-	(2,641,149)	-	-	-
Wit'ding Tax on Bonus	-	-	-	(229,666)	-	-	(229,666)
Scholarship/Others	-	-	-	(131,959)	-	-	(131,959)
Statutory Reserve	-	321,999	-	(321,999)	-	-	-
Credit Risk Reserve	-	-	-	(232,967)	232,967	-	-
	2,641,149	321,999	-	(3,557,740)	232,967	-	(361,625)
Dividend for Shares	321,609	-	-	-	-	-	321,609
	2,962,758	321,999	-	(3,557,740)	232,967	-	(40,016)
Sale of Shares	355,009	-	-	-	-	-	355,009
	5,481,697	2,690,293	42,590	2,839,070	431,855	-	11,485,505

GROUP
2019

	Stated Capital	Statutory Reserve	Revaluation Surplus	Income Surplus	Credit Risk Reserve	Other Reserves	Shareholders' Fund
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance b/f	5,481,697	2,690,292	42,590	3,200,974	431,855	-	11,847,407
Prior Period Error	-	-	-	136,227	-	-	136,227
Total Comp. Profit	-	-	-	1,123,196	-	-	1,123,196
	5,481,697	2,690,292	42,590	4,460,397	431,855	-	13,106,831
Dividend Approved	-	-	-	(1,480,582)	-	-	(1,480,582)
	5,481,697	2,690,292	42,590	2,979,815	431,855	-	11,626,249
Transfers							
Reversal	-	-	-	-	-	-	-
Bonus - Stated Capital	-	-	-	-	-	-	-
Wit'ding Tax on Bonus	-	-	-	-	-	-	-
Stated Capital	-	-	-	-	-	-	-
Statutory Reserve	-	140,400	-	(140,400)	-	-	-
Credit Risk Reserve	-	-	-	-	-	-	-
	-	140,400	-	(140,400)	-	-	-
Dividend for Shares	-	-	-	-	-	-	-
Sale of Share	145,981	-	-	-	-	-	145,981
	5,627,678	2,830,692	42,590	2,839,416	431,855	-	11,772,230

GROUP

	Stated Capital	Statutory Reserve	Revaluation Surplus	Income Surplus	Credit Risk Reserve	Other Reserves	Shareholders' Fund
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance b/f	2,163,929	2,368,293	42,590	6,967,979	198,888	-	11,741,679
Prior Period Error	-	-	-	(8,440)	-	-	(8,440)
Total Comp. Income	-	-	-	1,314,002	-	-	1,314,002
	2,163,929	2,368,293	42,590	8,273,541	198,888	-	13,047,241
Dividend	-	-	-	(1,514,827)	-	-	(1,514,827)
	2,163,929	2,368,293	42,590	6,758,714	198,888	-	11,532,414
Transfers							
Other Reserves	-	-	-	-	-	-	-
Bonus - Stated Capital	2,641,149	-	-	(2,641,149)	-	-	-
Wit'ding Tax on Bonus	-	-	-	(229,666)	-	-	(229,666)
Scholarship/Others	-	-	-	(131,959)	-	-	(131,959)
Stat. Reserve	-	321,999	-	(321,999)	-	-	-
Credit Risk Reserve	-	-	-	(232,967)	232,967	-	-
	2,641,149	321,999	-	(3,557,740)	232,967	-	(361,625)
Dividend for Shares	321,609	-	-	-	-	-	321,609
	2,962,758	321,999	-	(3,557,740)	232,967	-	(40,016)
	5,126,687	2,690,292	42,590	3,200,974	431,855	-	11,492,398
Sale of Shares	355,009	-	-	-	-	-	355,009
	5,481,697	2,690,292	42,590	3,200,974	431,855	-	11,847,407

AHANTAMAN RURAL BANK PLC
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2019
STATEMENT OF CASH FLOWS

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Cash Flow from Operating Activities				
Net Profit Before Tax	2,119,817	2,086,076	2,506,401	2,541,331
Prior Period Error	131,372	136,227	-	-
Credit Risk Reserve	-	-	-	-
Profit on Disposal of Motor Vehicle	(155,128)	(155,128)	-	-
Impairment Loss	1,577,952	1,577,952	3,067,542	3,067,542
Depreciation	1,215,213	1,215,213	1,008,248	1,008,787
Amortisation	168,000	168,000	141,510	141,510
	5,057,227	5,028,340	6,723,701	6,759,170
(Increase)/Decrease in Advances	7,285,596	7,285,596	(1,873,034)	(1,873,034)
(Increase)/Decrease in Inventories	(14,895)	(23,683)	21,661	154,394
(Increase)/Decrease in Other Assets Account	1,186,037	1,566,418	563,518	(212,892)
Increase/(Decrease) in Deposits & Current Accounts	10,435,050	10,138,164	12,298,743	12,227,890
Increase/(Decrease) in Other Liabilities	(1,533,664)	(1,593,002)	(714,910)	(724,789)
Net Changes in Working Capital	17,358,123	17,373,493	10,295,978	9,571,570
Cash Flow from Operating Activities	22,415,350	22,401,833	17,019,678	16,330,740
Tax Paid	(626,500)	(612,985)	(1,821,188)	(1,850,482)
Net Cash Flow from Operating Activities	21,788,850	21,788,849	15,198,490	14,480,258
Cash Flow from Investing Activities				
Additions				
Proceeds from Disposals of PPE	183,407	183,407	-	-
Work-In-Progress	(56,250)	(56,250)	(117,019)	(117,019)
Intangibles	(2,900)	(2,900)	(629,466)	(629,466)
Purchase of Fixed Assets	(382,587)	(382,587)	(4,617,924)	(4,734,942)
	(258,330)	(258,330)	(5,364,409)	(5,481,426)
	21,530,520	21,530,519	9,834,082	8,998,832
Financing Activities				
Stated Capital	145,981	145,981	676,609	676,609
Dividends Paid	(1,480,582)	(1,480,582)	(1,293,673)	(1,293,673)
Borrowings	(511,851)	(511,851)	(3,816,049)	(3,816,049)
	(1,846,452)	(1,846,452)	(4,433,113)	(4,433,113)
Net Inc./(Dec.) in Cash and Cash Equivalent	19,684,068	19,684,067	5,400,969	4,565,719
Opening Cash and Cash Equivalent	40,165,580	40,165,580	34,764,611	35,599,861
Net Inc./(Dec.) in Cash and Cash Equivalent	19,684,068	19,684,067	5,400,969	4,565,719
Closing Cash and Cash Equivalent	59,849,647	59,849,647	40,165,580	40,165,580
Represented by Cash and Cash Equivalents	59,849,647	59,849,647	40,165,580	40,165,580

AHANTAMAN RURAL BANK PLC

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2019

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 NATURE OF OWNERSHIP AND OPERATIONS

The Bank was incorporated as a Public Limited Liability Company on 3rd October, 1983 with Registration No. 23018 under the Companies' Act 1963 (Act 179) in Ghana. The Bank was issued with a licence on 12th March, 1985, with Licence No. 110 by Bank of Ghana to operate a business of Banking. The registered address of the Bank is Ahantaman Rural Bank Premises, P. O. Box 41, Agona Nkwanta. The Consolidated Financial Statements of the Group as of year ended 31 December, 2019 comprise the Bank and its subsidiary, Ahantaman Trading Company Limited, referred to as the "Group". The Group primarily is involved in Rural Banking being Corporate and Retail and the subsidiary engaged in Trading.

