

**Otuasekan Rural Bank Plc****Statement of comprehensive income****For the year ended 31st December 2024**

	<b>2024 (GH¢)</b>	<b>2023 (GH¢)</b>
Interest income	55,394,425	37,445,913
Interest expense	(6,877,183)	(4,756,173)
<b>Net interest income</b>	<b>48,517,242</b>	<b>32,689,740</b>
Commissions and fees	3,524,634	2,872,507
Other operating income	555,593	461,973
<b>Total operating income</b>	<b>52,597,469</b>	<b>36,024,219</b>
Impairment Loss on Financial Assets	(2,453,219)	(1,582,437)
Personnel Expenses	(24,443,531)	(19,131,715)
Depreciation & Amortization	(1,094,470)	(629,369)
Operating Expenses	(11,481,603)	(9,495,348)
<b>Profit before taxation</b>	<b>13,124,646</b>	<b>5,185,350</b>
Growth and Sustainability Levy	(852,551)	-
Income Tax Expense	(4,268,369)	(1,832,872)
<b>Profit after tax</b>	<b>8,003,726</b>	<b>3,352,478</b>

**Earnings per share (EPS)**

Basic earnings per share (in GHP)	0.63	0.30
Diluted Earnings per share (in GHP)	0.63	0.30

**Otuasekan Rural Bank Plc****Statement of Financial Position****As at 31st December 2024**

	<b>2024</b>	<b>2023</b>
<b>Assets</b>	<b>(GH¢)</b>	<b>(GH¢)</b>
Cash and bank balances	62,170,884	50,134,109
Non-Pledged Trading Assets	207,669,197	107,532,183
Loans & Advances to Customers	57,663,404	52,252,803
Investment Securities	180,278	111,244
Taxation	15,819	641,164
Deferred Tax-Asset	291,761	313,194
Other Assets	3,380,322	3,827,536
Property, plant and equipment	4,320,084	2,689,491
Intangible Assets	230,259	219,469
<b>Total Assets</b>	<b>335,922,009</b>	<b>217,721,193</b>
<b>Liabilities</b>		
Creditors & Accruals	15,823,075	7,400,622
Deposits from Customers	293,780,833	192,008,924
Provisions	6,752,623	2,447,540
<b>Total Liabilities</b>	<b>316,356,531</b>	<b>201,857,085</b>
<b>Equity and Reserves</b>		
Stated capital	4,028,486	3,439,835
Retained Earnings	9,791,525	8,680,722
Statutory Reserve Fund	5,587,549	3,586,618
Capital surplus	63,619	63,619
Credit Risk Reserve	94,300	93,315
<b>Total Equity</b>	<b>19,565,478</b>	<b>15,864,108</b>
<b>Total liabilities and equity</b>	<b>335,922,009</b>	<b>217,721,193</b>

**Approved by the Board of Directors on 18th April, 2025 and signed  
on its behalf by:**

.....  
**Director**

.....  
**Director**

**Otuasekan Rural Bank Plc****Statement of cashflow****For the year ended 31st December 2024**

	<b>2024</b>	<b>2023</b>
	<b>(GH¢)</b>	<b>(GH¢)</b>
<b>Profit before tax</b>	13,124,646	5,185,350
Depreciation	1,094,470	629,369
Interest Received	43,739	106,733
Prior year adjustment	(88,256)	-
<b>Cash flow before changes in assests &amp; liabilities</b>	<b>14,174,599</b>	<b>5,921,452</b>
<b>Changes in assets and liabilities</b>		
Changes in loans and advances to customers	(5,410,601)	(10,143,144)
Changes in Other Assets	447,214	(944,008)
Changes in Deposits from Customers	101,771,909	45,389,238
Funds Applied	(540,333)	(544,050)
Changes in Creditors	8,422,454	2,604,289
<b>Cashflow from operating activities</b>	<b>118,865,242</b>	<b>42,283,776</b>
Tax paid	(5,115,306)	(1,950,000)
<b>Net Cash Generated from Operating Activities</b>	<b>113,749,935</b>	<b>40,333,776</b>
<b>Cashflow from Investing Activities</b>		
Purchases of Property, Plant and Equipment	(2,735,852)	(1,280,217)
Purchases of Treasury Bills and Other Eligible Bills	(100,137,014)	(20,972,661)
Investment in Securities	(69,034)	(57,540)
Addition to Gratuity Fund	1,200,000	500,000
Disposal of Property, Plant & Equipment	-	6,084
	<b>(101,741,901)</b>	<b>(21,804,333)</b>
<b>Financing</b>		
Divdend Paid	(559,909)	(1,062)
Additional Shares Issued	588,651	632,706
<b>Net Cash Used In Financing Activities</b>	<b>28,742</b>	<b>631,644</b>
Net Increase in cash and cash equivalents	12,036,776	19,161,086
Adjusted Cash and cash equivalents at January 1	50,134,109	30,973,023
<b>Cash and cash equivalents at December 31</b>	<b>62,170,884</b>	<b>50,134,109</b>
<b>Analysis of cash and cash equivalents as shown</b>		
Cash & Bank Balances	62,170,884	50,134,109
	<b>62,170,884</b>	<b>50,134,109</b>

