



FIDELITY BANK PLC

CONDENSED UNAUDITED HALF YEAR FINANCIAL STATEMENTS

JUNE 2016

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND SHAREHOLDERS ON THE
BANK'S UNAUDITED RESULTS FOR THE PERIOD ENDED 30 JUNE 2016
INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE, 2016

		30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
Gross Earnings	NOTE	70,415	72,291	146,891
Interest and similar income	1	57,163	56,027	121,158
Interest and similar expense	2	(25,535)	(29,180)	(60,294)
Net interest income		31,628	26,846	60,864
Impairment charge for credit losses	3	(4,798)	(3,140)	(5,764)
Net interest income after impairment charge for credit losses		26,830	23,706	55,100
Fee and commission income	4	12,036	10,210	17,237
Fee and commission expense	4	(1,322)	(1,084)	(2,411)
Net gains / (losses) from financial instruments classified as held for trading	5	(776)	(401)	(291)
Net gains/(losses) on investment securities		-	-	-
Other operating income	7	1,216	6,055	8,496
Other operating expenses	8	(31,701)	(28,821)	(64,107)
Share of profit / (loss) of associates accounted for using the equity method				
Profit before income tax from continuing operations		6,284	9,664	14,024
Profit before income tax from continuing operations		6,284	9,664	14,024
Income tax expense from continuing operations		(691)	(1,450)	(120)
Profit after income tax from continuing operations		5,593	8,215	13,904
PROFIT FOR THE PERIOD		5,593	8,215	13,904
Profit attributable to:				
Equity holders of the bank		5,593	8,215	13,904
Non-controlling interests				
Earnings per share for profit attributable to owners of the parent				
Basic (kobo)	10	39	57	48

SIGNED ON BEHALF OF THE BOARD OF DIRECTORS

NNAMDI OKONKWO

EZINWA UNUIGBOJE

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE, 2016

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
PROFIT FOR THE PERIOD	5,593	8,215	13,904
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Net gains/(losses) on Available-for-sale financial assets	-	-	-
- Unrealised net gains/(losses) arising during the period	(1,702)	995	5,163
- Net reclassification adjustments for realised net gains/(losses)	-	-	(783)
Tax effect of revaluation of equity financial assets	-	-	-
Items that may not be reclassified subsequently to profit or loss			
Remeasurement Gains/(losses)	-	-	(2,667)
Share of other comprehensive income of associates	-	-	-
Tax effect of other comprehensive income of associates	-	-	-
Other comprehensive income for the period, net of tax	(1,702)	995	1,713
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	3,891	9,210	15,617
Total comprehensive income attributable to:			
Equity holders of the bank			
Non-controlling interests			

FIDELITY BANK PLC

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE, 2016

		30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
ASSETS	Note			
Cash and balances with central banks	11,12	253,613	231,978	185,332
Due From Banks		63,285	40,334	79,942
Loans and advances to customers	13	711,139	572,839	578,203
Investments:				
Held for trading(Fair value through profit and loss)	14	4,930	53,482	4,070
Available for sale	14	88,421	99,504	116,607
Held to maturity	14	174,395	104,022	180,736
Property and equipment		42,823	40,028	40,930
Intangible assets				
Deferred tax asset				
Other assets	15	59,261	50,498	45,902
Assets classified as held for sale				
TOTAL ASSETS		1,397,867	1,192,684	1,231,722
LIABILITIES				
Deposits from customers	16	829,928	796,550	769,636
Current income tax liability		950	1,221	2,332
Deferred income tax liability		-	1,410	-
Other liabilities	17	87,268	70,364	58,568
Liabilities included in assets classified as held for sale				
Retirement benefit obligations		9,336	6,468	9,431
Other Borrowed Funds	18	71,943	48,334	51,854
On-Lending Facilities	19	102,393	-	66,264
Debt Issued Securities	20	112,584	89,780	90,121
TOTAL LIABILITIES		1,214,403	1,014,127	1,048,206
EQUITY				
Share capital		14,481	14,481	14,481
Share premium		101,272	101,272	101,272
Retained earnings		34,397	16,171	8,797
Other reserves				
Statutory reserve		23,016	20,930	23,016
SSI Reserve		764	764	764
Contingency reserve		-	-	-
Non-distributable reserve		9,530	23,950	33,480
Revaluation reserve		4	988	1,706
		183,464	178,556	183,516
Non-controlling interest				
Total equity		183,464	178,556	183,516
TOTAL EQUITY & LIABILITIES		1,397,867	1,192,684	1,231,722

