

SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

The Directors are pleased to present the summary financial information of AB Microfinance Bank Nigeria Limited for the year ended 31 December 2023. These summary financial information are derived from the full financial statements for the year ended 31 December 2023, and are not the full financial statements of the Bank. The Bank's Independent Auditors issued an unqualified audit opinion on the full financial statements for the year ended 31 December 2023 from which these summary financial information were derived.

SUMMARY STATEMENT OF FINANCIAL POSITION

AS AT	31 December	31 December
<i>in thousands of Nigerian Naira</i>	2023	2022
Assets		
Cash and cash equivalents	4,401,086	3,739,860
Financial asset at amortized cost	1,176,223	941,624
Loan and advances to customers	27,540,744	25,886,581
Other financial asset	318,932	271,757
Other non-financial asset	1,155,845	787,403
Prepaid software	92,913	90,637
Investment in subsidiary	1,000	1,000
Property, plant and equipment	723,321	567,521
Deferred tax asset	394,174	114,517
Total Assets	35,804,238	32,400,900
Liabilities		
Customer deposit	17,412,654	12,936,612
Borrowings	7,692,776	9,114,964
Provisions	19,000	19,000
Other financial liabilities	4,206,181	2,052,263
Current income tax payable	105,455	961,641
Total liabilities	29,436,066	25,084,480
Capital and Reserves		
Share capital	2,100,000	2,100,000
Statutory reserve	2,052,536	2,052,536
Retained earnings	2,214,168	3,163,884
Regulatory risk reserve	1,468	-
Total equity attributable to owners	6,368,172	7,316,420
Total liabilities and equity	35,804,238	32,400,900

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED	31 December	31 December
<i>in thousands of Nigerian Naira</i>	2023	2022
Interest income calculated using the effective interest method	13,635,892	12,593,304
Interest expense	(3,844,621)	(2,477,757)
Net interest income	9,791,271	10,115,548
Impairment charge for loan losses	(883,687)	(749,440)
Net interest income after impairment charge	8,907,584	9,366,107
Fee and commission income	440,609	447,912
Fee and commission expense	(101,043)	(146,145)
Net fee and commission income	339,566	301,767
Result from foreign exchange operations	(839,542)	(68,122)
Other operating income	77,691	55,294
Net non-interest income or loss	(422,329)	274,656
Net operating income	8,485,255	9,640,763
Personnel expenses	(4,754,869)	(4,206,528)
Depreciation and amortization	(468,557)	(332,490)
Other Operating expenses	(4,413,483)	(2,426,403)
Total operating expenses	(9,636,864)	(6,951,142)
(Loss)/profit before income tax	(1,151,609)	2,689,621
Current income tax expense	(76,291)	(961,608)
Income tax credit	279,658	208,117
(Loss)/profit for the year	(948,242)	1,936,130
Other Comprehensive Income/(loss):		
Item that may not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified to profit or loss, net of tax	-	-
Other comprehensive income, net of tax:	-	-
Total other comprehensive (loss)/income for the year	(948,242)	1,936,130
(Loss)/Earnings per share	-45%	92%

The full financial statements were approved by the Board of Directors on 26 March 2024 and signed on its behalf by:

Mr. Pawel Wodz
Managing Director
(FRC/2022/PRO/DIR/003/000023288)

Mr. Abayomi Ayodabo
Director
(FRC/2022/PRO/DIR/003/408319)

Mr. Avoimoh Daniel
Chief Finance Officer
(FRC/2021/001/00000023942)

INDEPENDENT AUDITORS' REPORT ON SUMMARY FINANCIAL STATEMENTS

To the Shareholders of AB Microfinance Bank Nigeria Limited

Deloitte.

Opinion

The summary financial statements of AB Microfinance Bank Nigeria Limited which comprise the statement of financial position as at 31 December 2023, the summary statement of profit or loss and other comprehensive income for the year then ended are derived from the audited financial statements of AB Microfinance Bank Nigeria Limited for the year ended 31 December 2023.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of AB Microfinance Bank Limited, in accordance with the requirements of Section 399 of the Companies and Allied Matters Act, 2020 for abridged reports, Banks and Other Financial Institutions Act 2020 and the Financial Reporting Council of Nigeria (Amendment) Act, 2023 as applicable to summary financial statements.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the IFRS Accounting Standards as issued by the International Accounting Standards Board, Banks and Other Financial Institution Act 2020, circulars and guidelines issued by the Central Bank of Nigeria (CBN), the Financial Reporting Council of Nigeria (Amendment) Act, 2023 and the requirements of the Companies and Allied Matters Act, 2020 as applicable to annual financial statements. Therefore, reading the summary financial statements and the auditor's report thereon is not a substitute for reading the audited financial statements of AB Microfinance Bank Limited and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effect of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on those financial statements in our report dated 22 March, 2024. That report also includes the communication of the key audit matter as described in the auditor's report on the financial statements.

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 year.

Auditors' Responsibility for the Summary Financial Statements

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 the International Standards on Auditing (ISA) 810 (Revised), "Engagement to report on Summary Financial Statements".

Report on Other Legal and Regulatory Requirements

The microfinance bank complied with the Fifth Schedule of the Companies and Allied Matters Act accordance.

In accordance with circular BSD/1/2004 issued by the Central Bank of Nigeria, details of insider related credits are as disclosed in the notes to the financial statements.

No contravenentions of the Banks and Other Financial Institutions Act 2020, circulars and guidelines issued by the Central Bank of Nigeria was brought to our attention.


Joshua Ojo, FCA
FRC/2013/PRO/ICAN/001/0000000849
For: Deloitte & Touche
Lagos, Nigeria.

26 February 2025



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 Section 399 of the Companies and Allied Matters Act 2020, as applicable to abridged reports, Banks and Other Financial Institution Act 2020, circulars and guidelines issued by the Central Bank of Nigeria (CBN) and the Financial Reporting Council of Nigeria (Amendment) Act 2023 as applicable to summary financial statements.

The Companies and Allied Matters Act require abridged reports to be prepared in accordance with the framework concepts and the measurement and recognition requirements of the IFRS Accounting Standards as issued by the International Accounting Standards Board.