1.1 Functional and Presentational Currency

The Consolidated Financial Statements are presented in Ghana Cedis (GH¢) which is the Company's functional currency.

2.0 ACCOUNTING POLICIES

The significant Accounting Policies adopted by the Bank and which have been applied in preparing these Consolidated Financial Statements are stated below:

2.01 Basis of Accounting

These Consolidated Financial Statements have been prepared under the historical cost convention but modified in appropriate areas by the adoption of Fair Value measurement basis. The Bank of Ghana Guideline 'Guide for Financial Publication for Banks and BOG Licensed Financial Institutions' for 2016 and 2018 require certain disclosures to be completely complied with in applicable areas. These guidelines have not been so completely complied with and to this extent, the Consolidated Financial Statements are not in compliance with International Financial Reporting Standards, IFRS.

2.02 Revenue Recognition

Revenue is recognised on accrual basis and to the extent of the economic benefits expected to flow to the Bank and that the Revenue can be reliably measured as provided hereunder.

2.03 Interest Income and Expense

Interest income and expense are recognised in the Consolidated Statement of Comprehensive Income in respect of interest bearing Financial Instruments including Loans and Advances as interest accrues using the Effective Interest Rate method. This method calculates the amortised cost of a Financial Asset or Liability and allocates the Interest Income or Interest Expense also the discount rate applicable to future cash flows (receipts or payments), over the life of the Financial Asset or Liability to its net carrying amount.

2.031 Non-Interest Income

Commission and Fees are earned on accrual basis on services such as Funds Transfer on completion of the transaction.

2.04 Income Tax

Income Tax comprises Current Tax and Deferred Tax.

Current Tax relates to determination of expected payable tax from the Profits of the Consolidated Financial Statements in relations to Tax obligations imposed from by legislation of Ghana.

Deferred Income Tax relates to Tax Provision on all Temporary differences at the Financial Position date arising from Tax bases of assets and liabilities and their carrying amounts. Deferred Tax Assets are the recoverable taxes of future periods which include deductible Temporary differences. Deferred Tax Liabilities are the recognised payable Taxable Temporary differences on future taxable profits. Deferred taxes (Assets or Liabilities) are calculated using the enacted rate expected to be applicable in the period when the asset is realised or the liabilities settled.

Deferred Tax Assets and Liabilities are offset when they arise in the same tax reporting entities and relate to income taxes of the same taxation authority, and when a legal right to set-off exists.

The carrying amounts of Deferred Tax Assets or Liabilities are reviewed at the end of each reporting date and adjusted to reflect the new values through the Profit or Loss.

2.05 Financial Instruments Categorisation, Initial Recognition and Subsequent Measurement

2.051 Categorisation

The Bank classifies its Financial Assets into those measured at Fair Value through Profit or Loss and those measured at Amortised Cost; and Financial Assets measured at Fair Value through Other Comprehensive Income.

2.052 Date of Recognition

Purchases and Sale of Financial Assets are recognised on the Transaction date.

2.053 Initial Recognition of Financial Instruments

Financial Instruments are initially recognised at their fair value plus, in the case of Financial Assets or Financial Liabilities not at Fair Value through Profit or Loss, transaction costs that are directly attributable to the acquisition or issue of the Financial Asset or Financial Liability.

2.054 Subsequent Measurement of Financial Instruments**(a) Financial Assets at Fair Value Through Profit or Loss**

A Financial Asset at fair value through Profit or Loss is that which meets either of the following conditions.

Held for Trading

A Financial Asset is classified as Held for Trading if it is acquired principally for the purpose of selling in the near future, or is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking.

Designated at Fair Value through Profit or Loss

Upon initial recognition as Financial Asset, it is designated at fair value through Profit or Loss. Financial Assets at fair value through Profit or Loss are measured at fair value subsequent to initial recognition. Gains or Losses upon subsequent measurement are treated in Profit or Loss.

All equity instruments are measured at fair value.

(b) Financial Assets Measured at Amortised Cost

A Financial Asset is measured at amortised cost if the following conditions are met:

- (i) The Asset is held within a business model whose objective is to hold assets in order to collect contractual Cash Flows.
- (ii) The contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Term Loans to customers come under this category. They are initially recognised when cash is advanced to the borrowers at fair value, inclusive of transaction costs. Subsequent to initial recognition, Term Loans are measured at amortised cost less impairment losses.

(c) Financial Assets Measured at Fair Value Through Other Comprehensive Income

Securities including investments in money market and equity shares, other than those classified as trading securities, or at fair value through Profit or Loss, are classified and recognised in the Consolidated Statement of Financial Position at their fair value. Other Financial Assets that are neither cash nor categorised under any other category also come under this classification.

Financial Assets measured at fair value through Other Comprehensive Income are measured at Fair Value with gains and losses arising from changes in Fair Value recognised directly in Other Comprehensive Income until the Financial Asset is either sold, becomes impaired, or matures, at which time the cumulative gain or loss previously recognised in equity is recognised in Profit or Loss.

Interest calculated using the effective interest method is recognised in the Consolidated Statement of Comprehensive Income. Dividends on equity instruments are recognised in the income statement when the Bank's right to receive payment is established.

(d) Financial Liabilities

Financial Liabilities are classified as non-trading, held for trading or designated as at fair value through Profit and Loss. Non-Trading Liabilities are measured subsequent to initial recognition at Amortised Cost applying the effective interest method. Held for Trading Liabilities or Liabilities designated as at fair value through Profit or Loss, are measured at fair value. All Financial Liabilities shown in the Consolidated Statement of Financial Position are non-trading liabilities.

2.055 Determination of Fair Value of Financial Instruments**i. Availability of Active Market**

The fair value of a financial instrument traded in active markets such as the Ghana Stock Exchange (GSE) at the reporting date is based on its quoted market price without any deduction of transaction costs.

ii. Non-Availability of Active Market

Equity investments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost. However, Fair Values for such equity investments, are determined from the declaration of capital appreciations by the investee organisation of amounts so declared in the form of additional shares in the equity holdings. Investments whose fair value can be reliably measured are measured professionally through the use of valuation techniques.

iii. Short-Term Receivables

The fair value of short term receivables approximate book value and are measured as such.

2.056 Offsetting of Financial Instruments

Financial Assets and Financial Liabilities are offset when there is a legally enforceable right to do so and the net amount stated in the Consolidated Statement of Financial Position. This happens when there is the intention settle on net basis or realise the Financial Asset and redeem the Financial Liability.

2.057 Derecognition of Financial Assets and Liabilities

A Financial Asset or a portion thereof, is derecognised when the Bank's rights to cash flows has expired or when the Bank has transferred its rights to cash flows relating to the Financial Assets, including the transfer of substantially all the risk and rewards associated with the Financial Assets or when control over the Financial Assets has passed.

A Financial Liability is derecognised when the obligation is discharged, cancelled or has expired.

2.058 Impairment of Financial Assets**(a) Framework for measuring impairment of Financial Assets .**

At each reporting date the Bank assesses whether, as a result of one or more events occurring after initial recognition, there is objective evidence that a Financial Asset or group of Financial Assets has become impaired.

Evidence of impairment may include indications that the borrower or a group of borrowers is/are experiencing significant financial difficulty, default or delinquency in interest or principal payments, or the fact that the debt is being restructured to reduce the burden on the borrower.

