



# AB Microfinance Bank NIGERIA

RC No: 747760

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	2017 N'000	2016 N'000
<b>ASSETS</b>		
Cash and cash equivalents	378,770	416,496
Due from banks	1,360,232	3,711,788
Derivative financial assets	-	17,449
Financial assets available-for-sale	140,691	115,824
Loans and advances to customers	9,270,957	10,344,542
Other financial assets	192,995	107,326
Other non-financial assets	372,041	420,474
Intangible assets	86,253	126,916
Property, plant and equipment	226,566	203,945
Deferred income tax asset	249,010	459,824
<b>TOTAL ASSETS</b>	<b>12,277,515</b>	<b>15,924,585</b>
<b>LIABILITIES</b>		
Customer accounts	2,261,465	2,189,875
Borrowings	5,363,274	9,153,077
Derivative financial liabilities	-	342,586
Provisions	57,189	54,479
Deferred income tax liability	61,917	41,174
Other financial liabilities	685,146	132,212
Current income tax payable	49,978	428,948
<b>TOTAL LIABILITIES</b>	<b>8,478,969</b>	<b>12,342,350</b>
<b>EQUITY</b>		
Share capital	2,100,000	2,100,000
Statutory reserve	994,914	886,133
Regulatory risk reserve	-	-
Available-for-sale reserve	(1,649)	(398)
Retained earnings	705,281	596,500
<b>TOTAL EQUITY</b>	<b>3,798,546</b>	<b>3,582,235</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>12,277,515</b>	<b>15,924,585</b>

The financial statements were approved by the Board of directors on 27 April, 2018 and signed on its behalf by:

**Dr. Bernd Zattler**  
Chairman

**Oladapo Ikupolati**  
Chief Financial Officer  
FRC/2018/ICAN/00000017694

**Klaus Mueller**  
Managing Director  
ERC/2018/IODN/00000018276

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2017

	2017 N'000	2016 N'000
<b>Continuing operations</b>		
Net interest income	4,970,675	4,569,689
Net non-interest income	(851,321)	(607,422)
Operating expenses	(3,476,799)	(3,113,390)
Impairment charges	(175,276)	(402,881)
<b>Profit before taxation</b>	<b>467,279</b>	<b>445,996</b>
Tax expense	(249,717)	19,525
<b>Profit for the year from continuing operations</b>	<b>217,562</b>	<b>465,521</b>
Other comprehensive income	(1,251)	(2,587)
<b>Total Comprehensive income</b>	<b>216,311</b>	<b>462,934</b>
<b>From continuing operations</b>		
Earnings per share (kobo)	10.4k	22.2k

## Report of the Independent Auditors on the Summary Financial Statements To The Members of AB Microfinance Bank Nigeria Limited

### Opinion

The accompanying summary financial statements which comprise the summary statements of financial position as at 31 December 2017, the summary statements of profit or loss and other comprehensive income for the year ended 31 December 2017 are derived from the audited financial statements of **AB Microfinance Bank Nigeria Limited** for the year ended 31 December 2017.

In our opinion, the accompanying summary financial statements derived from the audited financial statements of **AB Microfinance Bank Nigeria Limited** as at 31 December 2017 are consistent, in all material respects with those financial statements, in accordance with the International Financial Reporting Standards, Companies and Allied Matters Act, Cap C20, LFN 2004, Banks and Other Financial Institutions Act CAP B3 LFN 2004, Supervisory and Regulatory Framework for Microfinance Banks and the Financial Reporting Council of Nigeria Act, 2011.

### Summary Financial Statements

The summary financial statements do not contain all disclosures required by the International Financial Reporting Standards, Companies and Allied Matters Act CAP C20 LFN 2004, Banks and Other Financial Institutions Act CAP B3 LFN 2004, Supervisory and Regulatory Framework for Microfinance Banks and the Financial Reporting Council of Nigeria Act, 2011 applied in the preparation of the audited financial statements of **AB Microfinance Bank Nigeria Limited**. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report of **AB Microfinance Bank Nigeria Limited**.

The summary financial statements and those financial statements do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on those financial statements in our report dated 30 April, 2018. The report also includes the communication of key audit matters as described in the auditor's report on the financial statements.

Key audit matters are those matters that in our professional judgement, were most significant in our audit of the financial statements of the current year.

### Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for preparing and presenting an appropriate summary of the audited financial statements in accordance with Section 355 of the Companies and Allied Matters Act, Cap C20, LFN 2004, Banks and Other Financial Institutions Act CAP B3 LFN 2004, Supervisory and Regulatory Framework for Microfinance Banks and the Financial Reporting Council of Nigeria Act, 2011 and the International Financial Reporting Standards.

### Auditors' 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 Standards on Auditing (ISA 810 revised). "Engagement to report on Summary Financial Statements".

### Report on Compliance with Banking Regulations

In accordance with circular BSD/1/2004 issued by the Central Bank of Nigeria, no insider related credits was brought to our attention for disclosure in the financial statements.

### Report on Other Legal and Regulatory Requirements

The bank complied with the sixth schedule of the Companies and Allied Matters Act CAP C20 LFN 2004.

No contravention of any section of BOFIA and CBN circulars/guidelines was brought to our notice during the audit of the financial statements for the year ended 31 December, 2017.

For: Deloitte Touche  
Chartered Accountants  
Lagos, Nigeria  
31 May, 2018

Engagement Partner: David Achugamonu, FCA  
FRC/2013/ICAN/00000000840