FIDELITY BANK PLC

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2016



	Attributable to equity holders								Total equity N'million
	Share capital N'million	Share premium N'million	Retained earnings N'million	Statutory reserve N'million	Small scale investment reserve N'million	Contingency reserve N'million	NDR N'million	Revaluation reserve N'million	
At 31 December 2014	14,481	101,272	11,721	20,930	764	-	23,950	(7)	173,111
Profit for the year	-	-	13,904	-	-	-	-	-	13,904
Other comprehensive income	-	-	-	-	-	-	-	-	-
Unrealised net gains/(losses) arising during the year	-	-	-	-	-	-	-	5,163	5,163
Net reclassification adjustments for realised net gains/(losses)	-	-	-	-	-	-	-	(783)	(783)
Remeasurement loss	-	-	-	-	-	-	-	(2,667)	(2,667)
Total comprehensive income	-	-	13,904	-	-	-	-	1,713	15,617
Dividend	-	-	(5,213)	-	-	-	-	-	(5,213)
Transfer between reserves	-	-	(11,615)	2,086	-	-	9,530	-	-
At 31 December 2015	14,481	101,272	8,796	23,017	764	-	33,480	1,706	183,515
Profit for the year	-	-	6,284	-	-	-	-	-	6,284
Other comprehensive income	-	-	-	-	-	-	-	-	-
Unrealised net gains/(losses) arising during the year	-	-	-	-	-	-	-	(1,702)	(1,702)
Net reclassification adjustments for realised net gains/(losses)	-	-	-	-	-	-	-	-	-
Arising during the year	-	-	-	-	-	-	-	-	-
Actuarial losses (Note 27)	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	6,284	-	-	-	-	(1,702)	4,582
Dividend	-	-	(4,634)	-	-	-	-	-	(4,634)
Transfer between reserves	-	-	23,950	-	-	-	(23,950)	-	-
As at 30 June, 2016	14,481	101,272	34,395	23,017	764	-	9,530	4	183,464

FIDELITY BANK PLC
STATEMENT OF CASHFLOWS
FOR THE PERIOD ENDED 30 JUNE 2016



	Note	30 June 2016 N'million	31 December 2015 N'million
Operating Activities			
Cash flow generated/ (used in) from operations		(21,599)	60,093
Income taxes paid		-	(917)
Interest received		51,393	108,144
Retirement benefits paid		(1,376)	(1,997)
Interest paid		(26,082)	(58,191)
Net cash flows (used)/ from operating activities		2,336	107,132
Investing activities			
Purchase of property, plant and equipment		(3,044)	(5,920)
Proceeds from sale of property and equipment		65	151
Purchase of intangible assets		(4)	(739)
Proceeds from sale of unquoted securities		-	1,309
Purchase of AFS and HTM financial assets		(35,828)	(148,701)
Redemption of HTM financial assets at maturity		19,896	2,112
Proceeds from sale of AFS financial assets		18,242	17,023
Dividend received		32	1,393
Net cash flows (used)/from investing activities		(641)	(133,372)
Financing activities			
Dividend paid		(4,634)	(5,213)
Repayment of long term borrowings		(2,502)	(26,268)
Proceeds of debt issued and other borrowed funds		36,129	41,059
Net cash flows from Financing activities		28,993	9,578
Increase in cash and cash equivalents		30,688	(16,662)
Cash and cash equivalents at beginning of year		114,135	126,743
Net foreign exchange difference on cash and cash equivalents		-	4,054
Cash and cash equivalents at end of year	12	144,823	114,135

FIDELITY BANK PLC
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30 JUNE 2016