(b) Loans and Advances and Amounts due from Banks & other Financial Institutions

For loans and advances to customers and amounts due from banks and other financial institutions carried at amortised cost, the Bank first assesses individually whether objective evidence of impairment exists individually for Financial Assets that are individually significant, or collectively for Financial Assets that are not individually significant. If the Bank determines that no objective evidence of impairment exists for an individually assessed Financial Asset, whether significant or not, it includes the asset in a group of Financial Assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is, or continues to be recognized, are not included in a collective assessment of impairment.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows (excluding future expected credit losses that have not yet been incurred). The carrying amount of the asset is reduced through the use of an Allowance Account and the amount of the loss is recognised in the Profit or Loss.

Loans together with the associated allowances are written off when there is no realistic prospect of future recovery and all collaterals have been utilised or have been transferred to the Bank and all the necessary procedures have been completed.

If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the Allowance Account. If a write-off is later recovered, the recovery is credited to the Profit or Loss and charged to the Allowance Account ('Credit Loss Expense').

The present value of the estimated future cash flows is determined using the Financial Asset's original effective interest rate. If a loan has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate.

For the purposes of collective evaluation of impairment, Financial Assets are grouped on the basis of the Bank's internal credit grading system that considers credit risk characteristics, such as asset type, industry, geographical location, collateral type, past-due status and other relevant factors.

2.059 Derecognition of Financial Assets and Liabilities

A Financial Asset or a portion thereof, is derecognised when the Bank's rights to cash flows has expired or when the Bank has transferred its rights to cash flows relating to the Financial Assets, including the transfer of substantially all the risk and rewards associated with the Financial Assets or when control over the Financial Assets has passed.

A Financial Liability is derecognised when the obligation is discharged, cancelled or has expired.

2.060 Impairment of Financial Assets**(a) Basis for Measuring impairment of Financial Assets**

At each reporting date the Bank assesses whether, as a result of one or more events occurring after initial recognition, there is objective evidence that a Financial Asset or group of Financial Assets has become impaired.

Evidence of impairment may include indications that the borrower or a group of borrowers is experiencing significant financial difficulty, default or delinquency in interest or principal payments, or the fact that the debt is being restructured to reduce the burden on the borrower.

If, in a subsequent year, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in the Income Statement, the impairment loss is reversed through the income statement.

(c) Other Financial Assets

The Bank assesses at each reporting date whether there is objective evidence that an investment or group of investments is impaired.

In the case of equity investments, objective evidence would include significant or prolonged decline in the fair value of the investment below its cost.

In the case of other debt instruments, impairment is assessed based on the same criteria as Financial Assets carried at amortised cost. If, in a subsequent year, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in the Income Statement, the impairment loss is reversed through the Income Statement.

(d) Derecognition of Financial Assets and Liabilities

A Financial Asset or a portion thereof, is derecognised when the Bank's rights to cash flows has expired or when the Bank has transferred its rights to cash flows relating to the Financial Assets, including the transfer of substantially all the risk and rewards associated with the Financial Assets or when control over the Financial Assets has passed.

A Financial Liability is derecognised when the obligation is discharged, cancelled or has expired.

3 Regulatory Credit Risk Reserve

To cater for any difference between the Bank of Ghana's Credit Loss Provision requirements and Loans and Advances Impairments based on IFRS Principles, a charge or credit is made to Income Surplus in respect of the difference required to bring up the cumulative provision to the level required under the Bank of Ghana regulations. Under current regulations the Credit Risk Reserve does not qualify as Tier 1 Capital for the computation of Capital Adequacy.

4 Property, Plant and Equipment

The Bank recognises an item of Property, Plant and Equipment as an asset when it is probable that future economic benefits will flow to it and the amount meets the materiality threshold set by the Bank.

Property, Plant and Equipment are stated at Cost or revalued amount less Accumulated Depreciation and any impairment in value. Depreciation is provided on the depreciable amount of each component on a straight-line basis over the anticipated useful life of the asset which is determined in percentages. The depreciable amount of each asset is the difference between the cost/revaluation and the residual value which is set to zero of the asset. No depreciation is provided on Land.

The residual value is the estimated amount, net of disposal costs, that the Bank would currently obtain from the disposal of an asset in similar age and condition as expected at the end of the useful life of the asset. In the last year or period of the charge of depreciation to Profit or Loss, the depreciation amount is reduced by GH¢1 so that the asset has GH¢1 value to give an indication of the existence of the item of Property, Plant and Equipment.

The current Annual Depreciation rates for each class of Property, Plant and Equipment are as follows:

Buildings	* 5.0%
Branch Development	20.0% ****
Bungalow Furniture & Fittings	20.0%
Office Equipment	25.0%
Motor Vehicles	20.0%
Office Furniture & Fittings	20.0%
Plant and Machinery	25.0%

****Branch Development is for a useful life of 5 years, that is, 20% or the lease period which ever is earliest.

Costs associated with routine servicing and maintenance of assets are expensed as incurred. Subsequent expenditure is only capitalised if it is probable that future economic benefits associated with the item will flow to the Bank.

The carrying values of property, plant and equipment are reviewed for indications of impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount.

The recoverable amount of property, plant and equipment is the greater of net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the Income Statement in the year the item is derecognised.

Residual values, useful lives and methods of depreciation for Property, Plant and Equipment are reviewed and adjusted if appropriate, at each financial year end.

5 Use of Estimates and Judgement

The preparation of Consolidated Financial Statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the Consolidated Financial Statements are described in Notes 4.

6 RISK MANAGEMENT

The Bank's operations come with these risks: Credit, Market, Liquidity and Operational.

6.1 Credit Risk

To the Bank, Credit Risk is the likelihood that a receivable from a financial instrument issued by the Bank to a borrower is unlikely to be received regarding the principal with or the interest according to the terms contained in the financial instrument. This will result in economic loss to the Bank.

The Credit Risk arises from largely Loans and Advances to customers.

The Credit Risk is managed through the systems and controls established by the Credit Department that ensures that periodic review of the status of the receivable at every stage from application to completion of the repayment of the advance by the borrower. The Credit Department submits reports of the performance of the Loans and Overdrafts to a Credit Committee which takes appropriate actions for recovery. Credit facilities are monitored for early warning signals of non-performance.

6.2 Market Risk

Market Risk is the potential of losses arising from movements in market prices such as Interest Rates, Exchange Rates, and Equity and Commodity Prices. Currently, the Bank's activities expose it to Interest Rate risks with no exposure to exchange rate, equity or commodity price risks. The Interest Rate risk is inherent in the Bank's Financial Assets and Liabilities such as Loans, Customer Deposits and Borrowings.

6.3 Liquidity Risk

Liquidity Risk is the potential loss to the Bank arising from either its inability to meet its maturing Short-Term obligations as they fall due or to fund increases in assets without incurring unacceptable costs. The management of this risk enables the Bank to minimise the timing of cash flows relating to its Assets and Liabilities to ensure that it regularly maintains the Primary Reserve requirement of 13% of Total Deposits as required by Bank of Ghana and ARB Apex Bank.

6.4 Operational Risk

Operational Risk is direct or indirect loss resulting from inadequate or failed internal and processes, staff and systems. These are managed by well designed operating manuals that reflect the main operating procedures, business continuity planning, reconciliations, internal audit and timely and reliable management reporting.

