

SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS PREPARED FROM THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2021

SUMMARY STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER, 2021

In thousands of GHC	2021		2020	
	Bank	Group	Bank	Group
Interest income using effective interest method	467,639	482,670	454,958	468,229
Interest expense	(180,518)	(179,418)	(197,929)	(196,999)
Net interest income	287,121	303,252	257,029	271,230
Fee and commission income	50,890	77,471	46,452	68,568
Fee and commission expense	(2,127)	(2,127)	(1,944)	(1,944)
Net fee and commission income	48,763	75,344	44,508	66,624
Net trading income	27,847	27,847	20,295	20,295
Net income from investments at fair value thru. profit & loss	3,572	4,088	5,101	5,342
Other operating income	7,180	7,180	5,465	5,465
Other income	5,487	8,294	6,264	9,152
Operating income	379,970	426,005	338,662	378,108
Net impairment loss on financial asset	(19,549)	(20,447)	(48,849)	(48,160)
Personnel expenses	(132,464)	(152,679)	(126,042)	(144,980)
Lease expenses	(2,793)	(2,793)	(2,182)	(2,182)
Depreciation and amortization	(21,213)	(22,864)	(19,426)	(21,456)
Other expenses	(78,302)	(89,825)	(62,304)	(73,893)
Profit before income tax for the year	125,649	137,397	79,859	87,437
National Stabilization Levy	(6,260)	(6,868)	(4,157)	(4,559)
Financial Sector Recovery Levy	(4,672)	(4,672)	-	-
Tax expense	(33,019)	(35,980)	(24,078)	(26,343)
Profit for the year	81,698	89,877	51,624	56,535
Other comprehensive income				
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the year	81,698	89,877	51,624	56,535
Profit attributable to:				
Controlling Equity holders of the bank	81,698	88,236	51,624	56,413
Non-controlling interest	-	1,641	-	122
Profit for the year	81,698	89,877	51,624	56,535
Total comprehensive income attributable to:				
Controlling Equity holders of the bank	81,698	88,236	51,624	56,413
Non-controlling interest	-	1,641	-	122
Total comprehensive income for the year	81,698	89,877	51,624	56,535
Basic earnings per share (Ghana pesewas)	9.59	10.36	6.06	6.62
Diluted earnings per share (Ghana pesewas)	9.59	10.36	6.06	6.62

SUMMARY STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER, 2021

In thousands of GHC	2021		2020	
	Bank	Group	Bank	Group
Assets				
Cash and cash equivalents	946,055	946,062	906,641	906,651
Non-pledged trading assets	17,661	17,661	3,180	3,180
Pledged assets	74,406	74,406	42,234	42,234
Investment securities	1,243,178	1,270,233	994,002	1,015,597
Loans and advances to customers	1,747,995	1,747,995	1,525,099	1,525,099
Investment in subsidiaries	13,543	-	12,043	-
Current tax assets	-	-	4,749	4,324
Deferred tax assets	19,877	20,305	16,624	16,640
Intangible asset and Goodwill	9,150	9,315	6,952	6,955
Other assets	17,273	26,549	18,010	26,732
Property and equipment	137,121	140,564	118,251	122,190
Total assets	4,226,259	4,253,090	3,647,785	3,669,602
Liabilities and equity				
Deposits from banks	45,016	45,016	-	-
Deposits from customers	3,165,079	3,144,312	2,769,403	2,755,324
Borrowing	136,606	136,606	117,633	117,633
Bonds	80,849	80,849	79,556	79,556
Current tax liabilities	1,078	495	-	-
Deferred tax liabilities	9,957	10,121	-	-
Other liabilities	97,742	109,602	72,959	80,877
Total liabilities	3,536,327	3,527,001	3,039,551	3,033,390
Equity				
Stated capital	401,191	401,191	401,191	401,191
Income surplus	24,372	53,882	(14,477)	8,495
Statutory reserve fund	192,325	192,325	151,476	151,476
Revaluation reserve	24,852	24,852	24,852	24,852
Regulatory credit risk reserve	46,448	46,448	44,448	44,448
Housing development assistance reserve	744	744	744	744
Total equity attributable to equity holders of the Bank	689,932	719,442	608,234	631,206
Non-controlling interest	-	6,647	-	5,006
Total equity	689,932	726,089	608,234	636,212
Total liabilities and equity	4,226,259	4,253,090	3,647,785	3,669,602

