



DataPro



CORPORATE RATING REPORT

ACCION MICROFINANCE BANK LIMITED

Ground Floor, Foresight House
163-165 Broad Street,
By Marina Water Front
Lagos, Nigeria
☎ 234-802 220 5312, 805 530 3677
Email: info@datapronigeria.net
dataprong@gmail.com
Website: www.datapronigeria.com

June, 2025

ACCION MICROFINANCE BANK LTD

Long-Term Rating:

A⁻

Short Term Rating: A2

Rating Outlook: Stable

Trend: UP

Currency: Naira

Date Issued: 3 June, 2025

Valid Till: 2 June, 2026

Reference:

Abiodun Adeseyoju, FCA.

Abimbola Adeseyoju.

Oladele Adeoye.

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EXECUTIVE SUMMARY

	2024 ₦'000	2023 ₦'000	2022 ₦'000	2021 ₦'000	2020 ₦'000
Gross Earnings	7,649,218	6,168,843	6,955,210	5,546,127	4,897,276
Profit Before Tax	800,249	503,583	1,550,127	1,066,923	7,091
Shareholders' Funds	7,102,749	6,768,603	6,758,206	5,936,384	5,365,527
Deposit Liabilities	6,413,333	4,303,970	4,540,983	3,810,250	4,309,677
Loans & Advances	16,015,139	11,686,796	12,437,621	11,674,684	8,337,995
Total Assets	19,418,512	14,864,979	15,181,823	14,719,897	12,881,603

Rating Explanation

The Short-Term Rating of **A2** indicates *Fair Credit Quality* and adequate capacity for timely payment of financial commitments.

The Long-Term Rating of **A⁻** indicates *Low Risk*. It shows very good Financial Strength, Operating Performance and Business Profile when compared to the standard established by **DataPro**. This Company, in our opinion, has strong ability to meet its ongoing obligations.

RATING SYNOPSIS

The Rating took into consideration all relevant qualitative and quantitative factors to arrive at the assigned risk indicator.

The qualitative information used were based on industry and market intelligence including public information. The quantitative information were obtained from the Bank's Audited and Management Accounts.

The risk factors were assessed using the Bank's Capitalization, Earnings Profile, Liquidity, Corporate Governance, Regulatory Compliance and Sustainability of its current healthy profile in the medium to long term period.

Overall, the following were observed:

Positive Rating Factors

- Good Revenue Portfolio
- Experienced Board and Management Team
- Strong Risk Management Framework
- High Quality Shareholders

Negative Rating Factors

- Sectoral Concentration Risk
- High NPL

This report does not represent an offer to trade in securities. It is a reference source and not a substitute for your own judgment. As far as we are aware, this report is based on reliable data and information, but we have not verified this or obtained an independent verification to this effect. We provide no guarantee with respect to accuracy or completeness of the data relied upon, and therefore the conclusions derived from the data. This report has been prepared at the request of, and for the purpose of, our client only and neither we nor any of our employees accept any responsibility on any ground whatsoever, including liability in negligence, to any other person. Finally, DataPro and its employees accept no liability whatsoever for any direct or consequential loss of any kind arising from the use of this document in any way whatsoever.

BACKGROUND

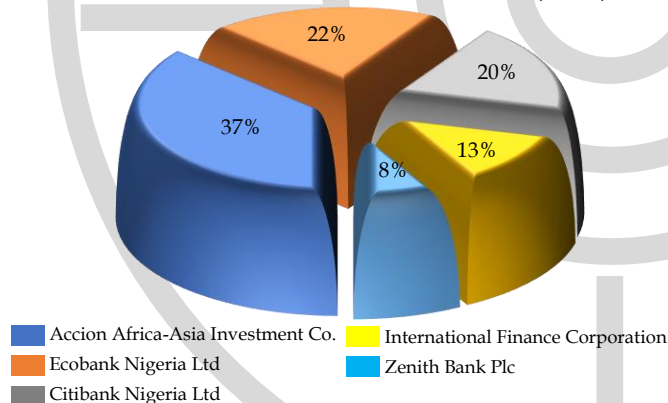
Accion Microfinance Bank Limited ("the Bank") was incorporated on May 16, 2006. It obtained approval to operate as a Microfinance Bank by the *Central Bank of Nigeria (CBN)* on 20 April, 2007. It commenced operations on the 7th of May, 2007. The Bank was granted a license as a *National Microfinance Bank* in December 2014.