7 CAPITAL

7.1 The Objectives of Capital Management

The Capital Management Objective of the Bank is to ensure the financial net assets at the end of the financial year exceeds the financial amount of the net assets at the beginning of the year after deducting distributions to and adding contributions from the owners.

The objective is also to ensure that, at any time, the Stated Capital requirement by Bank of Ghana could be met and also to comply with the Capital Adequacy Ratio Regulatory requirements of Bank of Ghana. This is achieved by maintaining the appreciable level of profits to meet the expected Capital increases by Bank of Ghana.

7.2 Capital Description

The Bank's Capital is its Shareholders' funds comprising Stated Capital, Statutory Reserves and Income Surplus, which includes current and previous year's retained earnings. The current level of the Bank's capital complies with the existing minimum Stated Capital requirement of Bank of Ghana.

7.3 Regulatory Capital

The Group's Regulatory Capital consists of both Tier 1 and Tier 2 capital.

Tier 1 Capital consists of Stated Capital, Statutory Reserves and Income Surplus, after deductions of Intangible Assets and Other Regulatory Adjustments relating to items that are included in equity but are treated differently for Capital Adequacy purposes.

Tier 2 Capital consists of Convertible Debentures and Revaluation Surpluses. Total Tier 2 Capital is limited to 100% of the Net Tier 1 Capital.

The Group's Regulatory Capital position as at 31st December, is summarised below:

7.4 The Level of Capital Adequacy**Tier 1 Capital**

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Ordinary Share Capital	5,627,678	5,627,678	5,481,697	5,481,697
Disclosed Reserves	5,345,940	5,712,697	5,571,953	5,933,856
Less Intangible Assets	(1,746,512)	(1,897,904)	(3,195,018)	(3,692,993)
Other Regulatory Adjustments	(394,952)	(284,952)	(394,952)	(284,952)
Total	8,832,153	9,157,519	7,463,680	7,437,607

Tier 2 Capital

Fair Value Reserve for Available for Sale Equity Securities

Revaluation Reserve	42,590	42,590	42,590	42,590
Qualifying Subordinated Liabilities	-	-	-	-

Total	42,590	42,590	42,590	42,590
Total Regulatory Capital	8,874,743	9,200,109	7,506,270	7,480,197

Risk Weighted Assets

Total Adjusted Assets	79,133,287	79,023,287	64,663,101	64,553,101
Net Contingent Liabilities	-	-	-	-
Operational Risk	-	-	-	-
Market Risk	-	-	-	-
Total Risk Weighted Assets	79,133,287	79,023,287	64,663,101	64,553,101

Capital Ratios

Total Regulatory Capital Expressed as a Percentage of

Total Risk Weighted Assets	11.21%	11.64%	11.61%	11.59%
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Total Tier 1 Capital Expressed as a Percentage of Risk Weighted Assets.

	11.16%	11.59%	11.54%	11.52%
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I) Dividend

Dividend payable is recognised as a liability in the period in which they are approved at the AGM.

8 INTEREST INCOME

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Advances - Loans	12,946,808	12,946,808	14,926,090	14,926,090
Advances - Overdrafts	3,722,005	3,722,005	2,924,519	2,924,519
Investment	4,427,182	4,427,182	4,697,545	4,697,545
	21,095,994	21,095,994	22,548,154	22,548,154

9 INTEREST EXPENSES

Savings Deposits	1,655,002	1,655,002	1,617,403	1,617,403
Time Deposits	2,415,206	2,415,206	2,116,735	2,116,735
Borrowings	68,833	68,833	526,650	526,650
	4,139,041	4,139,041	4,260,787	4,260,787

10 COMMISSIONS AND FEES

Commissions on Turnover	1,156,650	1,156,650	2,566,694	2,566,694
Commitment Fees	3,219,358	3,219,358	1,830,793	1,830,793
Commissions on SMS Alert	514,804	514,804	-	-
Cheque Clearing/Domestic Money Transfer Fee	40,938	40,938	53,887	53,887
	4,931,750	4,931,750	4,451,374	4,451,374

11 OTHER INCOME

Overs in Till	-	-	-	-
Bad Debts Recovered	59,844	59,844	12,335	12,335
Sundry Income	929,138	1,028,759	1,223,702	2,396,766
	988,983	1,088,604	1,236,037	2,409,101

12 CASH AND SHORT TERM FUNDS

Cash on Hand	3,275,773	3,275,773	3,564,844	3,564,844
GT Bank	252,805	252,805	976,081	976,081
Ecobank	2,195,503	2,195,503	1,421,080	1,421,080
CAL Bank	1,207,504	1,207,504	2,870,638	2,870,638
ARB Apex Bank - Current	1,912,137	1,912,137	1,388,415	1,388,415
ARB Apex Bank - Reserve (5% Placement)	4,371,209	4,371,209	3,884,758	3,884,758
Items in Terms of Collection	854,041	854,041	95,191	95,191
UNIBANK	30,052	30,052	1,055	1,055
GCB Bank	157,579	157,579	-	-
Money At Call	33	33	33	33
	14,256,634	14,256,634	14,202,095	14,202,095

13 SHORT-TERM INVESTMENTS**i. Other Financial Institutions**

Fixed Deposit	Gold Coast Fund Management	7,821,806	7,821,806	7,648,732	7,648,732
	OmniBSIC Bank	1,094,229	1,094,229	1,823,959	1,823,959
	Ivory Finance - CDH	5,014,669	5,014,669	4,987,428	4,987,428
	Beige Capital (CBG)	-	-	2,429,928	2,429,928

ii. GOG Bills & Bonds

One-Year Treasury Note	228,924	228,924	225,750	225,750
91 Days Treasury Bills	25,457,080	25,457,080	8,847,688	8,847,688
14 Days Treasury Bills	3,976,304	3,976,304	-	-
2 YR GOG BOND	2,000,000	2,000,000	-	-
	45,593,013	45,593,013	25,963,485	25,963,485
Interest Receivable on Investment	-	-	-	-
	45,593,013	45,593,013	25,963,485	25,963,485

14 LOANS AND ADVANCES

	2019	2019	2018	2018
	Bank	Group	Bank	Group
	GHC	GHC	GHC	GHC
Loans	37,668,672	37,668,672	44,131,027	44,131,027
Overdraft	2,867,117	2,867,117	2,965,242	2,965,242
	40,535,788	40,535,788	47,096,269	47,096,269
Impairment Loss	(4,419,768)	(4,419,768)	(3,694,653)	(3,694,653)
	36,116,020	36,116,020	43,401,616	43,401,616

Impairment Provision

Opening Balance	3,694,653	3,694,653	1,117,754	1,117,754
Bad Debts Reversed	(132,837)	(132,837)	(447,748)	(447,748)
	3,561,816	3,561,816	670,006	670,006
Loan Impairment Charges	857,952	857,952	3,024,647	3,024,647
Closing Balance	4,419,768	4,419,768	3,694,653	3,694,653
Loan Impairment Charges	857,952	857,952	3,024,647	3,024,647
Impairment Loss	720,000	720,000	42,895	42,895
Charged to Profit or Loss	1,577,952	1,577,952	3,067,542	3,067,542

15 INVENTORIES

Stationery	49,420	49,420	67,458	67,458
Other Stores	70,629	79,417	37,696	37,696
	120,050	128,837	105,154	105,154

