

## CORONATION MERCHANT BANK LIMITED

## AUDITED REPORTS FOR THE YEAR ENDED DECEMBER 31, 2022

The Board of Directors of Coronation Merchant Bank announces the Bank's audited results for the year ended December 31, 2022

CORONATION MERCHANT BANK LIMITED  
STATEMENT OF FINANCIAL POSITION

	31 Dec 2022 ₦'000	31 Dec 2021 ₦'000
<b>Assets</b>		
Cash and balances with banks	38,385,132	13,003,129
Due from financial institutions	6,255,393	11,588,361
Non pledged trading assets	8,909,633	16,579,573
Derivative financial assets	1,320,540	3,381,961
Investment securities	149,501,685	64,046,328
Pledged assets	21,640,509	69,892,088
Loans and advances to customers	186,105,656	151,223,003
Other assets	107,637,125	131,520,125
Right of use assets	250,808	35,948
Intangible assets	1,589,047	1,417,354
Property and equipment	6,709,812	6,788,859
Deferred tax assets	4,310,358	4,489,196
<b>Total assets</b>	<b>532,615,698</b>	<b>473,965,925</b>
<b>Liabilities</b>		
Due to financial institutions	105,959,982	44,795,696
Due to customers	211,726,915	177,359,031
Non pledged trading liabilities	11,074,950	27,828
Commercial paper liabilities	8,257,130	55,355,146
Subordinated liabilities	24,918,279	24,860,099
Other borrowings	9,037,329	8,405,291
Derivative financial liabilities	980,424	3,332,522
Current tax liabilities	286,434	246,453
Other liabilities	128,386,776	119,782,644
<b>Total liabilities</b>	<b>500,628,219</b>	<b>434,164,710</b>
<b>Equity</b>		
Share capital	5,101,052	5,050,546
Share premium	3,812,925	3,655,348
Retained earnings	6,378,807	16,479,948
Statutory reserve	8,665,909	8,665,909
Fair value reserve	3,775,869	2,400,379
Regulatory risk reserve	4,252,917	3,549,085
<b>Total equity</b>	<b>31,987,479</b>	<b>39,801,215</b>
<b>Total equity and liabilities</b>	<b>532,615,698</b>	<b>473,965,925</b>

The financial statements were approved by the board of directors on 30 March 2023. Signed on behalf of the directors by:

Babatunde Folawiyi  
CHAIRMAN  
FRC/2014/NBA/00000006371

Banjo Adegbohunge  
Managing Director/CEO  
FRC/2019/CIBN/00000019814

Chukwukadibia Okoye  
CHIEF FINANCIAL OFFICER  
FRC/2016/ICAN/00000014293

Additional certification by:

CORONATION MERCHANT BANK LIMITED  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	31 Dec 2022 ₦'000	31 Dec 2021 ₦'000
Interest income	33,531,351	34,107,042
Interest expense	(37,963,641)	(33,107,688)
<b>Net interest income</b>	<b>(4,432,290)</b>	<b>999,354</b>
Impairment writeback/(charge) on financial instruments	164,369	(503,923)
<b>Net Interest income after impairment charges</b>	<b>(4,267,921)</b>	<b>495,431</b>
Fee and commission income	2,588,953	1,982,983
Net income from other financial instruments at FVTPL	1,056,225	1,813,122
Net trading income	234,785	5,643,437
Other operating income	510,513	404,229
Personnel expenses	(2,147,849)	(2,138,720)
Other operating expenses	(6,256,621)	(5,404,484)
<b>Profit before tax</b>	<b>(8,281,915)</b>	<b>2,795,998</b>
Taxation	(509,328)	(788,886)
<b>Profit for the year</b>	<b>(8,791,243)</b>	<b>2,007,112</b>
<i>Other Comprehensive Income (OCI) net of income tax:</i>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
<i>Items that will not be subsequently reclassified to the income statement:</i>		
- Fair value changes on equity investments during the year	258,042	1,914,319
<i>Items that may be subsequently reclassified to the income statement:</i>		
- Fair value changes on debt investments during the year	1,117,448	(2,564,969)
<b>Other comprehensive profit / (loss), net of related tax effects</b>	<b>1,375,490</b>	<b>(650,650)</b>
<b>Total comprehensive income for the year</b>	<b>(7,415,753)</b>	<b>1,356,462</b>
<b>Earnings per share attributable to ordinary shareholders</b>		
-continuing operations		
Basic/diluted (kobo)	(173)	40

## INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Coronation Merchant Bank Ltd.

## Report on the Summary Financial Information

## Opinion

The summary financial information, which comprise:

- the statement of financial position as at 31 December, 2022;

- the statement of profit or loss and other comprehensive income ; are derived from the audited financial statements of Coronation Merchant Bank Ltd for the year ended December 31, 2022.

In our opinion, the accompanying summary financial information are consistent, in all material respects, with the audited financial statements, in accordance with the Companies and Allied Matters Act (CAMA), 2020 and, the Banks and Other Financial Institutions Act, 2020.

## Summary Financial Information

The summary financial information do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act (CAMA), 2020, the Financial Reporting Council of Nigeria Act, 2011 and the Banks and Other Financial Institutions Act, 2020 and other relevant Central Bank of Nigeria guidelines and circulars. Reading the summary financial information and the auditor's report thereon, therefore, 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 20 April 2023. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

## Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act (CAMA), 2020, and the Banks and Other Financial Institutions Act, 2020.

## Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial information 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

Compliance with the requirements of Schedule 5 of the Companies and Allied Matters Act (CAMA), 2020

i. We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purpose of our audit.

ii. In our opinion, proper books of account have been kept by the Bank, so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us.

iii. The Bank's statement of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of account and returns.

Compliance with Section 26 (3) of the Banks and the other Financial Institutions Act, 2020 and Central Bank of Nigeria circular BSD/1/2004

i. The Bank did not pay any penalty during the year ended 31 December 2022.

ii. Related party transactions and balances are disclosed in note 37 to the financial statements in compliance with the Central Bank of Nigeria circular BSD/1/2004

Signed:

Nneka Eluma, FCA  
FRC/2013/ICAN/00000000785  
For: KPMG Professional Services  
Chartered Accountants  
20 April 2023  
Lagos, Nigeria

