




## STATEMENT OF FINANCIAL POSITION

As at 31 December 2016

	31 December 2016	31 December 2015
	N'000	N'000
<b>ASSETS</b>		
Cash and balances with the central bank	545 428	9 971 586
Loans and advances to banks	4 865 999	8 418 970
Loans and advances to customers	19 926 653	6 916 797
Financial assets held for trading	5 826 141	20 391 549
Derivative financial assets	1 303 129	821 188
Investment securities:		
- Available for sale debt investments	22 900 791	34 926 871
- Equity investments	19 500	-
Pledged assets - available for sale debt investments	1 105 329	-
Other assets	1 272 036	893 638
Property and equipment	28 706	36 687
<b>Total assets</b>	<b>57 793 712</b>	<b>82 377 286</b>
<b>LIABILITIES</b>		
Derivative financial liabilities	1 318 743	-
Deposits from banks	-	30 040 371
Deposits from customers	19 835 892	15 289 778
Borrowings	13 538 877	13 504 064
Current income tax liabilities	-	18 000
Other liabilities	1 927 323	1 462 040
<b>Total</b>	<b>36 620 835</b>	<b>60 314 253</b>
<b>EQUITY</b>		
Share capital	18 000 000	18 000 000
Retained earnings	2 437 589	2 751 811
Other components of equity	735 288	1 311 222
<b>Total equity</b>	<b>21 172 877</b>	<b>22 063 033</b>
<b>Total equity and liabilities</b>	<b>57 793 712</b>	<b>82 377 286</b>

The financial statements were authorised for issue by the Board of Directors on 9 March 2017 and signed on its behalf by:

		
<b>Michael Larbie</b> Chief Executive Officer FRC/2014/IODN/00000006793	<b>Peter Blenkinsop</b> Executive Director FRC/2015/IODN/00000011161	<b>Bayo Ajayi</b> Chief Financial Officer FRC/2013/ICAN/00000001242

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2016

	31 December 2016	31 December 2015
	N'000	N'000
Interest and similar income	6 273 002	5 482 568
Interest expense and similar charges	(2 336 003)	(2 064 140)
<b>Net interest income before impairments of advances</b>	<b>3 936 999</b>	<b>3 418 428</b>
Impairment of advances	(71 047)	(28 018)
<b>Net interest income after impairment of advances</b>	<b>3 865 952</b>	<b>3 390 410</b>
Fee and commission income	1 394 212	999 031
Fee and commission expense	(96 641)	-
<b>Net fee and commission income</b>	<b>1 297 571</b>	<b>999 031</b>
Net gains on financial instruments classified as held for trading	803 604	1 113 290
Net loss on sale of investment securities	-	(1 123 571)
Foreign exchange (loss)/gain	(1 551 593)	430 597
Profit on disposal of fixed assets	4 693	-
Employee benefits expenses	(3 369 125)	(2 706 036)
General and administrative expenses	(1 144 999)	(1 472 231)
Depreciation	(29 460)	(32 093)
<b>(Loss)/Profit before income tax</b>	<b>(123 357)</b>	<b>599 397</b>
Income tax	-	(18 083)
<b>(Loss)/Profit for the year</b>	<b>(123 357)</b>	<b>581 314</b>
<b>Other comprehensive income:</b>		
<b>Items that may be subsequently reclassified to profit or loss</b>		
Unrealised net (losses)/gains arising during the year before tax	(543 785)	223 012
less: Net reclassification adjustments for realised net losses before tax	223 012	(1 542 416)
<b>Other comprehensive (loss)/income for the year, net of tax</b>	<b>(766 797)</b>	<b>1 765 428</b>
<b>Total comprehensive income for the year</b>	<b>(890 154)</b>	<b>2 346 742</b>

## Customers Complaint Resolution

In line with CBN circular ref FPR/DIR/CIR/GEN/01/020, the Bank received nil (2015:nil) complaints during the year.

## REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF RAND MERCHANT BANK NIGERIA LIMITED

### Report on the summary financial statements

#### Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2016 and the summary statement of comprehensive income for the year then ended are derived from the audited financial statements of Rand Merchant Bank Nigeria Limited ("the Bank") for the year ended 31 December 2016.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements, in accordance with the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

#### Summary financial statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act, the Financial Reporting Council of Nigeria Act, the Banks and Other Financial Institutions Act and other relevant Central Bank of Nigeria circulars applied in the preparation of the audited financial statements of the Bank. Therefore, reading the summary financial statements and the auditor's report thereon, is not a substitute for reading the audited financial statements and the auditor's report thereon.

#### The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 11 April 2017. 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 financial statements of the current period.

#### Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements in accordance with the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

#### Auditor's 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 Standard on Auditing (ISA) 810 (Revised), 'Engagements to Report on Summary Financial Statements'.

#### Report on other legal and regulatory requirements

In accordance with our full audit report, we confirm that:

- we did not report any exceptions under the sixth schedule of the Companies and Allied Matters Act;
- the Bank has disclosed the information required by the Central Bank of Nigeria circular on insider related credits;
- the Bank paid penalties in respect of contraventions of the Banks and Other Financial Institutions Act and relevant Central Bank of Nigeria circulars during the year ended 31 December 2016.



For: PricewaterhouseCoopers  
Chartered Accountants  
Lagos, Nigeria

Engagement Partner: Patrick Obianwa  
FRC/2013/ICAN/00000000/880



11 April 2017

The summary financial statements disclosed were derived from the full financial statements of Rand Merchant Bank Nigeria Limited for the year ended 31 December 2016 and cannot be expected to provide a full understanding of the financial performance, financial position and cash flows of the bank. The bank's auditor issued an unqualified opinion on the full financial statements for the year ended 31 December 2016 from which these summary financial statements were derived. The bank's auditor made a report under section 359 of the Companies and Allied Matters Act. The summary financial statements and specific disclosures are published in compliance with the requirements of the Banks and Other Financial Institutions Act. The full financial statements from which these summary financial statements were derived would be delivered to the Corporate Affairs Commission. Copies of the full financial statements can be obtained from the secretary of the bank. The Bank paid penalties of four million, one hundred and fifty thousand Naira to the CBN in respect of late compliance with supervisory recommendations, non conformity with CBN FX Manual and late submission of daily FINA report.