	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
1.0 Interest and similar income			
Loans and advances to customers	39,598	35,741	80,267
Treasury bills and other investment securities:			
-Held For Trade	1,926	4,125	12,387
-Available For Sale	5,316	6,988	14,150
-Held To Maturity	8,027	6,413	8,723
Advances under finance lease	2,124	2,225	4,566
Placements and short term funds	173	534	1,065
	<u>57,163</u>	<u>56,027</u>	<u>121,158</u>
2.0 Interest and similar expense			
Term deposits	16,652	22,052	44,745
Debt issued and other borrowed funds	5,999	3,253	10,815
Current accounts	503	403	621
Savings deposits	2,275	1,736	3,963
Inter-bank takings	106	1,736	150
	<u>25,535</u>	<u>29,180</u>	<u>60,294</u>
3.0 Impairment charge	<u>(4,798)</u>	<u>(3,140)</u>	<u>(5,764)</u>
4.0 Net fee and commission income			
Commission on E-banking activities	5,928	1,338	6,180
Maintenance Charge	856	1,083	2,143
Commission on travellers cheque and foreign bills	763	942	1,365
Commission and fees on banking services	394	545	1,116
Commission and fees on NXP	335	692	1,006
Credit related fees	509	245	1,005
ATM charges	1,017	473	978
Remittance fees	375	173	685
Letters of credit commissions and fees	259	366	642
Commission on fidelity connect	519	157	408
Commissions on off-balance sheet transactions	229	322	491
Collection fees	257	110	241
Telex fees	178	180	273
Cheque issue fees	108	109	231
Other fees and commissions	308	3,476	473
Fee and commission income	<u>12,036</u>	<u>10,210</u>	<u>17,237</u>
Fee and commission expense	<u>(1,322)</u>	<u>(1,084)</u>	<u>(2,411)</u>
Net fee and commission income	<u>10,715</u>	<u>9,126</u>	<u>14,826</u>
5.0 Net gains from financial instruments classified as held for trading through profit and loss			
Net gains arising from:			
Bonds	18	367	(287)
Treasury bills	(794)	(768)	(4)
	<u>(776)</u>	<u>(401)</u>	<u>(291)</u>
6.0 Gain/Loss on investment securities			
Equities investment in subsidiaries that were disposed			
7.0 Other operating income			
Net foreign exchange gains	963	4,994	6,213

Dividend income	32	791	1,393
Profit on disposal of unquoted securities	-	15	86
Profit/loss on disposal of investment property	(4)	(7)	(57)
Other income	224	262	861
	<u>1,216</u>	<u>6,055</u>	<u>8,496</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
8.0 Other operating expenses			
Banking sector resolution cost	3,063	2,994	5,935
Marketing, communication & entertainment	3,738	811	5,845
Deposit insurance premium	1,846	1,788	3,332
Contractor compensation	1,745	1,712	3,533
Repairs and maintenance	1,272	1,074	2,457
Computer expenses	1,527	731	1,627
Security expenses	694	629	1,295
Training expenses	165	254	650
Corporate finance expenses	290	213	606
Litigations and claims	-	-	545
Bank charges	127	248	434
Legal expenses	148	120	432
Consultancy expenses	226	211	407
Travelling and accommodation	294	226	531
Telephone expenses	216	117	251
Postage and courier expenses	57	57	111
Insurance expenses	157	145	319
Office expenses	207	186	395
Cash movement expenses	277	309	591
Stationery expenses	127	100	218
Rent and rates	112	108	315
Directors' emoluments	114	134	346
Electricity	206	170	372
Auditors' remuneration	94	94	150
Other expenses	620	1,497	2,300
Personnel expenses	12,268	12,970	27,125
Depreciation	2,107	1,923	3,985
	<u>31,701</u>	<u>28,821</u>	<u>64,107</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
9.0 Personnel expenses			
Salaries and wages	10,987	11,689	25,062
Pension costs (Note 27):			
- Staff Gratuity Plan	-	-	-
- Staff Retirement benefit plan	1,282	1,282	2,063
	<u>12,268</u>	<u>12,970</u>	<u>27,125</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
10.0 Earnings per share			

10.0 Basic and Diluted

Basic earnings per share is calculated by dividing the net profit attributable to

Profit/(loss) attributable to equity holders of the Bank
Weighted average number of ordinary shares in issue
Basic & Diluted earnings per share (expressed in kobo per share per annum)

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
11.0 Cash and balances with central bank			
Cash	22,150	22,801	20,335
Balances with central bank other than mandatory reserve deposits	59,388	(6,687)	13,858
Included in cash and cash equivalents	<u>81,538</u>	<u>16,114</u>	<u>34,193</u>
Mandatory reserve deposits with central bank	172,074	215,863	151,139
Carrying amount	<u>253,613</u>	<u>231,978</u>	<u>185,332</u>

Cash and Cash Equivalents

Cash and cash equivalents comprise balances with less than three months' maturity from the date of acquisition, including cash in hand, deposits held at call with other banks and other short-term highly liquid investments with original maturities less than three months.

