

Financial statements

Statements of financial position (unaudited)

As at 31 March 2015

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2015	Group Dec-2014	Parent Mar-2015	Parent Dec-2014
Assets					
Cash and cash equivalents	4, 8, 17	305,084,392	246,939,868	203,820,058	161,778,647
Loans and advances to banks	4, 8, 18	23,391	5,695,592	23,391	30,815
Loans and advances to customers	4, 8, 19	1,300,489,463	1,275,681,135	1,206,527,905	1,182,393,874
Financial assets held for trading	4, 8, 20	10,666,465	9,415,919	4,435,369	5,675,545
Derivative financial assets	21	-	529,732	-	529,732
Investment securities:					
– Available for sale	4, 8, 22	375,909,830	344,701,935	345,804,725	317,749,878
– Held to maturity	4, 8, 22	28,551,747	35,160,640	4,659,288	4,511,342
Assets pledged as collateral	4, 8, 23	50,069,553	39,179,198	50,069,553	39,173,640
Investment in subsidiaries	24	-	-	40,130,284	40,130,284
Property and equipment	25	77,951,397	76,236,447	69,305,727	68,042,098
Intangible assets	26	12,789,017	12,516,219	2,584,143	2,417,700
Deferred tax assets		2,118,012	2,358,280	-	-
Restricted deposits and other assets	27	321,131,236	307,461,561	306,572,656	304,174,757
Total assets		2,484,784,503	2,355,876,526	2,233,933,099	2,126,608,312
Liabilities					
Deposits from banks	4, 8, 28	37,293,134	31,661,622	94,260	143,713
Deposits from customers	4, 8, 29	1,651,229,458	1,618,208,194	1,467,295,657	1,439,522,070
Financial liabilities held for trading	4, 8, 30	6,095,398	-	6,095,398	-
Derivative financial liabilities	21	-	253,374	-	253,374
Other liabilities	8, 32	78,954,429	57,200,461	62,048,194	47,714,495
Current income tax liabilities	15	16,731,029	11,208,907	17,800,266	12,657,634
Deferred tax liabilities		4,509,030	4,391,668	4,327,742	3,955,805
Debt securities issued	4, 8, 31	182,469,051	167,321,207	-	-
Other borrowed funds	4, 8, 34	149,914,935	91,298,545	324,912,031	252,830,895
Total liabilities		2,127,196,464	1,981,543,978	1,882,573,548	1,757,077,986

Statements of financial position (Continued)
As at 31 March 2015

<i>In thousands of Nigerian Naira</i>	Notes	Group Mar-2015	Group Dec-2014	Parent Mar-2015	Parent Dec-2014
Equity	35				
Capital and reserves attributable to equity holders of the parent entity					
Share capital		14,715,590	14,715,590	14,715,590	14,715,590
Share premium		123,471,114	123,471,114	123,471,114	123,471,114
Treasury shares		(3,987,575)	(3,987,575)	-	-
Retained earnings		32,081,369	61,043,431	31,871,306	58,442,378
Other components of equity		185,260,631	173,410,666	181,301,541	172,901,244
		351,541,129	368,653,226	351,359,551	369,530,326
Non-controlling interests in equity		6,046,910	5,679,322	-	-
Total equity		357,588,039	374,332,548	351,359,551	369,530,326
Total equity and liabilities		2,484,784,503	2,355,876,526	2,233,933,099	2,126,608,312

Approved by the Board of Directors on 15 April 2015:



Chief Financial Officer
Banji Adeniyi
FRC/2013/ICAN/00000004318



Deputy Managing Director
Cathy Echezo
FRC/2013/ICAN/00000001319



Group Managing Director
Segun Agbaje
FRC/2013/CIBN/00000001782

The accompanying notes are an integral part of these financial statements

Income statements (unaudited)