SUMMARY STATEMENTS OF CASH FLOW FOR THE YEAR ENDED 31 DECEMBER, 2021

In thousands of GHC	2021		2020	
	Bank	Group	Bank	Group
Profit before tax	125,649	137,397	79,859	87,437
Adjustments for:				
Depreciation and amortization	21,213	22,864	19,426	21,456
(Profit) / loss on disposal of property and equipment	(2,289)	(2,289)	5	5
Net impairment loss on loans and advances	19,549	19,549	48,849	48,849
Impairment / (reversal) on investment securities	-	898	-	(689)
Impairment of goodwill	189	189	-	-
Net interest income	(287,121)	(303,252)	(257,029)	(271,230)
Fair value change- investments securities FVTPL	(3,572)	(4,088)	(5,101)	5,342
Realized exchange difference	5,210	5,210	-	-
Effect of foreign exchange fluctuations on cash & cash equiv.	(54,036)	(54,036)	(53,872)	(53,872)
(Increase) / decrease in trading assets	(14,481)	(14,481)	10,411	10,411
(Increase) / decrease in pledged assets	(32,172)	(32,172)	29,785	29,785
Increase in loans and advances to customers	(204,268)	(204,268)	(161,368)	(171,486)
Decrease / (increase) in other assets	736	183	(4,400)	(3,883)
Increase in deposits from customers	442,226	436,781	207,914	203,638
Increase in other liabilities	18,698	23,401	9,045	13,166
Cash generated from operations	35,531	30,787	(76,476)	(91,755)
Interest paid	(180,460)	(180,460)	(194,593)	(194,593)
Interest received	429,462	444,694	452,932	467,318
Tax refund	6,486	6,857	-	-
Corporate tax paid	(27,267)	(31,924)	(18,877)	(20,039)
National fiscal stabilization levy paid	(6,126)	(6,665)	(3,022)	(3,876)
Financial Sector recovery levy	(4,513)	(4,513)	-	-
Net cash generated from operating activities	253,113	259,875	159,964	157,055
Cash flows from investing activities				
Purchase of property and equipment	(37,167)	(38,268)	(44,963)	(47,956)
Purchase of Intangible asset- software	(4,927)	(5,143)	(1,362)	(1,362)
Proceeds from sale of property and equipment	8,310	8,310	-	-
Purchase of investment securities at amortised cost	(1,226,511)	(1,281,129)	(710,165)	(711,318)
Sale of investment securities at amortised cost	990,574	1,041,497	262,366	271,337
Proceeds from sale of investment securities - FVTPL	-	-	-	1,233
Interest received - FVTPL	333	333	555	555
Purchase of investment securities - FVTPL	(10,000)	(12,348)	-	(2,835)
Purchases - investment in subsidiary	(1,500)	-	-	-
Net cash used in investing activities	(280,888)	(286,748)	(493,569)	(490,346)
Cash flows from financing activities				
Redemption of bonds	(18,201)	(18,201)	(26,795)	(26,795)
Proceeds from bonds issued	18,000	18,000	30,112	30,112
Payment of lease liabilities	(1,369)	(2,274)	(1,161)	(1,473)
Repayment of borrowings	(64,212)	(64,212)	(64,599)	(64,599)
Proceeds from borrowings	78,935	78,935	108,846	108,846
Net cash generated from financing activities	13,153	12,248	46,403	46,091
Decrease in cash and cash equivalents	(14,622)	(14,625)	(287,202)	(287,200)
Effect of foreign exch. fluctuations on cash & cash equiv.	54,036	54,036	57,094	57,094
At 1 January	906,641	906,651	1,136,749	1,136,757
Cash and cash equivalents as at 31 December	946,055	946,062	906,641	906,651

SUMMARY STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER, 2021

Bank-2021	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Total Equity
<i>In thousands of GHC</i>							
Balance at 1 January 2021	401,191	(14,477)	151,476	24,852	744	44,448	608,234
Profit for the year	-	81,698	-	-	-	-	81,698
Transfers from income surplus to reserves							
Transfer to statutory reserve fund	-	(40,849)	40,849	-	-	-	-
Transfer to regulatory credit risk reserve	-	(2,000)	-	-	-	2,000	-
Total transfers	-	(42,849)	40,849	-	-	2,000	-
At 31 December 2021	401,191	24,372	192,325	24,852	744	46,448	689,932

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SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS PREPARED FROM THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2021

Bank-2020

	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Total Equity
<i>In thousands of GH¢</i>							
Balance at 1 January, 2020	401,191	(37,451)	125,664	24,852	744	41,610	556,610
Profit for the year	-	51,624	-	-	-	-	51,624
Transfers from income surplus to reserves							
Transfer to statutory reserve fund	-	(25,812)	25,812	-	-	-	-
Transfer to regulatory credit risk reserve	-	(2,838)	-	-	-	2,838	-
Total transfers	-	(28,650)	25,812	-	-	2,838	-
At 31 December, 2020	401,191	(14,477)	151,476	24,852	744	44,448	608,234

