

Access Bank Plc RC125384

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND SHAREHOLDERS ON THE AUDITED RESULTS FOR THE SIX MONTHS ENDED JUNE 30, 2016

The Board of Directors of Access Bank is pleased to announce the Group's audited results for the six months ended June 30, 2016

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2016

In thousands of Naira	GROUP JUNE 2016	GROUP DECEMBER 2015	BANK JUNE 2016	BANK DECEMBER 2015
ASSET				
Cash and Balances with Banks	612,253,609	478,409,336	412,162,161	405,998,636
Investment under management	11,403,713	10,403,608	11,403,713	10,403,608
Non pledged trading assets	23,778,607	52,298,422	23,778,607	52,298,422
Derivative financial assets	155,550,018	77,905,020	155,306,292	77,852,349
Loans and advances to banks	69,059,407	42,733,910	100,992,370	60,414,721
Loans and advances to customers	1,746,863,344	1,365,830,831	1,569,741,806	1,243,215,309
Pledged assets	269,177,523	203,715,397	264,035,594	200,464,624
Investment securities	206,196,592	186,223,126	157,705,218	155,994,798
Other assets	91,048,323	83,014,503	82,245,216	78,623,381
Investment in subsidiaries	-	-	46,624,570	45,439,246
Property and equipment	80,101,766	73,329,927	68,944,999	65,900,384
Intangible assets	7,026,886	6,440,616	4,960,944	4,977,908
Deferred tax assets	4,986,776	10,845,612	3,781,057	10,180,832
	3,277,446,564	2,591,150,308	2,901,682,547	2,411,764,218
Assets classified as held for sale	140,727	179,843	140,727	179,843
Total assets	3,277,587,291	2,591,330,151	2,901,823,274	2,411,944,061
LIABILITIES				
Deposits from financial institutions	208,982,658	72,914,421	117,460,746	63,343,785
Deposits from customers	1,970,423,706	1,683,244,320	1,726,027,453	1,528,213,883
Derivative financial liabilities	48,090,028	3,077,927	46,500,234	2,416,378
Current tax liabilities	6,317,489	7,780,824	5,328,917	6,442,311
Other liabilities	91,961,420	69,355,947	82,158,521	64,094,358
Deferred tax liabilities	476,062	266,644	-	-
Debt securities issued	212,484,633	149,853,640	111,510,594	78,516,655
Interest-bearing borrowings	304,070,191	231,467,161	405,630,228	302,919,987
Retirement benefit obligations	6,164,500	5,567,800	6,157,427	5,567,800
Total liabilities	2,848,970,687	2,223,528,684	2,500,774,120	2,051,515,157
EQUITY				
Share capital and share premium	212,438,802	212,438,802	212,438,802	212,438,802
Retained earnings	70,691,647	51,730,369	70,748,085	49,459,102
Other components of equity	139,788,357	99,732,330	117,862,267	98,531,000
Total equity attributable to owners of the Bank	422,918,806	363,901,501	401,049,154	360,428,904
Non controlling interest	5,697,798	3,899,966	-	-
Total equity	428,616,604	367,801,467	401,049,154	360,428,904
Total liabilities and equity	3,277,587,291	2,591,330,151	2,901,823,274	2,411,944,061

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF ACCESS BANK PLC

Report on the financial statements

We have audited the accompanying financial statements of Access Bank ("the bank") and its subsidiaries (together, "the group"). These financial statements comprise the statement of financial position as at 30 June 2016 and the statements of comprehensive income, changes in equity and cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with IAS 34 Interim Financial Reporting and with the requirements of the Companies and Allied Matters Act and the Banks and Other Financial Institutions Act and for such internal control, as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an independent opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion the accompanying consolidated and separate financial statements give a true and fair view of the state of the financial affairs of the bank and group at 30 June 2016 and of the financial performance and cash flows of the group for the period then ended in accordance with IAS 34 "Interim Financial Reporting and the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

Report on other legal requirements

The Companies and Allied Matters Act and the Banks and Other Financial Institutions Act require that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- the bank has kept proper books of account, so far as appears from our examination of those books and returns adequate for our audit have been received from branches not visited by us;
- the bank's statement of financial position and comprehensive income are in agreement with the books of account;
- the information required by Central Bank of Nigeria Circular BSD/1/2004 on insider related credits is disclosed in Note 44 to the financial statements;
- to the best of our information, there are no penalties for contraventions of relevant circulars issued by the Central Bank of Nigeria.