16 OTHER ASSETS

Prepaid Rent	615,225	615,225	718,789	718,789
Sundry Payments	-	-	-	-
Western Union Money	-	-	-	-
Subscription	-	-	3,000	3,000
Inter-Agency	-	-	757,895	757,895
Interest on 2/1-Year Treasury Note	115,630	115,630	-	-
Anti-Virus	-	-	21,101	21,101
Deposit for Bankmill Software	-	-	-	-
Cocoa Purchases Suspense	-	-	-	-
Interest In Arrears	138,900	138,900	186,883	186,883
Business Promotion	-	-	-	-
Others	521,662	673,054	987,155	1,485,130
	1,391,416	1,542,808	2,674,822	3,172,797

17 INVESTMENT SECURITIES

Ahantaman Trading Co. Ltd 100% Owned	110,000	-	110,000	-
ARB Apex Bank	169,659	169,659	169,659	169,659
ARB - WERBA	115,293	115,293	115,293	115,293
	394,951	284,951	394,952	284,952

18 BORROWINGS

ARB APEX BANK LOAN	-	-	277,241	277,241
OTHER FIN. INST. - S I F/ ARB APEX BANK	-	-	234,610	234,610
	-	-	511,851	511,851

18a ARB APEX BANK LTD 277,241 (2016:GH¢770,768)

This loan was contracted on February 05, 2015 for GH¢1,000,000 with a tenor of 60 months and a moratorium of 6 months giving a repayment covering 54 months.

The loan is secured on a lien of Treasury Bills up to same amount of loan (with interest) outstanding at any given time.

18b ARB APEX BANK LTD (S.I.F) 234,610 (2017:GH¢497,732)

This loan was contracted on March 10, 2017 for GH¢483,858 with a tenor of 24 months and a moratorium of 4 months with instalment repayments commencing in the fifth month from the date of the disbursement of the first tranche of GH¢373,858. The balance of the facility at the end of the 2019 financial year was NIL.

19 TAXATION**19a BANK**

Tax Years	Balance 01-Jan-18 GH¢	Charges for Year GH¢	Payments GH¢	Balance 31-Dec-18 GH¢	Charge for year GH¢	Payments GH¢	Balance 31-Dec-19 GH¢
Up to 2014	(103,206)	-	-	(103,206)	-	-	(103,206)
2015	(13,117)	-	-	(13,117)	-	-	(13,117)
2016	24,748	-	-	24,748	-	-	24,748
2017	691,383	-	(599,808)	91,575	-	-	91,575
2018	-	976,540	(1,221,380)	(244,840)	-	-	(244,840)
	599,808	976,540	(1,821,188)	(244,840)	-	-	(244,840)
2019	-	-	-	-	938,258	(626,500)	311,758
	599,808	976,540	(1,821,188)	(244,840)	938,258	(626,500)	66,918
Deferred Tax	108,076	241,864	-	349,940	58,363	-	408,303
	707,884	1,218,404	(1,821,188)	105,100	996,621	(626,500)	475,221
Div. Tax Up to '18	-	350,852	(350,852)	-	-	-	-
Div. Tax 2019	-	-	-	-	-	-	-
	-	350,852	(350,852)	-	-	-	-

19b GROUP

	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Up to 2014	(103,206)	-	-	(103,206)	-	-	(103,206)
2015	46,648	-	-	46,648	-	-	46,648
2016	25,364	-	-	25,364	-	-	25,364
2017	690,707	-	(599,808)	90,899	-	-	90,899
2018	-	985,407	(1,250,674)	(265,267)	-	-	(265,267)
	659,513	985,407	(1,850,482)	(205,562)	-	-	(205,562)
2019	-	-	-	-	938,258	(626,500)	311,758
	659,513	985,407	(1,850,482)	(205,562)	938,258	(626,500)	106,196
Deferred Tax	108,270	241,923	-	350,193	58,423	13,515	422,131
	767,783	1,227,330	(1,850,482)	144,631	996,680	(612,985)	528,326
Div. Tax Up to '18	-	350,852	(350,852)	-	-	-	-
Div. Tax 2019	-	-	-	-	-	-	-
	-	350,852	(350,852)	-	-	-	-

RECONCILIATION/COMPUTATION OF EFFECTIVE TAX RATE

	BANK 2019 GH¢'000	GROUP 2019 GH¢'000	BANK 2018 GH¢'000	GROUP 2018 GH¢'000
Profit Before Tax	2,506,401	2,541,331	4,086,773	4,207,495
Income Tax Using Applicable Tax Rate 25%	626,600	635,333	1,021,693	1,051,874
Deferred Tax				
Balance 31-Dec	349,940	373,824	108,076	108,076
Adjustment to Prior Years	58,363	58,363	241,864	265,748
Balance 31-Dec	408,303	432,187	349,940	373,824
Profit Before Tax Expense	938,258	1,067,386	1,235,896	1,266,212
Deferred Tax	58,363	58,363	241,864	265,748
Total	996,621	1,125,749	1,477,760	1,531,960
Effective Tax Rate %	39.76	44.30	36.16	36.41

20 DEPOSIT AND CURRENT ACCOUNT

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Current Accounts	20,085,021	19,680,791	18,567,074	18,459,730
Savings Accounts	38,460,351	38,460,351	34,341,075	34,341,075
Time	19,586,676	19,586,676	15,813,526	15,813,526
Susu Deposits	11,474,514	11,474,514	10,176,070	10,176,070
Others	355,848	355,848	629,615	629,615
	89,962,409	89,558,180	79,527,360	79,420,015

20.1 CURRENT ACCOUNTS

	2019	2019	2018	2018
Individuals	15,422,955	15,422,955	15,073,240	15,073,240
Private Enterprises	4,662,066	4,257,836	2,691,376	2,584,031
Public Enterprises	-	-	802,458	802,458
	20,085,021	19,680,791	18,567,074	18,459,730

SAVINGS ACCOUNTS

Individuals	35,897,755	27,666,469	27,392,702	27,392,702
Private Enterprises	2,562,595	5,298,828	5,298,828	5,298,828
Public Enterprises	-	1,649,545	1,649,545	1,649,545
	38,460,351	34,614,842	34,341,075	34,341,075

20.2 TIME DEPOSIT ACCOUNTS

Individuals	19,586,676	15,813,526	15,813,526	15,813,526
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20.3 SUSU ACCOUNTS

Individuals	11,474,514	11,474,514	10,176,070	10,176,070
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20.4 OTHER DEPOSITS

E-Zwich	355,848	355,848	629,615	629,615
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21 OTHER LIABILITIES

	2019	2019	2018	2018
Bank	Bank	Group	Bank	Group
GH¢	GH¢	GH¢	GH¢	GH¢
Sundry Creditors	541,072	575,858	344,615	431,737
Dividend Payable	1,023,765	1,023,765	814,438	814,439
Audit Fees	35,127	35,127	31,077	38,077
Bills Payable	257,682	257,682	417,426	417,426
Staff Ex-Gratia/Provident Fund	187,899	187,899	420,364	420,364
Loan Insurance	16,536	16,536	3,228	3,228
NLA Control	4,086	4,086	4,086	4,086
AGM	351,820	351,820	381,552	381,552
Office Account	879,995	879,995	757,139	757,139
Communication	73,355	73,355	251,119	251,119
Uncleared Effect	623	623	-	-
	3,371,962	3,406,747	3,425,044	3,519,167

22 STATED CAPITAL**Authorised:**

Ordinary Share of no par value	Number
Preference Share of no par value	100,000,000
	125,000

DETAILS

	NO. OF SHARES	Value	NO. OF* SHARES	Value
	2019		2018	
NO. OF SHARES			Number	(GH ¢)
Ordinary	21,903,694	2,686,204	20,075,021	2,009,595
Additions	394,543	145,981	1,828,673	676,609
	22,298,236	2,832,185	21,903,694	2,686,204
Ordinary	10,998,118	2,795,493	3,230,003	154,334
Transfer from Surplus	-	-	7,768,115	2,641,159
	10,998,118	2,795,493	10,998,118	2,795,493
	33,296,354	5,627,678	32,901,811	5,481,697
Opening Balance	32,901,811	5,481,697	23,305,024	2,163,929
Additions	394,543	145,981	9,596,787	3,317,768
Closing Balance	33,296,354	5,627,678	32,901,811	5,481,697
Preference Shares	-	-	-	-
	33,296,354	5,627,678	32,901,811	5,481,697

There is no liability on any share and there is no share in treasury.

