




STATEMENT OF FINANCIAL POSITION

As at 31 December 2018

	31 December 2018	31 December 2017
	N'000	N'000
ASSETS		
Cash and bank balances with the Central Bank	4,007,080	4,857,157
Investment securities at fair value through profit or loss	73,296,856	46,572,899
Derivative financial assets	17,301,205	4,846,224
Loans and advances to banks	7,219,908	4,561,091
Loans and advances to customers	48,961,040	42,751,272
Investment securities		
- Available for sale	-	27,310,139
- Amortised cost	25,416,009	-
Equity investments	19,500	19,500
Pledged assets	5,372,745	1,844,458
Other assets	1,602,982	1,124,929
Property and equipment	415,002	364,834
Intangible assets	198,864	-
TOTAL ASSETS	183,811,191	134,252,503
LIABILITIES		
Derivative financial liabilities	1,386,543	469,076
Deposits from banks	21,677,388	8,529,433
Deposits from customers	35,667,994	20,396,580
Borrowings	80,246,577	71,768,933
Current income tax liabilities	99,766	174,196
Other liabilities	6,765,022	3,773,982
TOTAL LIABILITIES	145,843,290	105,112,200
EQUITY		
Share capital	18,000,000	18,000,000
Retained earnings	13,540,456	7,117,952
Other components of equity	6,427,445	4,022,351
TOTAL EQUITY	37,967,901	29,140,303
TOTAL LIABILITIES AND EQUITY	183,811,191	134,252,503

The financial statements were authorised for issue by the Board of Directors on 14 March 2019 and signed on its behalf by:

		
Michael Larbie Chief Executive Officer FRC/2014/IODN/00000006793	Peter Blenkinsop Executive Director FRC/2015/IODN/0000001116	Bayo Ajayi Chief Financial Officer FRC/2013/ICAN/00000001242

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2018

	31 December 2018	31 December 2017
	N'000	N'000
Interest income on amortised cost financial assets	12,196,782	10,100,569
Interest income on FVTPL financial assets	2,677,344	-
Interest expense	(10,081,737)	(4,929,690)
Net interest income	4,792,389	5,170,879
Impairment loss on amortised cost financial assets	(175,412)	(175,567)
Net interest income after impairment on loans and receivables	4,616,977	4,995,312
Fee and commission income	1,835,445	1,776,025
Fee and commission expense	(57,448)	(31,843)
Net gains on financial instruments	5,021,935	3,291,995
Net trading and foreign exchange gain	5,123,781	2,074,705
Profit on disposal of property and equipment	-	5,104
Employee benefit expenses	(3,804,845)	(3,297,297)
Depreciation	(160,516)	(111,816)
Amortisation of intangible assets	(39,773)	-
General and administrative expenses	(2,558,986)	(1,433,016)
Profit before income tax	9,976,570	7,269,171
Income tax expense	(101,697)	(174,196)
Profit for the year	9,874,873	7,094,975
Other comprehensive income:		
Items that may be reclassified subsequently to profit or loss		
Unrealised net gains arising during the year before tax	-	328,666
Net reclassification adjustments for realised net losses before tax	-	543,785
Other comprehensive income for the year, net of tax	-	872,451
Total comprehensive income for the year	9,874,873	7,967,426

Customers Complaint Resolution

In line with CBN circular ref FPR/DIR/CIR/GEN/01/020, there was no customer complaint during the year, (2017:1).

The summary financial statements disclosed were derived from the full financial statements of Rand Merchant Bank Nigeria Limited for the year ended 31 December 2018 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 2018 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 summarised statement of financial position, statement of profit or loss and other comprehensive income and report of the independent auditor are published in accordance with the requirements of S27 of the Banks and Other Financial Institutions Act (BOFIA). 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.

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 2018 and the summary statement of profit or loss and other 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 2018.

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 28 March 2019. 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 did not pay penalties in respect of contraventions of the Banks and Other Financial Institutions Act and relevant circulars issued by the Central Bank of Nigeria during the year ended 31 December 2018.



For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria

Engagement Partner: Obioma Ubah
FRC/2013/ICAN/0000002002



28 March 2019