The Bank accepts deposits from individuals, groups and organizations and also raises finance in accordance with the CBN regulations and guidelines on microfinance banks. It offers a comprehensive range of financial services, including savings, loans and financial literacy programs tailored to the needs of Micro, Medium and Small-Scale Enterprises (MSMEs) and low-income individuals.

The products/services of the Bank include: *Microcredit (Lending), Savings and Deposits, Digital Products/Payment Services* and *Financial Advisory Services*. The Bank has been able to grow its clientele base to about 323,080. These clients are serviced via a team of 882 employees.

Since its inception, the Bank has expanded its operations across 12 states, establishing a network of 72 branches in Nigeria. It plans to further extend its footprint into nine (9) additional states with the opening of 11 new branches over the next three (3) years.

SHAREHOLDING STRUCTURE (2024)



Source: Accion Microfinance Bank Ltd.

The Bank's operations are supported by key institutional investors, including *Accion Africa-Asia Investment Company, Ecobank Nigeria Limited, Citibank Nigeria Limited, the International Finance Corporation* and *Zenith Bank Plc*. Collectively, these institutions constitute the Bank's core investor base.

KEY FINANCIAL INDICATORS

Item Year	Gross Earnings ₦'000	PBT ₦'000	Equity ₦'000	Deposit Liabs ₦'000	Loan & Advances ₦'000	Total Assets ₦'000
2024	7,649,218	800,249	7,102,749	6,413,333	16,015,139	19,418,512
2023	6,168,843	503,583	6,768,603	4,303,970	11,686,796	14,864,979
2022	6,955,210	1,550,127	6,758,206	4,540,983	12,437,621	15,181,823
2021	5,546,127	1,066,923	5,936,384	3,810,250	11,674,684	14,719,897
2020	4,897,276	7,091	5,365,527	4,309,677	8,337,995	12,881,603

Source: Accion Microfinance Bank Ltd.

As at the year ended December 31st 2024, Share Capital remained unchanged at ₦1.2b compared to the preceding year. Notwithstanding, notable movements occurred within other components of Common Equity Tier 1 Capital.

Transfers from the General Reserve supported a 4% increase in both Regulatory and Statutory Reserves. Additionally, dividend distributions for the year totaled ₦241.5m (Yr. 24). Despite these movements, General Reserves closed at a balance of ₦3.4b (Yr. 24), reflecting a strong profit retention. As a result, Total Shareholders’ Fund recorded an overall growth of 5% in the financial year.

This Equity position was further underpinned by 37% growth in Loans and Advances to Customers and 49% increase in Deposit Liabilities.

DIRECTORS PROFILE

The following persons served on the Board during the reporting period; *Christian Ruehmer – Chairman; Taiwo Joda – Managing Director/CEO; Prof. Olayinka David-West; Mark Adogah; Gift Mahubo, Brian Kuwik; Edwin Igwebuike Ogbogu; Yusufu Aliyu Modibbo and Joy Ojakovo.*

The profile of the Bank directors is as stated:

1. **Name:** Christian Ruehmer
Position: Chairman
Profession: Risk Management and Treasury Expert
Experience (Years): Over 25 years
Previous Job Experience:
 - Senior Risk Manager and Banker
 - Accion Africa-Asia Investment Company

2. **Name:** Taiwo Joda
Position: Managing Director/CEO
Profession: Experienced Banker
Experience (Years): Over 25 years
Education/Professional Qualification:
 - B.Sc. – the University of Lagos
 - M.Sc. – the University of Lagos
 - Said Business School, Oxford University
 - the Chartered Institute of Bankers (HCIB)
 - Member, the Institute of Management (NIM)
 - Lagos Business School, Nigeria
 - INSEAD Business School, France**Previous Job Experience:**
 - Accion Microfinance Bank Ltd.**Year of Board Membership:** Since 2018

3. **Name:** Prof. Olayinka David-West
Position: Independent Non-Executive Director

Profession: IT & Financial Services Professional
Experience (Years): Over 30 years
Education/Professional Qualification:

- M.Sc. – City University, London
- PhD. (DBA) – Manchester Business School

Previous Job Experience:

- the Sustainable and Inclusive Digital Financial Services (SIDFS) initiative
- Academic Director of the Enterprise Development Centre (EDC)
- Dean at the Lagos Business School (LBS)

4. **Name:** Mark Adogah
Position: Non-Executive Director
Profession: Banking Professional
Experience (Years): Over 23 years
Education/Professional Qualification:

- B.Sc. in Accounting
- M.Sc. – the University of Exeter, UK
- Member, the Chartered Institute of Bankers of Nigeria (CIBN)
- Member, the Institute of Chartered Accountants of Nigeria
- Fellow, the Association of Chartered Certified Accountants (ACCA)

Previous Job Experience:

- Arthur Andersen (later KPMG)
- Zenith Bank Plc
- FCMB Capital Markets Limited
- the Global Subsidiaries Group of CitiBank Nigeria’s Banking, Capital Markets & Advisory (BCMA)

5. **Name:** Gift Mahubo
Position: Non-Executive Director
Profession: Business Strategist
Experience (Years): Over 25 years
Previous Job Experience:

- Accion International

6. **Name:** Brian Kuwik
Position: Non-Executive Director (Accion Int’l Representative)
Profession: Finance & Advisory Professional
Experience (Years): Over 25 years
Previous Job Experience:

- Fintechs in Kazakhstan and Uzbekista
- Accion Africa-Asia Investment Company

7. **Name:** Edwin Igwebuike Ogbogu
Position: Non-Executive Director (Ecobank Representative)

Profession: Management Consultant

Previous Job Experience:

- Ecobank Group
- Bank T & D Consulting
- MIH Partners Limited

8. **Name:** Yusufu Aliyu Modibbo

Position: Independent non-Executive Director

Profession: Banking, Corporate Finance, Stock Market Operations & Portfolio Management

Experience (Years): Over 30 years

Education/Professional

Qualification:

- Fellow, the Chartered Institute of Stockholders of Nigeria

9. **Name:** Joy Ojakovo

Position: Independent non-Executive Director

Profession: Professional Accountant

Experience (Years):

Previous Job Experience:

- Progress Trust CPFA Limited

BANKING SECTOR REVIEW

Nigeria, one of Africa's largest and most influential economies, with a population exceeding 200 million, has demonstrated impressive growth in the fourth quarter of 2024, marking its most robust performance in three years. The country's Gross Domestic Product (GDP) expanded by 3.84% year-on-year, with the Services sector playing a pivotal role, contributing 57.38% to the overall GDP and achieving a growth rate of 5.37%.

The Nigerian Banking industry plays a key role in the economic growth of the country and is therefore one of the most heavily regulated sectors in Nigeria. The National Bureau of Statistics (NBS) data reveals that the Finance Sector accounted for 5.76% of real GDP in Q4 2024. However, its real-term growth rate saw a slight decline, totaling 28.47% in Q4 2024, down from 30.83% in Q3 2024.

The financial services landscape continues to evolve, driven by technological advancements in fintech. Innovations such as mobile banking, digital payments, and blockchain technology are revolutionizing the sector. These shifts are not only improving financial inclusion but also reshaping the competitive dynamics, challenging traditional financial institutions to adapt to a rapidly changing market.

Despite the positive growth trends, the sector faces several challenges. The ongoing scarcity of foreign currency, exacerbated by reduced oil revenues and a lack of export diversification, remains a critical issue. Although the Central Bank of Nigeria (CBN) unified the foreign exchange market and floated the naira in June 2023, the local

currency has experienced a significant devaluation. As at May 21, 2025, the naira was trading at ₦1,584.50/\$1 in the official market and an average of ₦1,623.50/\$1 in the parallel market.

Inflation continues to be a major concern, driven by rising food and energy prices. In response, the CBN's Monetary Policy Committee (MPC) has implemented multiple hikes in the Monetary Policy Rate (MPR), which now stands at 27.50% as at May 2025. While this move aims to curb inflation, it has also resulted in higher borrowing costs, making affordable financing more difficult for businesses.

Therefore, a deep understanding of the macro-economic trends and the ability to creatively take advantage of market opportunities remain the critical success factors for operators.