23 OTHER RESERVES		2019	2019	2018	2018
23.1 PENSION FUND		Bank	Group	Bank	Group
		GH¢	GH¢	GH¢	GH¢
Opening Balance			-	400,000	400,000
Addition			-	-	-
		-	-	400,000	400,000
Deduction/Payment		-	-	(400,000)	(400,000)
Closing Balance		-	-	-	-
23.2 SCHOLARSHIP FUND					
Opening Balance		-	-	80,000	80,000
Addition		-	-	-	-
		-	-	80,000	80,000
Transfer Income Surplus/Payment		-	-	(80,000)	(80,000)
		-	-	-	-
23.3 SOCIAL RESPONSIBILITY					
Opening Balance		-	-	169,256	169,256
Addition		-	-	-	-
		-	-	169,256	169,256
Deduction/Payment		-	-	(169,256)	(169,256)
Closing Balance		-	-	-	-
23.4 STAFF BUILDING FUND					
Opening Balance		-	-	82,311	82,311
Addition		-	-	-	-
		-	-	82,311	82,311
Transfer Income Surplus/Payment		-	-	(82,311)	(82,311)
Closing Balance		-	-	-	-
23.5 DEVELOPMENT FUND					
Opening Balance		-	-	958,977	958,977
Addition		-	-	-	-
		-	-	958,977	958,977
Transfer Income Surplus/Payment		-	-	(958,977)	(958,977)
Closing Balance		-	-	-	-
23.6 TRANSFERS FROM OTHER RESERVES TO INCOME SURPLUS					
Opening Balance		-	-	-	-
Addition		-	-	-	-
		-	-	-	-
Transfer to Income Surplus		-	-	1,690,544	1,690,544
Closing Balance		-	-	1,690,544	1,690,544
24 OCCUPANCY		134,409	134,409	91,746	91,746
25 DEPRECIATION AND AMORTISATION		1,383,213	1,383,213	1,149,758	1,150,298
26 OTHER OPERATING EXPENSES					
26.1 Staff Costs					
Salaries, Wages & Allowances		7,945,277	8,003,329	7,142,280	7,142,280
Medical Expenses		61,073	61,073	62,086	62,086
Staff Training		53,733	53,733	74,575	74,575
Others Staff Costs		1,685,163	1,685,163	1,581,398	1,581,398
		9,745,246	9,803,298	8,860,338	8,860,338

26.2 Depreciation & Amortisation

Depreciation	28	1,215,213	1,215,213	1,008,248	1,008,787
Amortisation	27	168,000	168,000	141,510	141,510
		1,383,213	1,383,213	1,149,758	1,150,298

26.3 Corporate Social Responsibility

The following funding arrangements/payments was embarked Bank/Group as its Corporate Social Responsibilities .

2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
173,600	173,600	163,130	163,130
447,200	451,700	473,912	482,912

26.4 Directors' Remuneration

The total Directors Remuneration for the year was

447,200	451,700	473,912	482,912
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26.5 Operating Costs

Repairs & Maintenance	304,027	304,027	394,406	394,406
Occupancy	134,409	134,409	168,849	168,849
Insurance	249,683	249,683	254,698	254,698
Police Guard	120,001	120,001	126,434	126,434
Generator Expenses	134,317	134,317	120,264	120,264
Electricity & Water	391,615	391,615	360,005	360,005
Audit Fees	25,800	25,800	24,750	24,750
Administrative	6,070,805	6,141,615	6,304,290	7,432,884
	7,430,657	7,501,467	7,753,696	8,882,290

27 INTANGIBLE ASSETS**27.1 BANK****27.1.1 Cost**

Balance at 1 January, 2018

Acquisitions

Balance at 31 December, 2018

Balance at 1 January, 2019

Acquisitions

Balance at 31 December, 2019

Purchased Software GH¢	Developed Software GH¢	Total GH¢
61,988	-	61,988
629,466	-	629,466
691,454	-	691,454
691,454	-	691,454
2,900	-	2,900
694,354	-	694,354

27.1.2 Amortisation and Impairment

Balance at 1 January, 2018

Amortisation for the Year

Impairment Loss

Balance at 31 December, 2018

Balance at 1 January, 2019

Amortisation for the Year

Impairment Loss

Balance at 31 December, 2019

29,748	-	29,748
141,510	-	141,510
-	-	-
171,258	-	171,258
171,258	-	171,258
168,000	-	168,000
-	-	-
339,258	-	339,258

27.1.3 Carrying Amounts

Balance at 1 January, 2018

Balance at 31 December, 2018

Balance at 31 December, 2019

32,240	-	32,240
520,196	-	520,196
355,096	-	355,096

27.2 GROUP**27.2.1 COST**

Balance at 1 January, 2018	67,880	-	67,880
Acquisitions	629,466	-	629,466
Balance at 31 December, 2018	697,346	-	697,346
Balance at 1 January, 2019	697,346	-	697,346
Acquisitions	2,900	-	2,900
Balance at 31 December, 2019	700,246	-	700,246

27.2.2 Amortisation and Impairment

Balance at 1 January, 2018	35,639	-	35,639
Amortisation for the Year	141,510	-	141,510
Impairment Loss	-	-	-
Balance at 31 December, 2018	177,149	-	177,149
Balance at 1 January, 2019	177,149	-	177,149
Amortisation for the Year	168,000	-	168,000
Impairment Loss	-	-	-
Balance at 31 December, 2019	345,149	-	345,149

27.2.3 Carrying Amounts

Balance at 1 January, 2018	32,241	-	32,241
Balance at 31 December, 2018	520,196	-	520,196
Balance at 31 December, 2019	355,096	-	355,096

28 PROPERTY, PLANT & EQUIP.**28.1 2019 BANK****28.1.1 COST**

	GH¢	GH¢	GH¢	GH¢
BALANCE	BALANCE			BALANCE
01-Dec-19	DISPOSAL	ADDITIONS		31-Dec-19
Buildings	6,399,559	(7,906)	115,902	6,507,555
Capital Works in Progress	202,559	-	56,250	258,809
Office Furn. & Fittings	1,243,062	-	94,162	1,337,224
Computers	1,360,140	-	69,943	1,430,083
Generators	319,385	-	66,303	385,688
Bungalow Fittings and Furniture	14,393	-	-	14,393
Office Equipment	1,094,390	-	36,277	1,130,667
Motor Vehicles	2,046,353	(112,047)	-	1,934,306
	12,679,839	(119,953)	438,837	12,998,723

2019 BANK**28.1.2 DEPRECIATION**

	BALANCE		CHARGED	BALANCE
	01-Dec-19	DISPOSAL	FOR YEAR	31-Dec-19
Buildings	944,094	(7,639)	319,596	1,256,051
Office Furn. & Fittings	742,971	-	142,638	885,609
Computers	1,010,558	-	246,025	1,256,583
Generators	278,296	-	26,667	304,963
Bungalow Fittings and Furniture	14,393	-	-	14,393
Office Equipment	956,524	-	111,154	1,067,678
Motor Vehicles	940,463	(84,035)	369,133	1,225,561
	4,887,300	(91,674)	1,215,213	6,010,839

28.1.3 NET BOOK VALUE

7,792,539	6,987,884
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2018 BANK
28.2 PROPERTY, PLANT & EQUIP.