For the period ended 31 March 2015

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2015	Group Mar-2014	Parent Mar-2015	Parent Mar-2014
Interest income	4	54,951,283	48,527,952	49,436,751	43,729,786
Interest expense	5	(15,788,153)	(13,789,562)	(13,957,653)	(12,226,950)
Net interest income		39,163,130	34,738,390	35,479,098	31,502,836
Loan impairment charges	6	(3,526,454)	(1,275,637)	(3,501,055)	(1,114,397)
Net interest income after loan impairment charges		35,636,676	33,462,753	31,978,043	30,388,439
Fee and commission income	7	12,430,468	12,368,190	10,625,486	10,671,808
Fee and commission expense	8	(864,004)	(638,478)	(775,356)	(551,536)
Net fee and commission income		11,566,464	11,729,712	9,850,130	10,120,272
Net gains/(losses) on financial instruments classified as held for trading	9	11,579,420	6,299,369	10,585,832	5,538,821
Other income	10	54,463	381,929	37,167	333,477
Personnel expenses	11	(6,715,589)	(6,611,623)	(5,087,973)	(5,108,728)
General and administrative expenses	12	(7,334,788)	(6,233,923)	(6,576,548)	(5,458,074)
Operating lease expenses		(368,334)	(244,127)	(177,106)	(160,234)
Depreciation and amortization	13	(3,117,078)	(2,732,198)	(2,727,549)	(2,572,040)
Other operating expenses	14	(8,648,436)	(8,045,888)	(7,631,223)	(7,055,437)
Profit before income tax		32,652,798	28,006,004	30,250,773	26,026,496
Income tax expense	15	(6,088,914)	(4,895,552)	(5,142,632)	(4,424,506)
Profit for the period		26,563,884	23,110,452	25,108,141	21,601,990
Profit attributable to:					
Equity holders of the parent entity		26,372,352	22,863,815	25,108,141	21,601,990
Non-controlling interests		191,532	246,637	-	-
		26,563,884	23,110,452	25,108,141	21,601,990

Earnings per share for the profit from continuing operations attributable to the equity holders of the parent entity during the period (expressed in naira per share):

- Basic	16	0.94	0.81	0.85	0.73
- Diluted	16	0.94	0.81	0.85	0.73

The accompanying notes are an integral part of these financial statements

Statements of comprehensive income (unaudited)

For the period ended 31 March 2015

<i>In thousands of Nigerian Naira</i>	<i>Note:</i>	Group Mar-2015	Group Mar-2014	Parent Mar-2015	Parent Mar-2014
Profit for the period		26,563,884	23,110,452	25,108,141	21,601,990
Other comprehensive income:					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>					
Actuarial gains and losses		-	-	-	-
Income tax relating to actuarial gains and losses		-	-	-	-
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<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>					
Foreign currency translation differences for foreign operations		236,214	(3,294,934)	-	-
Income tax relating to Foreign currency translation differences for foreign operations	15	(70,864)	988,480	-	-
Net change in fair value of available for sale financial assets		961,469	(377,690)	1,239,793	(184,419)
Income tax relating to Net change in fair value of available for sale financial assets	15	(288,441)	113,307	(371,938)	55,326
		838,378	(2,570,837)	867,855	(129,093)
Other comprehensive income for the period, net of tax		838,378	(2,570,837)	867,855	(129,093)
Total comprehensive income for the period		27,402,262	20,539,615	25,975,996	21,472,897
Total comprehensive income attributable to:					
Equity holders of the parent entity		27,034,674	20,469,758	25,975,996	21,472,897
Non-controlling interests		367,588	69,857	-	-
Total comprehensive income for the period		27,402,262	20,539,615	25,975,996	21,472,897

The accompanying notes are an integral part of these financial statements

Consolidated Statement of Changes in Equity (unaudited)
March 2015
Group

<i>In thousands of Nigerian Naira</i>	Share capital	Share premium	Regulatory risk reserve	Statutory reserves	Treasury shares	Fair value reserve	Foreign currency translation reserve	Retained earnings	Non-controlling interest	Total equity
Balance at 1 January 2015	14,715,590	123,471,114	28,540,673	148,413,152	(3,987,575)	127,688	(3,670,847)	61,043,431	5,679,322	374,332,548
Total comprehensive income for the period:										
Profit for the period	-	-	-	-	-	-	-	26,372,352	191,532	26,563,884
Other comprehensive income, net of tax										
Foreign currency translation difference	-	-	-	-	-	-	(10,706)	-	176,056	165,350
Actuarial gains	-	-	-	-	-	-	-	-	-	-
Fair value adjustment	-	-	-	-	-	673,028	-	-	-	673,028
Total other comprehensive income	-	-	-	-	-	673,028	(10,706)	-	176,056	838,378
Total comprehensive income	-	-	-	-	-	673,028	(10,706)	26,372,352	367,588	27,402,262
Transactions with equity holders, recorded directly in equity:										
Transfers for the period	-	-	444,406	10,743,237	-	-	-	(11,187,643)	-	-
Dividend to equity holders	-	-	-	-	-	-	-	(44,146,771)	-	(44,146,771)
Total transactions with equity holders	-	-	444,406	10,743,237	-	-	-	(55,334,414)	-	(44,146,771)
Balance at 31 March 2015	14,715,590	123,471,114	28,985,079	159,156,389	(3,987,575)	800,716	(3,681,553)	32,081,369	6,046,910	357,588,039