CAPITAL ADEQUACY

Year	2024	2023
Item	₦'000	₦'000
Shareholders' Fund	7,102,749	6,768,603
Total Assets	19,418,512	14,864,979
Fixed Assets	776,823	781,045
Loans & Advances	16,015,139	11,686,796
Equity/Total Assets (%)	36.58	45.53
Equity/Loan & Adv. (%)	44.35	57.92
Fixed Assets/Equity (%)	10.94	11.54

Source: Accion Microfinance Bank Ltd.

The Bank's Share Capital and Share Premium remained the same at ₦1.2b and ₦8.1m respectively in both years 2023 and 2024. Notwithstanding, other components of Common Equity Tier 1 Capital were strengthened in the financial year 2024.

Total Assets included Cash and Cash Equivalents, Loans and Advances, Investment Securities, Property, Plants and Equipment (PPE) as well as Intangibles. Aggregately,

COMPONENT OF TOTAL ASSETS

Year	2024	%	2023	%
Item	₦'000		₦'000	
Liquid Assets	2,176,943	11	1,803,539	12
Loans & Advances	16,015,139	83	11,686,796	79
Fixed Assets	776,823	4	781,045	5
Other Assets	449,607	2	593,599	4
Total Assets	19,418,512	100	14,864,979	100

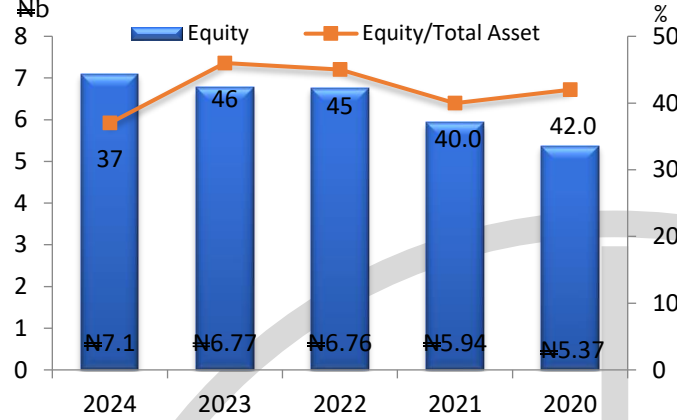
Source: Accion Microfinance Bank Ltd.

In the reviewed 5-year period (2020 - 2024), the Bank has maintained an upward trajectory in its Equity. As at 31st December 2024, Total Shareholders' Fund stood at a balance of ₦7.1b. This reflected a 5% growth rate from the preceding year's position.

these Assets totaled ₦19.4b, representing a 31% rise from the prior year's value. This growth was largely driven by the Bank's Loans and Advances to Customers which increased from ₦11.7b (Yr. 23), to ₦16b (Yr. 24). Consequently, Loans and Advances as a proportion

of Total Assets increased from 79% in the year 2023 to 83% in the year 2024. This signified an increase in the risk outlook of the Bank.

COMPARISON OF SHAREHOLDERS' FUNDS



Source: Accion Microfinance Bank Ltd.

The increase in Loans and Advances during the year diluted the coverage ratio of Equity for risk Assets. Therefore, proportion of Equity to Loans and Advances dipped from 58% to 44% between the years 2023 and 2024.

The Risk Weighted Assets of the Bank increased by 33% in the financial year. Subsequently, the Capital Adequacy Ratio (CAR) of the Bank declined from 46% (Yr. 23), to 37% (Yr. 24). Still, the CAR provided a substantial buffer at 3.7 times above the mandatory regulatory requirement of 10% for Microfinance Banks.

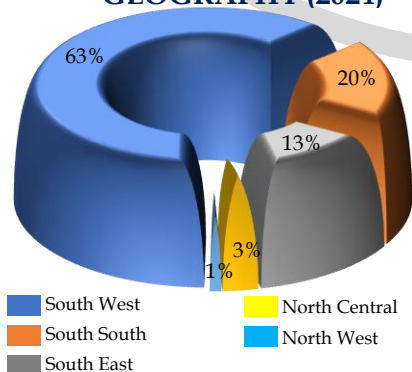
ASSET QUALITY

Item	2024 ₦'000	2023 ₦'000
Gross Loan & Advances	17,003,162	12,872,185
Classified Loan	1,461,111	1,626,175
Provisions	836,655	943,598
Classified Loans Prov./Classified Loans (%)	57.26	58.03
Classified Loans/Equity (%)	20.57	24.03
Classified Loans/Gross Loans (%)	8.59	12.63

Source: Accion Microfinance Bank Ltd.