28.2.1 COST

Buildings
 Capital Works in Progress
 Branch Development
 Office Furn. & Fittings
 Computers
 Generators
 Bungalow Fittings and Furniture
 Office Equipment
 Motor Vehicles

GH¢	GH¢	GH¢	GH¢
BALANCE			BALANCE
01-Jan-18	DISPOSAL	ADDITIONS	31-Dec-18
GH¢	GH¢	GH¢	GH¢
3,416,980	-	2,982,579	6,399,559
2,865,560	(2,865,560)	202,559	202,559
-	-	-	-
852,969	-	390,093	1,243,062
1,133,779	-	226,361	1,360,140
319,385	-	-	319,385
14,393	-	-	14,393
1,044,357	-	50,033	1,094,390
1,230,306	(67,272)	883,319	2,046,353
10,877,729	(2,932,832)	4,734,943	12,679,839

2018 BANK
28.2.2 DEPRECIATION

Buildings
 Office Furn. & Fittings
 Computers
 Generators
 Bungalow Fittings and Furniture
 Office Equipment
 Motor Vehicles

BALANCE	DISPOSAL	CHARGED	BALANCE
01-Jan-18		FOR YEAR	31-Dec-18
GH¢	GH¢	GH¢	GH¢
699,217	-	244,877	944,094
655,285	-	87,686	742,971
837,442	-	173,116	1,010,558
240,097	-	38,199	278,296
14,393	-	-	14,393
820,389	-	136,135	956,524
679,500	(67,272)	328,235	940,463
3,946,323	(67,272)	1,008,248	4,887,300
6,931,405			7,792,539

28.2.3 NET BOOK VALUE

2019 GROUP
28.3 PROPERTY, PLANT & EQUIP.

28.3.1 COST

Buildings
 Capital Works in Progress
 Office Furn. & Fittings
 Computers
 Generators
 Bungalow Fittings and Furniture
 Office Equipment
 Motor Vehicles

BALANCE			BALANCE
01-Jan-19	DISPOSAL	ADDITIONS	31-Dec-19
GH¢	GH¢	GH¢	GH¢
6,399,559	(7,906)	115,902	6,507,555
202,559	-	56,250	258,809
1,243,184	-	94,162	1,337,346
1,362,707	-	69,943	1,432,650
319,385	-	66,303	385,688
14,393	-	-	14,393
1,095,665	-	36,277	1,131,942
2,063,353	(112,047)	-	1,951,306
12,700,803	(119,953)	438,837	13,019,687

2019 GROUP
28.3.2 DEPRECIATION

Buildings
 Office Furn. & Fittings
 Computers
 Generators
 Bungalow Fittings and Furniture
 Office Equipment
 Motor Vehicles

BALANCE		CHARGED	BALANCE
01-Jan-19	DISPOSAL	FOR YEAR	31-Dec-19
GH¢	GH¢	GH¢	GH¢
944,094	(7,639)	319,596	1,256,051
743,092	-	142,638	885,730
1,013,125	-	246,025	1,259,150
278,296	-	26,667	304,963
14,393	-	-	14,393
957,555	-	111,154	1,068,709
957,471	(84,035)	369,133	1,242,568
4,908,026	(91,674)	1,215,213	6,031,565
7,792,777	(28,279)	(776,376)	6,988,122

28.3.3 NET BOOK VALUE

2018 GROUP		BALANCE			
28.4	PROPERTY, PLANT & EQUIP.	BALANCE			BALANCE
28.4.1	<u>COST</u>	<u>01-Jan-18</u>	<u>DISPOSAL</u>	<u>ADDITIONS</u>	<u>31-Dec-18</u>
		GH¢	GH¢	GH¢	GH¢
	Buildings	3,416,980	-	2,982,579	6,399,559
	Capital Works in Progress	2,865,560	(2,865,560)	202,559	202,559
	Office Furn. & Fittings	853,091	-	390,093	1,243,184
	Computers	1,136,346	-	226,361	1,362,707
	Generators	319,385	-	-	319,385
	Bungalow Fittings and Furniture	14,393	-	-	14,393
	Office Equipment	1,045,632	-	50,033	1,095,665
	Motor Vehicles	1,247,306	(67,272)	883,319	2,063,353
		10,898,693	(2,932,832)	4,734,943	12,700,803

2018 GROUP		BALANCE	DISPOSAL	CHARGED	BALANCE
28.4.2	<u>DEPRECIATION</u>	<u>01-Jan-18</u>		<u>FOR YEAR</u>	<u>31-Dec-18</u>
	Buildings	699,217	-	244,877	944,094
	Office Furn. & Fittings	655,406	-	87,686	743,092
	Computers	839,470	-	173,655	1,013,125
	Generators	240,097	-	38,199	278,296
	Bungalow Fittings and Furniture	14,393	-	-	14,393
	Office Equipment	821,420	-	136,135	957,555
	Motor Vehicles	696,508	(67,272)	328,235	957,471
		3,966,511	(67,272)	1,008,787	4,908,026
		6,932,182	(2,865,560)	3,726,155	7,792,777

28.4.3	NET BOOK VALUE	2019	2019	2018	2018
28.4.4	Disposal of PPE	Bank	Group	Bank	Group
		GH¢	GH¢	GH¢	GH¢
	Sale Value	183,407	183,407	-	-
	Less Cost of PPE	(119,953)	(119,953)	-	-
	Less Accumulated Depreciation of Disposed PPE	91,674	91,674	-	-
	Net Book Value	(28,279)	(28,279)	-	-
	Profit	155,128	155,128	-	-

29	IMPAIRMENT/CHARGES				
	Loan Impairment Charges	1,577,952	1,577,952	3,067,542	3,067,542
		1,577,952	1,577,952	3,067,542	3,067,542

30	DIVIDEND				
	Balance 01 January	814,438	814,438	593,284	593,284
	Approved Dividend	1,480,582	1,480,582	1,514,827	1,514,827
		2,295,019	2,295,019	2,108,111	2,108,111
	Dividend Paid Transferred to Stated Capital	-	-	(321,609)	(321,609)
	Cash	(1,271,255)	(1,271,255)	(972,064)	(972,064)
	Balance 31 December	1,023,764	1,023,764	814,438	814,438
	Dividend per Share	0.044	0.044	0.046	0.046

31	GROUP ENTITIES	Country of incorporation	Ownership Interest	Ownership Interest
	There was only Subsidiary with details as below:		2019	2018
	Ahantaman Trading Company Ltd.	Ghana	100%	100%

31.1 Intention to Liquidation of Ahataman Trading Company Ltd.

The Board has commenced processes to liquidate its only subsidiary, Ahataman Trading Company Limited and for that matter, the subsidiary's Financial Statements have not been on the Going Concern bases.