**Otuasekan Rural Bank Plc****Statement of changes in equity****For the year ended 31st December 2024**

	<b>Stated Capital</b>	<b>Retained Earnings</b>	<b>Statutory Reserve Fund</b>	<b>Capital Surplus</b>	<b>Credit Risk Reserve</b>	<b>Total</b>
<b>2024</b>	<b>(GH¢)</b>	<b>(GH¢)</b>	<b>(GH¢)</b>	<b>(GH¢)</b>	<b>(GH¢)</b>	<b>(GH¢)</b>
<b>1 January 2024</b>	<b>3,439,835</b>	<b>8,680,722</b>	<b>3,586,618</b>	<b>63,619</b>	<b>93,315</b>	<b>15,864,108</b>
Profit for the year	-	8,003,726	-	-	-	8,003,726
Dividend Paid	-	(559,909)	-	-	-	(559,909)
Issue of Additional Shares	588,651	-	-	-	-	588,651
Prior year adjustment		(822,735)				(822,735)
Prior year adjustment (Prov. for bad debt)		93,315	-	-	-	93,315
Transfers to statutory Reserve	-	(2,000,932)	2,000,932	-	-	-
Transfers to Credit Risk Reserve	-	(985)	-	-	985	-
Transfers to Development Fund	-	(2,000,932)				(2,000,932)
Transfers to Gratuity Fund	-	(1,600,745)	-	-	-	(1,600,745)
<b>31 December 2025</b>	<b>4,028,486</b>	<b>9,791,525</b>	<b>5,587,549</b>	<b>63,619</b>	<b>94,300</b>	<b>19,565,478</b>

**2023**

<b>1 January 2023</b>	<b>2,807,129</b>	<b>7,828,919</b>	<b>2,688,934</b>	<b>63,619</b>	<b>-</b>	<b>13,388,601</b>
Profit for the year	-	3,352,478	-	-	-	<b>3,352,478</b>
Dividend Paid	-	(1,062)	-	-	-	<b>(1,062)</b>
Issue of Additional Shares	632,706		-	-	-	<b>632,706</b>
Prior year adjustment		(59,564)	59,564			-
Transfers to statutory Reserve	-	(838,120)	838,120	-	-	-
Transfers to Credit Risk Reserve	-	(93,315)	-	-	<b>93,315</b>	-
Transfers to Development Fund	-	(838,120)				<b>(838,120)</b>
Transfers to Gratuity Fund	-	(670,496)	-	-	-	<b>(670,496)</b>
<b>31 December 2025</b>	<b>3,439,835</b>	<b>8,680,722</b>	<b>3,586,618</b>	<b>63,619</b>	<b>93,315</b>	<b>15,864,108</b>

<b>Value Added Statement</b>	<b>2024 (GH¢)</b>	<b>2023 (GH¢)</b>
Interest earned and operating income	58,919,058	40,318,419
Direct cost of services and other costs	(17,590,631)	(13,343,826)
<b>Value added by banking services</b>	<b>41,328,428</b>	<b>26,974,594</b>
Non-banking income	555,593	461,973
Impairments	(2,453,219)	(1,582,437)
<b>Value added</b>	<b>39,430,802</b>	<b>25,854,129</b>

Distributed as follows:

#### **To employees**

Directors	(768,155)	(907,695)
Other Employees	(24,443,531)	(19,131,715)
	<b>(25,211,686)</b>	<b>(20,039,410)</b>

#### **To Government**

Income Tax	<b>(5,120,920)</b>	<b>(1,832,872)</b>
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#### **To providers of capital**

Dividends to shareholders	-	-
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#### **To expansion and growth**

Depreciation and amortisation	<b>(1,094,470)</b>	<b>(629,369)</b>
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<b>Retained Earnings</b>	<b>8,003,726</b>	<b>3,352,478</b>
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**Reporting entity**

Otuasekan Rural Bank PLC is a bank incorporated in Ghana. The address of the Bank's registered office is: Kofiase, Mampong, P. O Box MA339, Mampong.

**Basis of accounting**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit – Taking Institutions Act, 2016 (Act 930).

**Functional and presentation currency**

These financial statements are presented in Ghana Cedi, which is the Bank's functional currency.