Consolidated Statement of Changes in Equity (unaudited)
Mar-2014
Group

<i>In thousands of Nigerian Naira</i>	Share capital	Share premium	Regulatory risk reserve	Statutory reserves	Treasury shares	Fair value reserve	Foreign currency translation reserve	Retained earnings	Non-controlling interest	Total equity
Balance at 1 January 2014	14,715,590	123,471,114	17,075,575	118,309,456	(2,046,714)	3,025,907	(2,486,577)	55,205,142	5,083,577	332,353,070
Total comprehensive income for the period:										
Profit for the period	-	-	-	-	-	-	-	22,863,815	246,637	23,110,452
Other comprehensive income, net of tax										
Foreign currency translation difference	-	-	-	-	-	-	(2,129,674)	-	(176,780)	(2,306,454)
Actuarial losses	-	-	-	-	-	-	-	-	-	-
Fair value adjustment	-	-	-	-	-	(264,383)	-	-	-	(264,383)
Total other comprehensive income	-	-	-	-	-	(264,383)	(2,129,674)	-	(176,780)	(2,570,837)
Total comprehensive income	-	-	-	-	-	(264,383)	(2,129,674)	22,863,815	69,857	20,539,615
Transactions with equity holders, recorded directly in equity:										
Transfers for the period	-	-	513,602	6,637,246	-	-	-	(7,150,848)	-	-
Total transactions with equity holders	-	-	513,602	6,637,246	-	-	-	(7,150,848)	-	-
Balance at 31 March 2014	14,715,590	123,471,114	17,589,177	124,946,702	(2,046,714)	2,761,524	(4,616,251)	70,918,109	5,153,434	352,892,685

Statement of Changes in Equity (unaudited)

March 2015

Parent

In thousands of Nigerian Naira

	Share capital	Share premium	Regulatory risk reserve	Statutory reserves	Fair value reserve	Retained earnings	Non-controlling interest	Total equity
Balance at 1 January 2015	14,715,590	123,471,114	28,349,056	144,619,327	(67,139)	58,442,378	-	369,530,326
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	-	25,108,141	-	25,108,141
Other comprehensive income, net of tax								
Fair value adjustment	-	-	-	-	867,855	-	-	867,855
Total other comprehensive income	-	-	-	-	867,855	-	-	867,855
Total comprehensive income	-	-	-	-	867,855	25,108,141	-	25,975,996
Transactions with equity holders, recorded directly in equity:								
Transfers for the period	-	-	-	7,532,442	-	(7,532,442)	-	-
Dividend to equity holders	-	-	-	-	-	(44,146,771)	-	(44,146,771)
Total transactions with equity holders	-	-	-	7,532,442	-	(51,679,213)	-	(44,146,771)
Balance at 31 March 2015	14,715,590	123,471,114	28,349,056	152,151,769	800,716	31,871,306	-	351,359,551

Statement of Changes in Equity (unaudited)
Mar-2014
Parent
In thousands of Nigerian Naira

	Share capital	Share premium	Regulatory risk reserve	Other regulatory reserves	Fair value reserve	Retained earnings	Total equity
Balance at 1 January 2014	14,715,590	123,471,114	16,900,397	116,589,846	2,890,617	55,079,117	329,646,681
Total comprehensive income for the period:							
Profit for the period	-	-	-	-	-	21,601,990	21,601,990
Other comprehensive income, net of tax							
Foreign currency translation difference	-	-	-	-	-	-	-
Actuarial losses	-	-	-	-	-	-	-
Fair value adjustment	-	-	-	-	(129,093)	-	(129,093)
Total other comprehensive income	-	-	-	-	(129,093)	-	(129,093)
Total comprehensive income	-	-	-	-	(129,093)	21,601,990	21,472,897
Transactions with equity holders, recorded directly in equity:							
Transfers for the period	-	-	-	6,480,597	-	(6,480,597)	-
Dividend to equity holders	-	-	-	-	-	-	-
Total transactions with equity holders	-	-	-	6,480,597	-	(6,480,597)	-
Balance at 31 March 2014	14,715,590	123,471,114	16,900,397	123,070,443	2,761,524	70,200,510	351,119,578