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria.
FRC/2013/ICAN/0000000980



19 August 2016

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 the group and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the bank and the group as the full financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the period ended 30 June 2016

In thousands of Naira	GROUP JUNE 2016	GROUP JUNE 2015	BANK JUNE 2016	BANK JUNE 2015
Interest income	112,292,554	98,861,986	97,594,915	88,317,800
Interest expense	(43,841,887)	(50,699,097)	(38,152,388)	(46,759,484)
Net interest income	68,450,667	48,162,889	59,442,527	41,558,316
Net impairment charge	(10,212,305)	(8,886,639)	(8,557,077)	(9,105,371)
Net interest income after impairment charges	58,238,362	39,276,250	50,885,450	32,452,945
Fee and commission income	35,632,172	17,151,635	31,930,080	13,251,894
Fee and commission expense	(57,448)	(302,016)	-	-
Net fee and commission income	35,574,724	16,849,619	31,930,080	13,251,894
Net gains on investment securities	33,089,164	39,199,767	33,072,183	39,176,866
Net foreign exchange income/(loss)	(11,108,100)	7,929,774	(12,949,785)	5,848,840
Other operating income	4,163,527	5,498,790	3,861,815	4,568,833
Personnel expenses	(22,068,132)	(19,689,221)	(18,521,260)	(16,488,535)
Prepaid rent expense	(990,251)	(867,805)	(818,856)	(745,468)
Depreciation and amortization	(5,115,330)	(4,737,820)	(4,480,401)	(4,315,979)
Other operating expenses	(41,761,035)	(44,346,010)	(38,343,016)	(39,251,590)
Profit before income tax	50,022,929	39,113,344	44,636,210	34,497,806
Income tax expense	(10,536,217)	(7,826,247)	(9,380,476)	(6,072,231)
Profit for the period from continuing operations	39,486,712	31,287,097	35,255,734	28,425,575
Profit for the period	39,486,712	31,287,097	35,255,734	28,425,575
Other comprehensive income (OCI) net of income tax:				
Items that will not be subsequently reclassified to the income statement:				
Items that may be reclassified subsequently to the income statement				
Foreign currency translation differences for foreign operations	-	-	-	-
- Unrealised (losses)/gains arising during the period	-	-	-	-
- Realised gains arising during the period	17,266,423	(420,193)	-	-
Net changes in fair value of AFS financial instruments	-	-	-	-
- Fair value changes arising during the period	-	-	-	-
- Fair value changes on AFS financial instruments from associates	13,413,968	3,206,943	13,514,011	3,241,100
Other comprehensive (loss)/gain for the year, net of related tax effects:	30,680,391	2,786,750	13,514,011	3,241,100
Total comprehensive income for the period	70,167,103	34,073,847	48,769,745	31,666,675
Profit attributable to:				
Owners of the Bank	39,235,574	31,027,064	35,255,734	28,425,575
Non-controlling interest	251,138	260,033	-	-
Profit for the period	39,486,712	31,287,097	35,255,734	28,425,575
Total comprehensive income attributable to:				
Owners of the Bank	68,369,271	33,891,793	48,769,745	31,666,675
Non-controlling interest	1,797,832	182,054	-	-
Total comprehensive income for the period	70,167,103	34,073,847	48,769,745	31,666,675
Continuing operations	70,167,103	34,073,847	48,769,745	31,666,675
Discontinued operations	-	-	-	-
70,167,103	34,073,847	48,769,745	31,666,675	
Earnings per share:				
Basic earnings per share(kobo)	161	136	142	124
Diluted (kobo)	159	135	142	124
Total impaired loans & advances	36,613,540	24,416,535	28,260,557	19,996,906
Total impaired loans & advances to gross risk assets (%)	1.97%	1.70%	1.66%	1.50%

The financial statements were approved by the board of directors on 28 July, 2016. Signed on behalf of the directors by:

GROUP MANAGING DIRECTOR
Herbert Wigwe
FRC/2013/ICAN/0000001998

EXECUTIVE DIRECTOR
Victor Etuokwu
FRC/2014/CIBN/0000006249

CHIEF FINANCIAL OFFICER
Oluseyi Kumapayi
FRC/2013/ICAN/0000000911