

CORONATION MERCHANT BANK LIMITED
STATEMENT OF FINANCIAL POSITION

	31 Dec 2021 N'000	31 Dec 2020 N'000
Assets		
Cash and balances with banks	13,003,129	12,773,734
Due from financial institutions	11,588,361	35,806,050
Non pledged trading assets	16,579,573	10,343,935
Derivative financial assets	3,381,961	5,500,493
Investment securities	64,046,328	108,219,301
Pledged assets	69,892,088	16,104,307
Loans and advances to customers	151,223,003	122,682,497
Other assets	131,520,125	87,952,775
Right of use assets	35,948	53,994
Intangible assets	1,417,354	1,116,582
Property and equipment	6,788,859	6,586,596
Deferred tax assets	4,489,196	5,050,346
Total assets	473,965,925	412,190,610
Liabilities		
Due to financial institutions	44,795,696	52,319,291
Due to customers	177,359,031	195,161,465
Non pledged trading liabilities	27,828	4,643
Commercial paper liabilities	55,355,146	8,887,242
Subordinated liabilities	24,860,099	24,806,884
Other borrowings	8,405,291	-
Derivative financial liabilities	3,332,522	5,429,271
Current tax liabilities	246,453	166,568
Other liabilities	119,782,644	85,303,814
Total liabilities	434,164,710	372,079,178
Equity		
Share capital	5,050,546	5,050,546
Share premium	3,655,348	3,655,348
Statutory reserve	8,665,908	8,364,841
Fair value reserve	2,400,379	3,051,029
Regulatory risk reserve	3,549,085	3,577,093
Retained earnings	16,479,949	16,412,575
Total equity	39,801,215	40,111,432
Total equity and liabilities	473,965,925	412,190,610

The financial statements were approved by the board of directors on 17 March 2022. Signed on behalf of the directors by:

Babatunde Folawiyo
CHAIRMAN
FRC/2014/NBA/0000006371

Additional certification by:

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

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

CORONATION MERCHANT BANK LIMITED
STATEMENT OF COMPREHENSIVE INCOME

	31 Dec 2021 N'000	31 Dec 2020 N'000
Interest income	34,107,042	19,275,207
Interest expense	(33,107,688)	(15,269,476)
Net interest income	999,354	4,005,731
Impairment charge on financial instruments	(503,923)	(229,203)
Net Interest income after impairment charges	495,431	3,776,528
Fee and commission income	1,982,983	1,884,587
Net income from other financial instruments at FVTPL	1,813,122	130,926
Net trading income	5,643,437	5,679,623
Other operating income	404,229	387,183
Personnel expenses	(2,138,720)	(1,833,629)
Other operating expenses	(5,404,484)	(4,240,796)
Profit before tax	2,795,998	5,784,422
Taxation	(788,886)	(743,758)
Profit for the year	2,007,112	5,040,664
<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	1,914,319	2,260,841
Items that may be subsequently reclassified to the income statement:		
- Fair value changes on debt investments during the year	(2,564,969)	(92,222)
Other comprehensive profit / (loss), net of related tax effects	(650,650)	2,168,619
Total comprehensive income for the year	1,356,462	7,209,283
Earnings per share attributable to ordinary shareholders		
-continuing operations		
Basic/diluted (kobo)	40	100

The statement of financial position, statement of comprehensive income, 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 cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the bank as the full financial statements. Copies of the full financial statements can be obtained from the Bank. In line with Central Bank of Nigeria (CBN) circular referenced FPR/DIR/CIR/GEN/01/020, the Bank received, processed and resolved 156 (2020: 116) customer complaints during the year. The Bank paid N1,000,000 (2020: N4,875,000) penalty.

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, 2021;
- 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, 2021.

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.

Other Matter

The financial statements of the Bank as at and for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on the financial statements on 22 February 2021.

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 1 April 2022. 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

- 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.
- In our opinion, proper books of account have been kept by the Bank, so far as appears from our examination of those books.
- 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

- The Bank paid a penalty in respect of a contravention of the Securities and Exchange Commission regulations during the year ended 31 December 2021. Details of penalty paid are disclosed in note 40 to the financial statements.
- 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/0000000785
For: KPMG Professional Services
Chartered Accountants
1 April 2022
Lagos, Nigeria

