

STATEMENT OF FINANCIAL POSITION

As at 31 December 2017

	31 December 2017	31 December 2016
	N'000	N'000
ASSETS		
Cash and balances with the central bank	4,857,157	545,428
Financial assets held for trading	46,572,899	5,826,141
Derivative financial assets	4,846,224	1,303,129
Loans and advances to banks	4,561,091	4,865,999
Loans and advances to customers	42,751,272	19,926,653
Investment securities:		
- Available for sale	27,310,139	22,900,791
- Equity investments	19,500	19,500
Pledged assets	1,844,458	1,105,329
Other assets	1,124,929	1,272,036
Property and equipment	364,834	28,706
Total assets	134,252,503	57,793,712
LIABILITIES		
Derivative financial liabilities	469,076	1,318,743
Deposits from banks	8,529,433	-
Deposits from customers	20,396,580	19,835,892
Borrowings	71,768,933	13,538,877
Current income tax liabilities	174,196	-
Other liabilities	3,773,982	1,927,323
Total	105,112,200	36,620,835
EQUITY		
Share capital	18,000,000	18,000,000
Retained earnings	7,117,952	2,437,589
Other components of equity	4,022,351	735,288
Total equity	29,140,303	21,172,877
Total equity and liabilities	134,252,503	57,793,712

The financial statements were authorised for issue by the Board of Directors on 20 March 2018 and signed on its behalf by:



Michael Larbie
Chief Executive Officer
FRC/2014/IODN/00000006793



Peter Blenkinsop
Executive Director
FRC/2015/IODN/00000011161



Bayo Ajayi
Chief Financial Officer
FRC/2013/ICAN/00000001242

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2017

	31 December 2017	31 December 2016
	N'000	N'000
Interest and similar income	10,100,569	6,273,002
Interest expense and similar charges	(4,929,690)	(2,336,003)
Net interest income before impairments of advances	5,170,879	3,936,999
Impairment of advances	(175,567)	(71,047)
Net interest income after impairment of advances	4,995,312	3,865,952
Fee and commission income	1,776,025	1,394,212
Fee and commission expense	(31,843)	(96,641)
Net gains on financial instruments	3,291,995	1,681,854
Net trading and foreign exchange income	2,074,705	(2,429,843)
Profit on disposal of fixed assets	5,104	4,693
Employee benefits expenses	(3,297,297)	(3,369,125)
Depreciation	(111,816)	(29,460)
General and administrative expenses	(1,433,016)	(1,144,999)
Profit/(Loss) before income tax	7,269,171	(123,357)
Income tax	(174,196)	-
Profit/(Loss) for the year	7,094,975	(123,357)
Other comprehensive income:		
Items that may be subsequently reclassified to profit or loss		
Unrealised net (losses)/gains arising during the year before tax	328,666	(543,785)
Net reclassification adjustments for realised net losses before tax	543,785	(223,012)
Other comprehensive (loss)/income for the year, net of tax	872,451	(766,797)
Total comprehensive income for the year	7,967,426	(890,154)

Customers Complaint Resolution

In line with CBN circular ref FPR/DIR/CIR/GEN/01/020, the Bank received and resolved one customer complaint during the year, (2016:nil).

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 (the "summary financial statements"), which comprise the summary statements of financial position as at 31 December 2017 and the summary statements of profit or loss and other comprehensive income for the year then ended are derived from the audited financial statements (the "audited financial statements") of Rand Merchant Bank Nigeria Limited ("the Bank") for the year ended 31 December 2017.

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 Institution 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 27 March 2018. 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 relevant Central Bank of Nigeria circulars during the year ended 31 December 2017.

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria

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

27 March 2018

The summary financial statements disclosed were derived from the full financial statements of Rand Merchant Bank Nigeria Limited for the year ended 31 December 2017 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 2017 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 penalty of twenty five thousand Naira to the CBN in respect of late submission of daily FINA report.