In absolute value, the Bank's Gross Loan and Advances amounted to ₦17b. This represented a 32% increase compared with the previous year's Loan portfolio. These were Term Loans and Overdrafts extended to its customers.

DISTRIBUTION OF LOAN PORTFOLIO BY GEOGRAPHY (2024)



Source: Accion Microfinance Bank Ltd.

The Bank's main credit exposure was categorized by geographical region. As at the year-ended 31st December, 2024, Loan extended to the South-West region constituted 63% of the Portfolio.

The Bank had Loans and Advances largely concentrated in the Trade and Commerce Sector (86%) of the economy. Other Sectors of exposure included Real Estate & Construction, Education and Health.

The Classified Loans as represented by *Stage 3* classifications decreased by 10%, from ₦1.63b (Yr. 23) to ₦1.46b (Yr. 24). This enhanced the Asset quality of the Bank as impaired portion of its exposure declined from 13% (Yr. 23) to 9% (Yr. 24).

Provision associated with Classified Loans reduced by 11% in the financial year. Therefore, Non-Performing Loan Provision as a proportion of Classified Loan slightly declined from 58% to 57% in the years 2023 and 2024 respectively.

LIQUIDITY

Item	Year	2024	2023
Loan & Advances/Total Assets (%)		82.47	78.62
Liquid Assets/Total Assets (%)		11.21	12.13
Liquid Assets/Total Deposits (%)		33.94	41.90
Loans & Advances/Total Deposits (%)		249.72	271.54
Liquid Assets/Total Liability		17.68	22.28

Source: Accion Microfinance Bank Ltd.

against ₦4.3b (Yr. 23).

This comprised Current, Savings, Term and Sundry Deposits. Savings formed a big chunk of the Bank's Deposits in the financial year. It constituted 67% and 64% of the Deposits in the years 2023 and 2024 respectively. In addition, it contributed largely to the overall rise in Total Deposits.

ANALYSIS OF DEPOSIT BASED ON MATURITY

Account Type	2024 ₦'000	%	2023 ₦'000	%
Current Deposits	658,236	10	334,580	8
Savings Deposits	4,107,834	64	2,898,964	67
Term Deposits	1,646,598	26	1,069,761	25
Sundry Deposits	665	-	665	-
Total	6,413,333	100	4,303,970	100

Source: Accion Microfinance Bank Ltd.

Current Deposits increased from ₦0.33b (Yr. 23) to ₦0.66b (Yr. 24), while Term Deposits recorded a rise of 54%. All the Bank's Deposits were denominated in Naira in the financial year.

The Bank's Deposit Profile was Short-term in nature in the year 2024. All Deposits were set to mature within 12 months.

Months	2024 N'000	%
Up to 3 Months	6,247,389	92.8
3 – 6 Months	466,658	6.9
6 – 12 Months	19,572	0.3
Over 1 Year	-	
Gross Total	6,733,619	100

Source: Accion Microfinance Bank Ltd.

ANALYSIS OF LOANS AND ADVANCES BASED ON MATURITY

Months	2024 N'000	%
Up to 3 Months	4,213,309	25
3 – 6 Months	7,793,969	46
6 – 12 Months	4,662,617	27
Over 1 Year	333,267	2
Total	17,003,162	100

Source: Accion Microfinance Bank Ltd.

LIQUIDITY GAP ANALYSIS (2024)

Year	2024 Loans & Advances N'000	2024 Deposit Liabilities N'000	Net Liquidity Gap N'000
Liquid Assets	2,176,943	-	2,176,943
Up to 3 Months	4,213,309	6,247,389	142,863
3 – 6 Months	7,793,969	466,658	7,470,174
6 – 12 Months	4,662,617	19,572	12,113,219
Over 1 Year	333,267	-	12,446,486

Source: Accion Microfinance Bank Ltd.

provided by the Bank's financing assets.

Loan to Deposit Ratio declined from 272% (Yr. 23) to 250% (Yr. 24). Additionally, the Bank's Liquidity Ratio as at the year-ended 2024 was 20.5% as against 27.2% (Yr. 23). This was marginally above the CBN's regulatory minimum of 20%.

