

GREENWICH MERCHANT BANK LIMITED

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020.



CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

As at In thousands of Nigerian Naira	GROUP		BANK	COMPANY
	Dec 31 2020	Dec 31 2019	Dec 31 2020	Dec 31 2019
Assets				
Cash and balances with Central Bank of Nigeria	658,119	-	658,119	-
Due from other banks	19,365,195	1,660,802	15,446,282	1,325,549
Financial assets at fair value through profit or loss	969,385	99,295	969,385	-
Fair value through OCI	6,584,771	5,526,125	5,002,564	3,649,161
Amortised cost	4,252,733	10,186,983	-	-
Loans and advances to customers	-	165,062	-	75,717
Other assets	1,892,474	1,829,723	1,718,809	929,381
Investment in subsidiaries	-	-	1,500,000	1,500,000
Property and equipment	513,425	552,692	507,926	543,357
Intangible assets	422,139	22,801	414,030	9,615
Deferred tax asset	69,893	134,064	-	-
Total assets	34,728,133	20,177,546	26,217,114	8,032,780
Liabilities				
Due to customers	509,804	-	509,804	-
Current tax liability	418,417	414,935	52,448	51,126
Other liabilities	7,853,773	10,265,958	269,020	55,153
Borrowings	191,468	-	191,468	-
Deferred tax liability	36,054	14,674	36,054	14,674
Total liabilities	9,009,516	10,695,567	1,058,794	120,953
Equity				
Share capital	5,294,137	2,500,000	5,294,137	2,500,000
Share premium	12,140,034	-	12,140,034	-
Retained earnings	9,557,298	9,159,952	5,885,619	5,665,381
Statutory reserve	362,245	-	362,245	-
Fair value reserve	(1,635,097)	(2,177,973)	1,476,285	(253,554)
Total equity	25,718,617	9,481,979	25,158,320	7,911,827
Total equity and liabilities	34,728,133	20,177,546	26,217,114	8,032,780

The consolidated and separate financial statements were approved by the directors on April 28, 2021.

Adewale Adeniyi
Chief Finance Officer
FRC/2012/ICAN/0000000275

Olukayode Akintunde Falowo
Chairman, Board of Directors
FRC/2014/CISN/00000007051

Bayo Rotimi
MD/CEO
FRC/2021/003/00000023171

CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME

In thousands of Nigerian Naira	GROUP		BANK	COMPANY
	2020	2019	2020	2019
Interest income on financial assets at amortised cost	985,873	107,435	887,711	31,705
Interest income on financial assets at FVTPL	33,418	-	33,418	-
Interest income on financial assets at FVOCI	229,537	168,406	2,448	-
Interest expense	(23,449)	(30,997)	(20,258)	(17,748)
Net interest income	1,225,379	244,845	903,319	13,957
Impairment charges	(150,464)	(72,672)	(94,069)	-
Net interest income after impairment charge for credit losses	1,074,915	172,173	809,247	13,957
Fee and commission income	960,389	912,791	691,023	589,755
Net gains on foreign exchange	4,154	-	-	-
Net gains on financial assets at FVTPL	262,935	720,495	261,131	720,317
Other operating income	678,106	724,810	592,393	528,954
Operating income	2,980,949	2,530,269	2,353,794	1,852,983
Personnel expenses	(822,045)	(580,386)	(541,649)	(279,973)
Depreciation of right of use assets	(101,377)	(40,368)	(96,439)	(31,444)
Amortisation of intangible assets	(20,554)	(9,711)	(15,477)	(2,199)
Other operating expenses	(740,426)	(333,481)	(418,918)	(152,549)
Operating expenses	(1,684,402)	(963,946)	(1,072,483)	(466,165)
Profit before tax	1,296,547	1,566,323	1,281,311	1,386,818
Income tax expense	(140,159)	10,964	(73,828)	(21,763)
Profit for the period	1,156,388	1,577,287	1,207,483	1,365,055
Other comprehensive income				
Items that may be reclassified subsequently to profit or loss:				
Net gains on investments in debt instruments measured at FVOCI				
Items that may not be reclassified subsequently to profit or loss:				
Net fair value gain/(loss) on financial assets at FVOCI	1,158,700	(2,177,973)	1,729,839	(253,554)
Other comprehensive income/(loss) for the year, net of taxes	1,158,700	(2,177,973)	1,729,839	(253,554)
Total comprehensive income/(loss) for the year	2,315,088	(600,685)	2,937,322	1,111,501
Basic/diluted earnings per share (kobo)	22	63	23	55

Reports on the Resolution of Customers' Complaints

Below is a breakdown of Complaints received and resolved by the Bank during the year ended 31 December 2020 pursuant to CBN circular dated August 16, 2011

Description	Number	Amount Claimed (N'000)	Amount Refunded (N'000)
Pending Complaints brought forward from prior year	NIL	NIL	NIL
Received Complaints	NIL	NIL	NIL
Resolved Complaints	NIL	NIL	NIL
Unresolved Complaints escalated to CBN for intervention	NIL	NIL	NIL
Unresolved Complaints pending with the Bank carried forward	NIL	NIL	NIL

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

REPORT ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Opinion

The summary consolidated and separate financial statements (the "summary financial statements"), which comprise the summary consolidated and separate statements of financial position as at 31 December 2020 and the summary consolidated and separate statements of comprehensive income for the year then ended are derived from the audited consolidated and separate financial statements (the "audited financial statements") of Greenwich Merchant Bank Limited ("the Bank") and its subsidiary companies (together the "Group") for the year ended 31 December 2020.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements, in accordance with the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

Summary financial statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act, the Financial Reporting Council of Nigeria Act, the Banks and Other Financial Institution Act and other relevant Central Bank of Nigeria circulars applied in the preparation of the audited financial statements of the Group and Bank. Therefore, reading the summary financial statements and the auditor's report thereon, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 4 June 2021. That report also includes the communication of key audit matters.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements in accordance with the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), 'Engagements to Report on Summary Financial Statements'.

Report on other legal and regulatory requirements

In accordance with our full audit report, we confirm that:

- we did not report any exceptions under the sixth schedule of the Companies and Allied Matters Act;
- the Bank has disclosed the information required by the Central Bank of Nigeria circular on insider related credits;
- the Bank did not pay penalties in respect of contraventions of the Banks and Other Financial Institutions Act and relevant circulars issued by the Central Bank of Nigeria during the period ended 31 December 2020.

For: **PricewaterhouseCoopers**
Chartered Accountants
Lagos, Nigeria



Engagement Partner: Obioma Ubah
FRC/2013/ICAN/0000002002

4 June 2021

The statement of financial position, statement of comprehensive income, statement of changes in equity, report of the independent auditor and specific disclosures are published in compliance with the requirements of S.27 of the Banks and Other Financial Institutions Act. The information disclosed have been extracted from the full financial statements of the bank and the group and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the bank and the group as the full financial statements. Copy of the full financial statements can be obtained from the Registrars of the bank.