



STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2022

	NOTES	2022 GH¢	2021 GH¢
Interest Income	3	68,739,344	51,692,108
Interest Expenses	4	(8,841,626)	(7,066,467)
Net Interest Income		59,897,718	44,625,641
Commissions and Fees	5	3,840,956	3,354,885
Other Operating Income	6	3,159,748	5,237,037
Total Operating Income		66,898,422	53,217,563
Impairment Gain /(Loss) on Financial Assets	7	(6,149,678)	(9,503,044)
Operating Expenses	8	(46,349,945)	(32,614,700)
Operating Profit Before Taxation		14,398,799	11,099,819
Income Tax Expense	18 c	(5,190,852)	(2,955,006)
Net Profit After Tax		9,207,947	8,144,812
Transfer to Corporate Social Responsibility		(460,397)	(162,896)
Transfer to Statutory Reserve		(2,301,987)	(2,036,203)
Transfer to Human Capital Fund		(1,381,192)	(814,481)
Transfer to Income Surplus		(4,143,576)	(5,131,232)
Transfer to Development Fund		(920,795)	-

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

ASSETS			
CURRENT ASSETS			
	NOTES	2022 GH¢	2021 GH¢
Cash and Short Term Funds	9	46,199,515	31,613,063
Investments	10(a)	175,373,811	109,216,538
Interest on Investment Receivable	10(b)	451,882	-
Loans and Advances to Customers	11	111,579,190	86,429,375
Other Assets Account	12	7,452,890	5,266,418
		341,057,289	232,525,394
Long Term Investment	13	3,987,877	2,183,280
Intangible Assets	15	391,107	381,846
Property, Plant & Equipment	14	6,457,546	5,617,771
TOTAL ASSETS		351,893,819	240,708,291
LIABILITIES AND SHAREHOLDERS' FUND			
LIABILITIES			
Deposits and Current Accounts	16	308,273,143	208,240,311
Creditors and Accruals	17	12,183,312	7,769,014
Current Tax	18 (a)	-113,258	199,707
Deferred Tax	18 (b)	-4,484	(8,595)
TOTAL LIABILITIES		320,338,713	216,200,437
SHAREHOLDERS' FUNDS			
Stated Capital	19	5,311,362	4,400,677
Preference Shares	19	13	13
Statutory Reserve	20	8,431,651	6,129,665
Other Funds	21	3,698,637	1,478,170
Income Surplus	22	13,989,924	12,375,810
Capital Surplus	23	123,519	123,519
TOTAL SHAREHOLDERS' FUNDS		31,555,106	24,507,853
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		351,893,819	240,708,290

Approved by the Directors on 06/03/2023 and signed by;


CHAIRMAN 06/03/2023


DIRECTOR 06/03/2023

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>2022</u>	<u>2021</u>
	GH¢	GH¢
CASHFLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	14,398,799	11,099,819
ADJUSTMENTS TO RECONCILE OPERATING PROFIT TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Depreciation and Amortisation	1,752,720	1,524,612
Charge for Loan Impairment	6,149,678	9,503,044
Bad Debt Written Off	-	(8,919,798)
Deferred Income	257,554	(269,432)
Prior Year Adjustment	-	-10,665
NET CASH FLOW FROM OPERATING ACTIVITIES BEFORE CHANGES IN OPERATING ASSETS AND LIABILITIES	<u>22,558,751</u>	<u>12,927,580</u>
(Increase)/Decrease in Loans & Advances to Customers	(31,299,494)	(17,796,905)
(Increase)/ Decrease in Interest Receivable	(451,882)	-
(Increase)/ Decrease in Other Assets	(2,186,473)	(632,960)
Increase/ (Decrease) in Deposits Liability	100,032,832	14,643,040
Increase/ (Decrease) in Creditors and Accruals	4,156,744	(523,141)
Corporate Tax Paid	(5,499,707)	(3,044,331)
NET CASH INFLOW FROM OPERATING ACTIVITIES	87,310,772	5,573,283
INVESTING ACTIVITIES		
Change in Investments	(66,157,274)	2,536,637
Long Term Investments	(1,804,597)	-
Purchase of Property, Plant and Equipment	(2,357,956)	(1,644,401)
Addition to Work in Progress	(243,800)	(219,664)
NET CASH (OUTFLOW) FROM INVESTING ACTIVITIES	(70,563,627)	672,572
FINANCING ACTIVITIES		
Other Funds	(541,917)	(475,877)
Proceeds from Issue of Shares	910,685	7,329
Payment of Dividend	(2,529,462)	-
NET CASH (OUTFLOW) FROM FINANCING ACTIVITIES	(2,160,694)	(468,548)
Net Increase(Decrease) in Cash and Cash Equivalents	14,586,451	5,777,307
Cash and Cash Equivalents as at 1/1/	31,613,063	25,835,756
Cash and Cash Equivalents as at 31/12/	<u>46,199,515</u>	<u>31,613,063</u>

**REPORT OF THE INDEPENDENT AUDITOR'S TO
THE MEMBERS OF FIASEMAN RURAL BANK PLC**

Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of *Fiaseman Rural Bank Plc* which comprise the statement of comprehensive income for the year ended 31 December 2022, statement of financial position as at 31 December 2022, the statement of cash flows, and the statement of changes in equity for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies.