Statements of cash flows (unaudited)

For the period ended 31 March 2015

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2015	Group Mar-2014	Parent Mar-2015	Parent Mar-2014
Cash flows from operating activities					
Profit for the period		26,563,884	23,110,452	25,108,141	21,601,990
Adjustments for:					
Depreciation of property and equipment	13, 25	2,720,127	2,457,624	2,507,083	2,374,838
Amortisation of Intangibles		396,951	274,574	220,466	197,202
Gain on disposal of property and equipment		(43,006)	(45,557)	(41,745)	(44,264)
Impairment on financial assets		3,648,629	1,346,899	3,501,055	1,114,397
Net interest income		(39,163,130)	(34,738,390)	(35,479,098)	(31,502,836)
Fair value changes and foreign exchange gains		(5,748,628)	(2,775,109)	(5,579,741)	(2,603,930)
Derivatives fair value changes		276,358	166,218	276,358	166,218
Dividend received		-	(4,378)	-	(4,378)
Income tax expense	15	6,088,914	4,895,552	5,142,632	4,424,506
Other non-cash items		(3,016,857)	(2,795,761)	(3,034,449)	(2,801,800)
		(8,276,758)	(8,107,876)	(7,379,298)	(7,078,057)
Changes in:					
Financial assets held for trading		(1,334,653)	6,300,532	1,240,176	6,757,654
Assets pledged as collateral		(10,890,640)	(11,317,628)	(10,895,913)	(11,319,361)
Loans and advances to banks		5,801,213	(1,217,850)	7,424	-
Loans and advances to customers		27,665,315	(5,143,579)	16,039,189	(6,483,265)
Restricted deposits and other assets		(5,541,260)	(53,883,020)	5,388,919	(49,027,139)
Deposits from banks		4,351,404	638,937	(49,453)	(43,134)
Deposits from customers		3,137,479	50,771,000	9,619	45,938,314
Financial liabilities held for trading		6,095,398	-	6,095,398	-
Other liabilities		11,310,150	26,156,977	3,833,012	22,610,667
		40,594,406	12,305,369	21,668,371	8,433,736
Interest received		53,460,460	49,382,550	47,945,928	44,584,383
Interest paid		(11,262,880)	(11,404,127)	(9,432,380)	(9,841,515)
		74,515,228	42,175,916	52,802,621	36,098,547
Income tax paid		(496,378)	(440,833)	-	-
Net cash/(used in) provided by operating activities		74,018,850	41,735,083	52,802,621	36,098,547

Statements of cash flows (continued)

For the period ended 31 March 2015

<i>In thousands of Nigerian Naira</i>	Notes	Group Mar-2015	Group Mar-2014	Parent Mar-2015	Parent Mar-2014
Cash flows from investing activities					
Sale of investment securities		259,508,563	271,293,117	259,508,563	271,293,117
Purchase of investment securities		(281,820,293)	(284,650,294)	(286,471,563)	(271,545,839)
Dividends received		-	4,378	-	4,378
Purchase of property and equipment	25	(4,370,455)	(4,249,609)	(3,752,152)	(2,663,116)
Proceeds from the sale of property and equipment		173,606	1,296,328	76,804	54,905
Purchase of intangible assets	26	(613,659)	(558,178)	(386,910)	(392,120)
Net cash provided by/(used in) investing activities		(27,122,238)	(16,864,258)	(31,025,258)	(3,248,675)
Cash flows from financing activities					
Increase in debt securities issued		3,323,783	2,620,792	-	-
Repayment of long term borrowings		(14,990,193)	(1,182,278)	(1,950,020)	-
Increase in long term borrowings		59,328,625	(1,375,522)	59,328,625	4,724,245
Finance lease repayments		(451,116)	(148,864)	(192,621)	(148,864)
Dividends paid to owners	36	(44,146,771)	-	(44,146,771)	-
Net cash provided by financing activities		3,064,328	(85,872)	13,039,213	4,575,381
Net (decrease) /increase in cash and cash equivalents		49,960,940	24,784,953	34,816,576	37,425,253
Cash and cash equivalents at beginning of period		246,939,868	307,395,676	161,778,647	228,609,551
Effect of exchange rate fluctuations on cash held		8,183,583	(3,913)	7,224,835	2,603,933
Cash and cash equivalents at end of the period		305,084,391	332,176,716	203,820,058	268,638,737

The accompanying notes are an integral part of these financial statements