

HASAL MICROFINANCE BANK LIMITED
ABRIDGE STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2020	31-Dec-20 N'000	31-Dec-19 N'000
Cash and Short term funds	504,830	246,242
Financial assets held to maturity	263,445	268,725
Loan and Advances to Banks	657,942	470,524
Loan and Advances to Customers	4,603,876	4,430,073
Other Assets and Prepayments	99,279	59,579
Property and Equipment	534,826	521,960
Intangible assets	-	2,165
Deferred tax - Asset	-	-
TOTAL ASSETS	6,670,198	5,999,268
LIABILITIES		
Deposits from customers	3,267,001	2,586,233
Current income tax liability	21,318	20,850
Other liabilities	162,168	358,696
Borrowings	731,409	767,156
TOTAL LIABILITIES	4,182,097	3,732,934
EQUITY		
Share capital	641,519	641,519
Share premium	180,650	180,650
Reevaluation Reserve	108,521	108,521
Regulatory risk reserve	1,965,213	1,100,155
Statutory reserve	582,942	550,265
Retained earnings	(990,743)	(314,777)
TOTAL EQUITY	2,488,102	2,266,334
TOTAL EQUITY AND LIABILITIES	6,670,198	5,999,268

ABRIDGE STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	N'000	N'000
Interest Income	905,851	1,057,806
Less Interest Expenses	(359,009)	(440,319)
NET INTEREST INCOME	546,842	617,487
Impairment Charge for Other Known Losses	-	-
Impairment Charge for credit losses	(12,584)	(26,359)
Net Interest Income after Impairment Charge	534,258	591,128
Fee and Commission Income	127,599	162,210
Staff expenses	(259,848)	(330,023)
Depreciation and Amortisation	(25,103)	(25,996)
Other Operating expenses	(223,144)	(250,069)
Profit / (Loss) before Taxation	153,763	147,251
Information Technology Dev Levy	(1,538)	(1,473)
Income tax expense	(21,518)	(20,850)
Deferred tax - Asset / (Liability)	-	-
Profit for the year	130,707	124,929
Total Comprehensive income for the year	130,707	124,929

APPROPRIATION

Transfer to Statutory Reserve	32,677	31,232
Transfer to General Reserves	98,030	93,697
	130,707	124,929

Nwanna Annerlia Joel-Ezeugo Managing Director / CEO
FRC/2020/002/00000021158

Iyeimo Dagogo Emman Nwa Executive Director
FRC/2019/001/00000009609

The Statement of Financial Position, Statement of Comprehensive Income and the Auditors report are published in compliance with section 27 (1) of Banking and other financial Institutions Act Cap B3 LFN 2004. The information disclosed have been extracted from the whole financial statements of the Bank and can not be expected to provide a full understanding of financial performance, position, financial and investment activities of the Bank. Copies of the financial statements can

HASAL MICROFINANCE BANK LIMITED

REPORTS OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HASAL MICROFINANCE BANK LIMITED

Report on the Financial Statements

We have audited the Financial Statements of **HASAL MICROFINANCE BANK LIMITED** which comprise the Financial Position as at 31 December, 2020 and Statement of Comprehensive Income

Respective Responsibilities of Directors and Auditors

In accordance with the provisions of section 334 and 335 of the Companies and Allied matters Act CAP C20 LFN 2004 and Bank and other financial Institution Act CAP B3 LFN 2004 The Directors are responsible for the preparation of the financial statements which give a true and fair view of the State of Affairs of the Bank and of the profit or loss for the financial year. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing. An audit includes examination, on test basis, of evidence relevant to the amount and disclosures in the financial statements. It also includes an assessment of the significant estimate and judgments made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the Bank's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, error or other irregularity.

In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements, assessed whether the Bank's books of account had been properly kept and we obtained the information and explanations we required.

Opinion

In our opinion, the Bank has kept proper accounting records and the financial statements are in agreement with the records in all material respect and given the prescribed manner, information required by the Companies and Allied Matters CAP C29 LFN 2004 and the bank and other financial institution Act CAP B3 LFN 2004. The financial statements give a true and fair view of the financial position of HASAL Microfinance Bank Limited as at 31 December, 2020 and of the financial performance and the cash flow statement for the year then ended in accordance with the International Financial Reporting Standards (IFRS) and the statement of Accounting Standards issued by the Financial Reporting Council of Nigeria and relevant circulars issued by the Central Bank of Nigeria (CBN).

Report of other regulatory Requirements

We confirm that our examination of loan and advances was carried out in accordance with the prudential guidelines for Licence Microfinance Banks issued by the Central Bank of Nigeria. In accordance with circulars BSD/01/2004 issued by the central Bank of Nigeria, details of Insiders related credits are as disclosed in the financial statements.

Contraventions

No contravention of the Bank's and other financial institution Act CAP B3 LFN 2004 was brought to our notice by the bank during the year.



Ahmed Tunde Adenusi FCA, FRC/2013/ICAN/00000001986
Adenusi & Co. (Chartered Accountants)
(Chartered Accountants)
Abuja, Nigeria
29 November 2021.

Directors: Prince Olorungbemiga Tiyamiyu (Chairman), Mrs Nwanna Joel-Ezeugo (MD/CEO),

Mrs Joyce Rogers-Nwoke (Executive Director), Prof. Ndi Okereke-Onyiuke (Director), Mr. Dagogo Emman Iyeimo (Director),

Mrs. Juliana Achuine (Director), Mrs. Henry Akpan (Director), Mrs. Benjamin Okorie-Agidi (Director)