**Use of judgements and estimates**

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Bank's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

**Significant Accounting Policies**

The principal accounting policies of the Bank have been applied consistently to all periods in these financial statements. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by International Accounting Standards Board (IASB) and adopted by Institute of Chartered Accountants, Ghana (ICAG). Additional information required under the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposits-Taking Institutions Act 2016 (Act 930) have been included, where appropriate.

**Risk Management Framework**

The risk management framework consists of a comprehensive set of policies, standards, procedures and processes designed to identify, measure, monitor, mitigate and report significant risk exposure in a consistent and effective manner across the Bank. Through the framework, risk is managed with the objective of maximizing risk-adjusted returns within the context of the Bank's risk appetite. The Board of Directors have overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board's commitment to good risk management is supported by their continuing professional development in the field of risk management and their support for the implementation and continued improvement of the risk management framework within the Bank. In addition, there are in place the Audit, Risk & Compliance Committee, the Credit Committee, the ICT Committee and Assets and Liability Committee (ALCO), which are responsible for developing and monitoring risk management policies in their specified areas.

## Quantitative Disclosures

	2024	2023
	%	%
Capital adequacy ratio	28.53	22.18
Non-performing loans to Gross loans	2.77	4.23
Loan loss provision	2.98	2.69

## Defaults in statutory liquidity and accompanying sanctions

	2024	2023
a) Default in statutory liquidity	Nil	Nil
b) Sanctions	Nil	Nil

## Report of the Directors

The Directors in submitting to the shareholders the financial statements of the Bank for the year ended 31 December 2024 report as follows:

### Directors' Responsibility Statement

The Bank's Directors are responsible for the preparation of the financial statements that give a true and fair view of Otusekan Rural Bank PLC, comprising statement of financial position at 31 December, 2024, the statements of comprehensive income, changes in equity and cash flows for the year then ended, and the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes.

The Directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and for maintaining adequate accounting records and an effective system of risk management.

The Directors have made an assessment of the Bank's ability to continue as a going concern and have no reason to believe the business will not be a going concern.

The auditor is responsible for reporting on whether the financial statements give a true and fair view in accordance with the applicable financial reporting framework.

### Nature of Business

The Bank is authorized by Bank of Ghana to receive deposits from and grant loans to customers and also provide any other service ancillary to financial services allowed by the regulator.

### Dividend

The Directors do not recommend the payment of dividend for the year ended 31 December 2024.

**Auditor**

The auditor, Owiredu Yeboah Consult will not continue in office in accordance with Section 134 (5) and Section 81 of the Banks and Specialised Deposit – Taking Institutions Act, 2016 (Act 930).

**Approval of the Financial Statements**

The financial statements of the Bank were approved by the board of directors on 18 April 2025 and were signed on their behalf by:

.....  
Mr. Kwadwo Nkansah-Fordjour  
(Chairman)

.....  
Mr. Effa Kofi Frempa  
(Member)

**Independent Auditor's Report on the Condensed Financial Statement  
To the Members of Otuasekan Rural Bank PLC****Opinion**

The condensed financial statements, which comprise the statement of financial position at 31 December 2024, and the statements of comprehensive income, changes in equity and cash flows for the year then ended and related notes, are derived from the audited financial statements of Otuasekan Rural Bank PLC for the year ended 31 December 2024.

In our opinion, the accompanying condensed financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the basis described in the notes.

**Condensed Financial Statements**

The condensed financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act 2019, (Act 992) and the Banks and Specialised Deposits-Taking institutions Act, 2016 (Act 930) applied in the preparation of the audited financial statements of Otuasekan Rural Bank PLC. Reading the condensed financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our 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 25 April 2025. 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 for the current period.

**Directors' Responsibility for the Condensed Financial Statements**

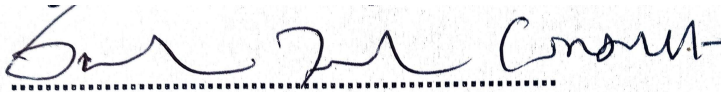
The directors are responsible for the preparation of the condensed financial statements in accordance with the basis described in the notes.



### **Auditor's Responsibility**

Our responsibility is to express an opinion on whether the condensed financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

The engagement partner on the audit resulting in this independent auditor's report is **Eugene Owiredu-Yeboah (ICAG/P/1229)**

A handwritten signature in dark ink, appearing to read 'Eugene Owiredu-Yeboah', is written over a dotted line.

**Owiredu Yeboah Consult (ICAG/F/2025/144)**  
**Chartered Accountants**  
**Sahara-Dansoman**  
**P.O.Box AN 7872 Accra North**  
**Accra**

**22 April 2025**