Opinion

In our opinion, the accompanying financial statements show a true and fair view of the financial position as at 31 December 2022, and of its financial performance and cash flows for the year then ended in accordance with the Companies Act 2019-Act 992, the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930), the Anti-Money Laundering Act, 2008 (Act 749), the International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Bank in accordance with the International Code of Ethics for Professional Accountants (Including International Independence Standards) (The Code) issued by the International Ethics Standards Board for Accountants and the independence requirement of section 143 of the Companies Act, 2019 (Act 992). We have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgments, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no such matters to report on.

Responsibilities of Management and Directors for the Financial Statements

The Bank's Directors are responsible for the preparation of these financial statements in accordance with the Companies Act, 2019 - Act 992, the Banks, and Specialized Deposit - Taking Institutions Act, 2016 (Act 930), and the International Financial Reporting Standards (IFRSs). This responsibility includes designing, implementing, and maintaining internal control as Management determines is necessary and relevant to the preparation and fair presentation of the financial statements that are free from material misstatements, whether due to fraud or error, and selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

In preparing the financial statements, Management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Bank or to cease operations, or has no realistic alternative, but to do so. Management and Board of Directors are responsible for overseeing the financial reporting process.

Report on Other Legal and Regulatory Requirements

The Companies Act, 2019 - Act 992 requires that in carrying out audit we report on the following:

We confirm that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- In our opinion proper books of account have been kept by the Bank, so far as appears from our examination of those books, and
- The statement of financial position, the statement of profit or loss and other comprehensive income, the statement of cash flows are in agreement with the books of account.

The Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) requires that we state certain matters in our report. We hereby certify that:

- The financial statements give a true and fair view of the state of affairs as at 31 December 2021 of the Bank and the results for the year ended on that date.
- We obtained all the information and explanation required for the efficient performance of our audit.
- The transactions of the Bank are within their powers; and
- The Bank has generally complied with the provisions of the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930); the Anti-Money Laundering Act, 2008 (Act 749) and the Anti-Terrorism Act, (Act 762).

The Engagement Partner on the audit resulting in this independent auditor's report was Samuel Wilson Ampah.

Samuel Wilson Ampah
K And A Accounting Services (ICAG/F/2022/089)
(Chartered Accountants)
49 Boundary Road (Coastal)
Off Spintex Road, Baatsonaa (Accra)

14th March
Date:2023

K & A ACCOUNTING SERVICES
CHARTERED ACCOUNTANTS

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

	<u>Stated</u>	<u>Preference</u>	<u>Other</u>	<u>Statutory</u>	<u>Capital</u>	<u>Credit Risk</u>	<u>Income</u>	
	<u>Capital</u>	<u>Shares</u>	<u>Funds</u>	<u>Reserves</u>	<u>Surplus</u>	<u>Reserve</u>	<u>Surplus</u>	<u>Total</u>
	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>
Balance as at January 1	4,400,677	13	1,478,170	6,129,665	123,519	-	12,375,810	24,507,853
Dividend Payment	-	-	-	-	-	-	(2,529,462)	(2,529,462)
Issue of Shares 910,685	-	-	-	-	-	-	910,685	
Net Profit for the Year	-	-	-	-	-	-	4,143,576	4,143,576
Transfer to Other Funds	-	-	2,762,384	-	-	-	-	2,762,384.14
Payments	-	-	(541,917)	-	-	-	-	(541,917)
Transfer to Statutory Reserve	-	-	-	2,301,987	-	-	-	2,301,986.79
Balance as at December 31	5,311,362	13	3,698,637	8,431,651	123,519	-	13,989,924	31,555,106

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2021

	<u>Stated</u>	<u>Preference</u>	<u>Other</u>	<u>Statutory</u>	<u>Capital</u>	<u>Credit Risk</u>	<u>Income</u>	
	<u>Capital</u>	<u>Shares</u>	<u>Funds</u>	<u>Reserves</u>	<u>Surplus</u>	<u>Reserve</u>	<u>Surplus</u>	<u>Total</u>
	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>	<u>GHC</u>
Balance as at January 1	4,393,347	13	597,038	4,093,462	123,519	-	9,084,791	18,292,170
Tax Adjustment for the year	-	-	-	-	-	-	100,000	100,000
Audit Fee Adjustment	-	-	-	-	-	-	(10,665)	(10,665)
IFRS 9 Provision Adjustment	-	-	-	-	-	-	(1,549,917)	(1,549,917)
Net Profit for the Year	-	-	-	-	-	-	5,131,232	5,131,232
Proceeds from Issue of Shares	7,329	-	-	-	-	-	-	7,329
Transfer to Other Funds	-	-	1,357,009	-	-	-	(379,632)	977,377
Payments	-	-	(475,877)	-	-	-	-	(475,877)
Transfer to Statutory Reserve	-	-	-	2,036,203	-	-	-	2,036,203
Balance as at December 31	4,400,677	13	1,478,170	6,129,665	123,519	-	12,375,810	24,507,853