PROFITABILITY

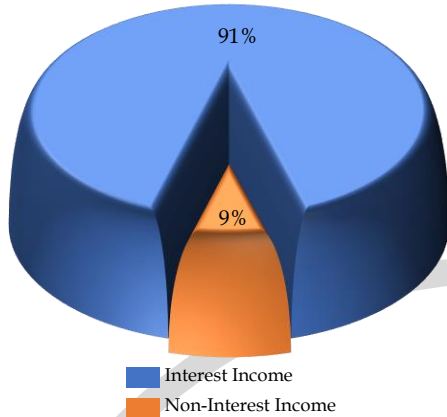
The Bank's Gross Earnings recorded a notable growth of 24% from N6.2b to N7.6b in the years 2023 and 2024 respectively. This rise was attributable to Interest Income in the financial year.

Deposits maturing for payment within 3 months was N6.2b, accounting for 93% of the total. The remaining portion was set to mature within a period of 3-6 months and 6-12 months.

The Bank's Loans and Advances with maturity profile of 3-6 months formed bulk of the Loan Portfolio. It constituted 46% of the Total Loans and Advances as at the year ended December 31, 2024. Loans and Advances with Long tenor accounted for 2% of the Loan books in the financial year. Cash & Cash Equivalents, Investment Securities, and Receivables constituted the Bank's Liquid Assets. In total, these Assets amounted to N2.2b as at the year-ended 2024.

After adjusting for Deposits from the Bank's Liquid Assets and Loans and Advances, a net Liquidity Surplus of N12.4b was ascertained. This was as a result of the cushion

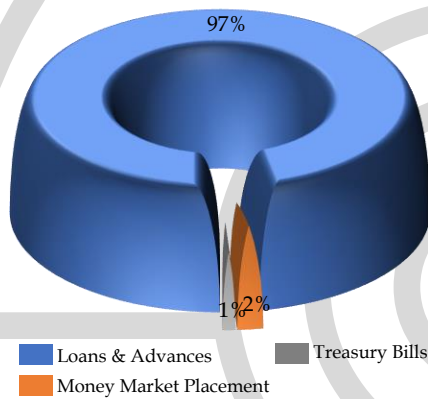
COMPOSITION OF GROSS EARNINGS



Source: Accion Microfinance Bank Ltd.

Interest Earnings associated with the Bank’s core activities represented 91% of the Gross Earnings. It constituted Income from Loans & Advances, Treasury Bills and Money Market Placement. These amounted to ₦6.9b, reflecting a 25% rise from the preceding year’s figure. This was largely driven by the enhancement in the Bank’s Loan Portfolio.

DISTRIBUTION OF INTEREST EARNINGS (2024)

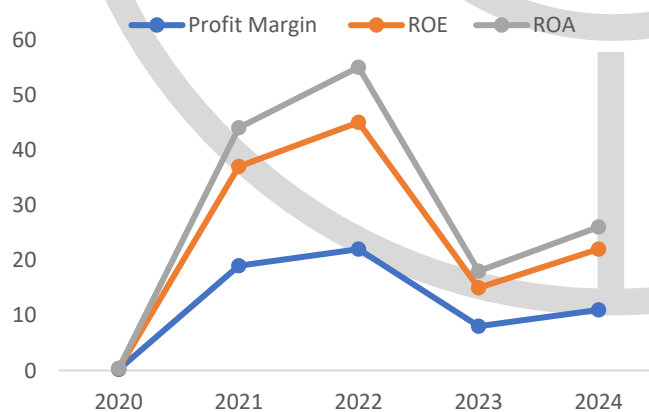


Source: Accion Microfinance Bank Ltd.

Interest associated with Loans and Advances amounted to ₦6.76b (Yr. 24). This represented 97% of the Interest Earnings in the year ended 31st December, 2024.

The proportion of Interest Expense to Interest Income increased from 9% in the year 2023 to 15% in the year 2024. However, the growth in the Bank’s Interest Earnings outweighed that of Interest Expenses. Therefore, Net Interest Income grew from ₦5b (Yr. 23) to ₦5.9b (Yr. 24).

PROFITABILITY INDICES



Source: Accion Microfinance Bank Ltd.