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
12.0			
Cash and balances with central bank	81,538	16,114	34,193

Loans and advances to banks
Total cash and cash equivalents

63,285	40,334	79,942
144,823	56,449	114,135

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
13.0 Loans and advances to customers			
Overdrafts	91,234	91,143	78,446
Term loans	613,731	474,483	495,528
Advances under finance lease	31,222	21,105	22,640
Other loans	527	6,679	2,364
Impairment	(25,574)	(20,571)	(20,776)
	711,139	572,839	578,202

14.0 Investments

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
Debt and equity securities			
14.1 Fair value through profit and loss			
Treasury bills - At fair value through profit and loss	4,929	53,490	-
Federal Government bonds - At fair value through profit and loss	1	(29)	238
Corporate Bonds-At fair value through profit and loss	-	-	-
State Bonds- At Fair value through profit and loss	-	21	3,832
Listed equity investments - At fair value through profit and loss	-	-	-
	4,930	53,482	4,070
14.2 Available for sale			
Treasury bills - Available-for-sale (At fair value)	60,144	79,215	71,750
Federal Government bonds - Available-for-sale (At fair value)	12,971	2,652	32,186
State bonds - Available-for-sale (At fair value)	7,942	9,118	5,428
FMB Zero Coupon Bonds	-	-	-
Corporate Bonds- Available-for-Sale	-	-	-
Equity investments - Available-for-sale (At fair value)-gross	7,364	8,519	7,243
	88,421	99,504	116,607
14.3 Held-to-maturity			
Treasury Bills- Held-to Maturity	78,698	66,935	95,481
Federal Government bonds - Held-to-maturity (At amortised cost)	73,229	15,005	63,313
State Government bonds - Held-to-maturity (At amortised cost)	5,479	5,944	5,795
Corporate Bonds- Held To Maturity	16,990	16,137	16,147
AMCON - Held-to-maturity (At amortised cost)	-	-	-
	174,395	104,022	180,736
Total investments	267,746	257,007	301,413

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
14.4 Pledged assets			

Treasury Bills and Bonds are pledged to the Nigerian Inter Bank Settlement

The nature and carrying amounts of the assets pledged as collaterals are as follows:

Treasury bills	17	16	2
Federal Government bonds	9	9	6
Other assets	26	26	9

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
15.0 Financial assets			
Sundry receivables	18,639	7,911	27,780
Non-Preparatory assets	8,345	24,429	12,364
Others	-	-	-
	26,984	32,340	40,144
Less:			
Specific allowances for impairment			
Non financial assets			
Prepayments	33,463	19,519	6,580
Other non financial assets	213	304	560
	33,677	19,824	7,140
Specific allowances for impairment	(1,400)	(1,665)	(1,382)
	32,277	18,158	5,758
Total	59,261	50,498	45,902

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
16.0 Deposits from customers			
Demand	319,267	285,878	269,495
Savings	138,104	105,214	119,140
Term	235,908	302,086	321,947
Domiciliary	88,610	97,966	54,391
Others	48,038	5,406	4,663
	<u>829,928</u>	<u>796,550</u>	<u>769,636</u>
Current	829,928	796,550	769,636
Non-current			
	<u>829,928</u>	<u>796,550</u>	<u>769,636</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
17.0 Other liabilities			
Customer deposits for letters of credit	2,890	9,497	5,607
Accounts payable	36,425	29,892	33,485
Manager's cheque	1,278	1,829	2,866
Non-Proprietary Liabilities	8,345	24,429	12,364
Provisions	3,020	1,537	1,945
Other liabilities/credit balances	35,311	3,180	2,301
	<u>87,268</u>	<u>70,364</u>	<u>58,568</u>

Provisions include staffs year end bonus and other provisions of which there is a constructive and legal obligation on the part of the bank.

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
18.0 Other Borrowed Funds			
Long term loan from SCB London	-	3,183	-
Long Term loan from PROPACO	10,182	7,958	7,960
Long term loan from African Development Bank (ADB) (see note 28.4)	11,200	7,958	14,925
Long term loan from Citibank and HSBC London	35,000	24,869	24,875
European Invest	5,761	4,366	4,094
AFDB	9,800	-	-
	<u>71,943</u>	<u>48,334</u>	<u>51,854</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
19.0 On-Lending Facilities			
Central Bank of Nigeria - Salary Bailout facilities	71,355	-	56,264
Central Bank of Nigeria - Excess Crude Account	29,938	-	10,000
Central Bank of Nigeria - Real Sector Funds	1,100	-	-
	<u>102,393</u>	<u>-</u>	<u>66,264</u>

	30 June 2016 N'million	30 June 2015 N'million	31 December 2015 N'million
20.0 Debt Issued Securities			
6.875% EuroBond	83,811	59,099	61,071
16.48% Local Bond	28,773	30,681	29,050
	<u>112,584</u>	<u>89,780</u>	<u>90,121</u>