SUMMARY STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER, 2021

Group-2021

	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Non-controlling interest	Total Equity
<i>In thousands of GH¢</i>								
Balance at 1 January, 2021	401,191	8,495	151,476	24,852	744	44,448	5,006	636,212
Profit for the year	-	88,236	-	-	-	-	1,641	89,877
Transfers from income surplus to reserves								
Transfer to statutory reserve fund	-	(40,849)	40,849	-	-	-	-	-
Transfer to regulatory credit risk reserve	-	(2,000)	-	-	-	2,000	-	-
Total transfers	-	(42,849)	40,849	-	-	2,000	-	-
At 31 December, 2021	401,191	53,882	192,325	24,852	744	46,448	6,647	726,089

Group-2020

	Stated Capital	Income surplus account	Statutory reserve fund	Revaluation reserve	Housing development assistance reserve	Regulatory credit risk reserve	Non-controlling interest	Total Equity
<i>In thousands of GH¢</i>								
Balance at 1 January 2020	401,191	(19,268)	125,664	24,852	744	41,610.00	4,884	579,677
Profit for the year	-	56,413	-	-	-	-	122	56,535
Transfers from income surplus to reserves								
Transfer to statutory reserve fund	-	(25,812)	25,812	-	-	-	-	-
Transfer to regulatory credit risk reserve	-	(2,838)	-	-	-	2,838	-	-
Total transfers	-	(28,650)	25,812	-	-	2,838	-	-
At 31 December, 2020	401,191	8,495	151,476	24,852	744	44,448	5,006	636,212

The summary financial statement presented in this publication are extracts from the audited financial statements for the year ended 31 December 2021, which are available for inspection at the Head Office of Republic Bank (Ghana) PLC located at the No. 35 Six Avenue North Ridge, Accra

NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2021

1. Basis of preparation

The summary financial statements are prepared in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions and, in the form, and manner required by the Securities and Exchange Commission Regulations, 2003 as applicable to summary financial statements. The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG).

The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The annual audited financial statements were authorised for issue on the 28 February 2022.

	2021	2020
2. Quantitative Disclosures		
a. Capital Adequacy Ratio (CRD) (%)	27.63	26.66
b. Non-Performing Loan (NPL) Ratio (%)	15.32	19.03
c. Liquidity ratio (%)	149.37	166.36
d. Leverage ratio (%)	13.62	13.48
e. Contingent liabilities (GHS'000)	161,507.00	167,995.00

Assumptions and estimation uncertainties that have the most significant risk of resulting in a material adjustment in the year ended 31 December 2021 relates to impairment of financial instruments. Impairment allowance for the current year was GHS144.4 million as compared to the prior year of GHS163 million.

3. Qualitative Disclosures**a. Dominant Risks**

The Bank is exposed to the following risks:

- Credit Risk
- Liquidity Risk
- Operational Risk
- Market Risk

The Board of Directors established the Bank's Risk Management Frameworks and Assets and Liabilities Committee (ALCO) to be responsible for the monitoring of the Bank's risks.

The Bank has Risk Management and Compliance Department which have policy and procedure manuals which have been instituted by the Board of Directors and Management. A comprehensive departmental manual has established a framework within which Management effectively manages and controls risks. The tasks involve in the risk management functions are to identify, define, measure, control, monitor and mitigate potential events that could impair the ability of the Group to generate stable and sustainable financial results from its operations.

b. Risk management, compliance frameworks and measurement

All risks are qualitatively and quantitatively evaluated on a recurring basis. Management understands the degree and nature of risk exposures on decisions regarding allocation of resources. Risk assessment is validated by the Risk Department which also tests the effectiveness of risk management activities and makes recommendations for remedial action. The Bank also identifies risk by evaluating the potential impact of internal and external factors, business transactions and positions. Once the risks are identified, various mitigating measures are put in place to regulate the degree of risks involved.

4. Defaults in statutory liquidity and accompanying sanctions

	2021	2020
Default in Statutory Liquidity (Times)	Nil	Nil
Default in Statutory Liquidity Sanctions (GHS'000)	Nil	Nil

"The summary financial statements do not contain untrue statements, misleading facts, or omit material facts, to the best of our knowledge."



Charles William Zwennes
Chairman



Farid Antar
Managing Director

REPORT OF THE DIRECTORS' TO THE MEMBERS OF REPUBLIC BANK (GHANA) PLC**DIRECTORS' RESPONSIBILITY STATEMENT**

The Directors are responsible for the preparation of the summary consolidated and separate financial statements comprising the summary statements of financial position as at 31 December 2021 and the summary statements of comprehensive income, changes in equity and cash flows and related notes to the summary financial statements for each financial year which gives a true and fair view of the state of affairs of the Bank and the Group.