32 RELATED PARTIES**a. Transactions with Key Management Personnel**

32.1 Key Management Personnel and their immediate relatives have transacted with the Group during the period as follows:

	2019 Bank Max. Balance GH¢	2019 Bank Closing Balance GH¢	2018 Bank Max. Balance GH¢	2018 Bank Closing Balance GH¢
Mortgage Lending and Other Secured Loans	323,829	323,829	274,487	274,487
Other Loans	-	-	27,877	27,877
	323,829	323,829	302,364	302,364

32.2 Key management personnel compensation for the year comprised

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
	745,123	745,123	823,951	823,951

Short-Term Employee Benefits

The Group does not have any share options policy in place for its Executive Officers.

There were no Mortgages and therefore no Secured Loans granted over any Properties of borrowers.

No impairment losses have been recorded against balances outstanding during the period with key management personnel, and no specific allowance has been made for impairment losses on balances with Key Management Personnel and their immediate relatives at the period end.

32.3 Loans and Advances to Employees

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Balance at 1 January	2,059,205	2,059,205	1,938,658	1,938,658
Loans Advanced during the Year	501,700	501,700	823,400	823,400
Loans Repayments Received	(1,007,135)	(1,007,135)	(702,853)	(702,853)
Balance at 31 December	1,553,770	1,553,770	2,059,205	2,059,205

32.4 Loan and Advances to Directors and their Associates

The Group has entered into transactions with its directors and their Associates, Associate's Companies or Directors as follows:

	2019 Bank GH¢	2019 Group GH¢	2018 Bank GH¢	2018 Group GH¢
Gross Amount at 1 January	25,000	25,000	58,333	58,333
Interest Charged	27,000	27,000	20,000	20,000
Loans Disbursed	40,000	40,000	-	-
Cash Received	(73,701)	(73,701)	(53,333)	(53,333)
Net Movement in Overdraft Balances	-	-	-	-
Net Amount at 31 December	18,299	18,299	25,000	25,000

Included in Loans and Advances is GH¢18,299 (2018: GH¢25,000) advanced to companies in which some of the Board of Directors have interest.

Included in Deposits is approximately GH¢1,002,112 (2018:GH¢1,882,835) due to subsidiary companies in which some of the Board of Directors have interest. Interest paid on these Deposits during the year amounted to GH¢119,604 (2018:GH¢267,435).

All the transactions with the Related Parties are priced on arm's length basis and have been entered into in the normal course of business.

The related interest income in 2019 was GH¢27,000 (2018 - GH¢20,000).

32.5 List of Related Parties	Designation	Period		
		From	To/From	To
Mr. Vincent Blaychie Essien	Director	01-Jan-18	01-Jan-19	31-Dec-19
Mr. Eric Daning	Director	01-Jan-18	01-Jan-19	31-Dec-19
Hon. Ebenezer Kojo Kum	Director	01-Jan-18	01-Jan-19	31-Dec-19
Dr. Dolf Kofi Badu Sutherland	Director	01-Jan-18	01-Jan-19	31-Dec-19
Ms. Elizabeth Obeng	Director	01-Jan-18	01-Jan-19	31-Dec-19
Hon. Samuel Johnfia	Director	01-Jan-18	01-Jan-19	31-Dec-19
Mr. Anthony Peter Amissah	Director	01-Jan-18	01-Jan-19	31-Dec-19
Mr. John Papa Ekw Mensah-Woode	Director	01-Jan-18	01-Jan-19	31-Dec-19
Rt. Rev. Daniel Degraft Brace	Director	01-May-19	01-Jan-19	31-Dec-19
Ahantaman Trading Company Limited	100% Subsidiary			
Rt. Rev. Daniel Degraft Brace	Director of Subsidiary	01-Jan-18	01-Jan-19	31-Dec-19
Mr. Ebenezer Coleman	Director of Subsidiary	01-Jan-18	01-Jan-19	31-Dec-19
Mr. Anthony Peter Amissah	Director of Subsidiary	01-Jan-18	01-Jan-19	31-Dec-19

32.6 Key Management Personnel

Name	Designation	Period		
		From	To/From	To
BENJAMIN AFFUL-ESHUN	CHIEF EXECUTIVE OFFICER	01-Jan-18	01-Jan-19	31-Dec-19
SAMUEL YALLEY	HEAD OF FINANCE	01-Jan-18	01-Jan-19	31-May-19
ISAAC KOFI ASAMOA	HEAD OF FINANCE	01-Jun-19	01-Jun-19	31-Dec-19
SAMUEL AKOTO YEBOAH	HEAD OF HUMAN RESOURCE	01-Jan-18	01-Jan-19	31-Dec-19
CHRISTOPHER K. DENTU	HEAD OF BANKING OPERATIONS	01-Jan-18	01-Jan-19	31-Dec-19
AUGUSTINE N. BEAKANA	HEAD OF CREDIT	01-Jan-18	01-Jan-19	31-Dec-19
SAMUEL NYANZU ACKAH	HEAD OF INTERNAL AUDIT	01-Jan-18	01-Jan-19	31-Dec-19
JOSEPH ATO HAIZEL	HEAD OF ICT	01-Jan-18	01-Jan-19	31-Dec-19

32.7 a. Number of Shareholders

2019	2019	2018	2018
Bank	Group	Bank	Group
3,806	3,806	3,554	3,554

b. Twenty Largest Shareholders

Name	No. of Shares		%age to Total		to
	Shareholding		Total		
	2019		2018		
	Bank		Bank		
Apori Samuel Obeng	744,933	2.26	744,933	2.26	
Quartey David	584,588	1.78	584,588	1.78	
Tawiah Joseph Wilfred Kwame	549,994	1.67	549,994	1.67	
Ansah Joseph	534,276	1.62	503,419	1.53	
Essien Vincent Blaychie	510,000	1.55	467,297	1.42	
Arthur Moses Ameyaw	501,701	1.52	481,701	1.46	
Cromwell Alfred	406,278	1.23	391,573	1.19	
Mensah-Woode Ekw	366,049	1.11	366,049	1.11	
Amissah Anthony Peter	358,422	1.09	358,422	1.09	
Brace Daniel De-Graft	331,578	1.01	331,578	1.01	
Dadzie Samuel	312,753	0.95	312,753	0.95	
Amemo Stephen V.K.	300,698	0.91	300,698	0.91	
Annan-Nunoo Regina	268,920	0.82	267,450	0.81	
Acquaye Reginald	232,053	0.71	232,053	0.71	
Asante Kwame Awuah	229,945	0.70	229,945	0.70	
Awusi Isaac Sebastian	224,335	0.68	199,984	0.61	
Yalley Kojo Asua-Benya	219,222	0.67	219,222	0.67	
Kwabiah Alexander	204,606	0.62	-	-	
Afful-Eshun Benjamin	200,000	0.61	200,000	0.61	
Thompson William David Kwesi	196,413	0.60	-	-	
Obiri-Yeboah Twumasi	-	-	181,848	0.55	
Raji Abdul Rasheed P.	-	-	178,439	0.54	
	7,276,764	22.12	7,101,946	21.59	

32.8 Number of Employees

336	338	340	342
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