FIASEMAN RURAL BANK PLC

REPORT OF THE DIRECTORS

The Directors have the pleasure in submitting their Thirty-Third (33rd) annual report together with the Statement of Comprehensive Income for the year ended December 2022, Statement of Financial Position as at 31st December 2022, Statement of Cash flows as at 31st December 2022 and Statement of Changes in Equity as at 31st December 2022.

Directors' Responsibilities

The Companies Act 2019 - Act 992, requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Bank as at the end of the financial year and of the profit and loss of the Bank for that period.

The Banks and Specialized Deposit-Taking Institutions Act, 2016 (Act 930) requires every bank to prepare annually as at 31st December of each year financial statements and returns in accordance with that Act.

In preparing these financial statements, the directors are required to:

- Select accounting policies, which comply with the Companies Act 2019 - Act 992 (as amended) and the Banks and Specialized Deposit-Taking Institutions Act, 2016 (Act 930) and in accordance with International Financial Reporting Standards and to apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- Ensure applicable accounting standards have been followed and any material departures disclosed.
- Prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the Bank will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the Bank and which enable them to ensure that the financial statements comply with the Companies Act 2019 - Act 992, the Banks and Specialized Deposit-Taking Institutions Act, 2016 (Act 930), Anti-Money Laundering Act, 2008 (Act 749) as amended by the Anti-Money Laundering (Amendment) Act, 2014 (Act 874) and the International Financial Reporting Standards (IFRS).

They are also responsible for taking such steps as are reasonably open to them to safeguard the assets of the Bank and prevent and detect fraud and other irregularities.

The above statement which should be read in conjunction with the statement of the auditor's responsibilities set out on page 1 is with the view of distinguishing for the shareholders the respective responsibilities of the Directors and the Auditors in relation to the financial statements.

▪ **Principal Activities**

The principal activities carried out by the Bank during the year under review are within the limits permitted by its Regulations and also consistent with its strategic focus. There were no changes in the principal activities of the Bank during the year.

▪ **Operational Results**

The results of operations for the year ended 31st December, 2022 are set out in the Statement of Comprehensive Income, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity and the Notes to the financial statements from page 4 to 28.

A summary of the results is as follows:

	<u>2022</u>	<u>2021</u>
	GH¢	GH¢
Profit after tax	<u>9,207,947</u>	<u>8,144,812</u>
Total Comprehensive Income	<u>75,740,048</u>	<u>60,284,030</u>
Total Assets	<u>351,893,819</u>	<u>240,708,290</u>

▪ **Going Concern**

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that future operations and that the realization of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

▪ **Social Corporate Responsibility**

During the fiscal year, a total of GHS 163,518 was spent in relation to corporate social responsibility.

Details as follows.

PURPOSE	AMOUNT GHS
Scholarship to 20 Tertiary Students	55,500
Ghana Police Service- 2 Motor Bikes/ Building of Bawdie Police Post	51,450
Support to Appietse Disaster Victims	32,368
Ghana Education Service- Training New Teachers and Rehabilitation of Regional Directorate	19,000
Ghana National Association of Tailors and Dressmakers to buy Floor Tires	3,000
Ghana National Fire Service-Purchase of 10pcs of Student Mattress	2,200
Total	163,518

▪ **Events after reporting date**

The directors are not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the company.

▪ **Directors' interest in contracts**

To our knowledge, none of the directors had any interest in contracts entered into during the year under review.

▪ **Auditor's Remuneration**

Audit fee for the year ended 31st December 2022 amount to GHS 63,388 VAT inclusive.

▪ **Appointment of Auditors**

Messrs K and A Accounting services are willing to continue in office as auditors to the Bank for the ensuing year in accordance with the provision of Section 139 (5) of Ghana Companies Act 2019-Act 992.

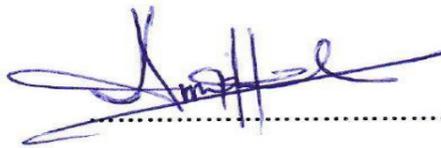
The Directors hereby recommend their re-appointment.

- The report of the directors of the bank was approved by the Board of Directors on **6th March, 2023** and signed on its behalf by **Dr. Anthony Sarpong** and **Mr. Frank Amo Owusu** as required by Section 135(1b) of the Companies, 2019 Act 992.


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CHAIRMAN

DATE: **06/03/2023**


.....

DIRECTOR

DATE: **06/03/2023**