The Directors have prepared these summary financial statements in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions and, in the form, and manner required by the Securities and Exchange Commission Regulations, 2003 as applicable to summary financial statements. The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International

Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statements were derived, are in accordance

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SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS PREPARED FROM THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2021

with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The Directors are responsible for ensuring that the Group and the Bank keep proper accounting records that disclose with reasonable accuracy at any time the financial position of the Bank. The Directors are also responsible for safeguarding the assets of the Bank and taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activities of the Group are:

- to carry on the business of universal banking;
- to provide residential and commercial mortgages;
- to provide brokerage services;
- to provide fund and asset management services;

There was no change in the nature of business of the Bank and its subsidiaries during the year.

HOLDING COMPANY

The Bank is sixty-six point five four percentage (66.54%) owned by Republic Financial Holdings Limited (RFHL), a company incorporated in Trinidad and Tobago.

SUBSIDIARIES OF THE BANK

The Bank directly or indirectly owns the following subsidiaries as at December 31 2021.

Company name	Country of incorporation	Nature of business
Republic Investment Services Limited	Ghana	Fund and asset management services
Republic Securities Limited	Ghana	Brokerage services
Republic Boafu Limited	Ghana	Other services
HFC Realty Limited	Ghana	Residential and commercial mortgages
HFC Venture Capital	Ghana	Venture capital financial services
Republic Trust Limited Company	Ghana	Pension Fund Manager

CORPORATE SOCIAL RESPONSIBILITY AND CODE OF ETHICS

As a corporate entity, the Bank interacts with and impacts its community in many ways. The Bank works to deliver sustainable growth and Shareholder value, it also contributes to the wider stakeholder community by being a responsible corporate citizen, an employer with a big heart and a bank of choice. The Bank is committed to promoting and engaging in projects that benefit and enhance the socio-economic development of the Community and the Country as a whole.

The Bank's main contributions in these areas have been in sponsorship of quality education, good health and well-being and clean water and sanitation.

A total of GH¢854,500 (2020: GH¢1,254,500) was spent under the Bank's social responsibility programme with key focus on education, financial inclusion and others.

Dividends

In accordance with Section 72 of the Companies Act, 2019, (Act 992) a dividend of GHS0.025 per share has been recommended by the Directors for approval by the Shareholders. (2020: Nil); however, this is subject to the approval by Bank of Ghana.

AUDITOR

The Audit Committee has responsibility delegated from the Board of Directors for making recommendations on the appointment, reappointment, removal and remuneration of the external auditor. KPMG has been the auditor of Republic Bank (Ghana) PLC and its subsidiaries for four years.

CERTIFICATION OF COMPLIANCE WITH BANK OF GHANA CORPORATE GOVERNANCE DIRECTIVE 2018

In compliance with paragraph 12 of the Bank of Ghana Corporate Governance Directive 2018 the Board of Directors of Republic Bank (Ghana) PLC hereby certifies that it has complied with the provisions of the Directive.

The Board further certifies that: -

- a. It has independently assessed and documents that the corporate governance process of the Bank is effective and has successfully achieved its objectives.
- b. Directors are aware of their responsibilities to the Bank as persons charged with governance.

APPROVAL OF THE REPORT OF THE DIRECTORS

The report of the directors of Republic Bank (Ghana) PLC, were approved by the board of directors on 28 February 2022 and signed on their behalf by:



Charles William Zwennes



Farid Antar

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS TO THE MEMBERS OF REPUBLIC BANK (GHANA) PLC

Opinion

The summary consolidated and separate financial statements, which comprise the summary statements of financial position as at 31 December 2021, and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended and related notes, are derived from the audited financial statements of Republic Bank (Ghana) PLC for the year ended 31 December 2021.

In our opinion, the accompanying summary consolidated and separate financial statements are a fair summary of the audited consolidated and separate financial statements, in accordance with the basis described in note 1.

Summary Consolidated and Separate Financial Statements

The summary consolidated and separate financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) applied in the preparation of the audited financial statements of Republic Bank (Ghana) PLC. Reading the summary consolidated and separate financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

The Audited Consolidated and Separate Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 28 February 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements for the current period.

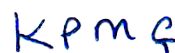
Directors' Responsibility for the Summary Consolidated and Separate Financial Statements

The Directors are responsible for the preparation of the summary consolidated and separate financial statements in accordance with the basis described in note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated and separate financial statements are a fair summary of the audited consolidated and separate 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.

The engagement partner on the audit resulting in this independent auditor's report is Frederick Nyan Dennis (ICAG/P/1426).



FOR AND ON BEHALF OF:

KPMG: (ICAG/F/2022/038)

CHARTERED ACCOUNTANTS

13 YIYIWA DRIVE, ABELINKPE

P O BOX GP 242

ACCRA

28 February 2022