Non-Interest Earnings including Fees and Commission as well as Other Operating Income amounted to ₦0.7b (Yr. 24). The Bank’s Total Operating Expenses increased by 24% (Yr. 24) as against 7% (Yr. 23). Notwithstanding, a Pre-Tax Profit of ₦0.8b (Yr. 24) was recorded as against ₦0.5b (Yr. 23). Consequently, the Bank’s Profitability indices such as Profit Margin, Return on Asset and Return

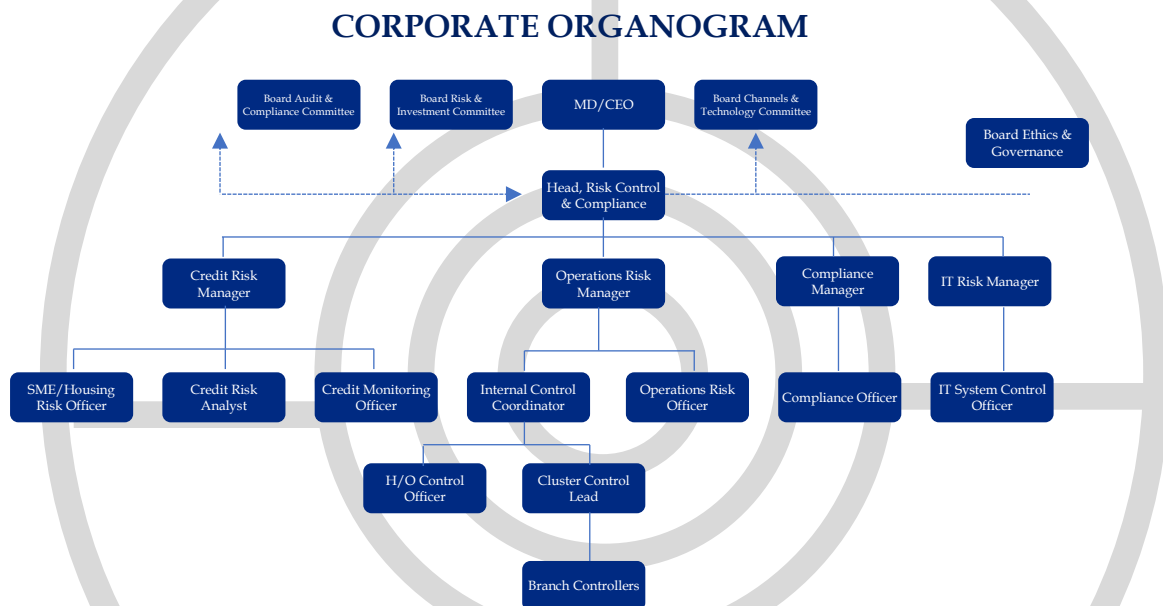
on Equity improved.

CORPORATE GOVERNANCE & RISK MANAGEMENT

As at the year-ended 2024 the Bank’s Board comprised nine (9) members which included the Managing Director/CEO and eight (8) Non-Executives Directors, three of whom were independent.

The Board holds ultimate responsibility for establishing and overseeing the Bank’s risk management framework. To support this function, the Board of Directors established the *Asset and Liability Management Committee (ALCO)*, which is responsible for approving and monitoring Bank risk management policies.

The Organizational Structure of the Bank is as presented:



Source: Accion Microfinance Bank Ltd.

The Bank’s Enterprise Risk Management Framework is structured along a ‘three – level governance and three lines of defence. The first line of defence comprise the Business/Support Units with respect to Operational Risk Management.

The second line of defence has the oversight over business processes and risks. It monitors the proper implementation of risk management policies and framework.

The third line of defense which is Internal Audit provides independent assurance to the Board on the effective implementation of the risk management framework and validates the overall risk management process.

RISK GOVERNANCE FRAMEWORK



Source: Accion Microfinance Bank Ltd.

RISK FACTORS

In the course of our review of the Bank’s documents, we observed the following risk factors:

- LIQUIDITY RISK**

This is the risk arising from inability to meet obligations as they fall due.

Based on our review, the Bank achieved a Statutory Liquidity Ratio of 20.5% (Yr. 24) which is marginally above Regulatory threshold for Microfinance Banks as at 31st December, 2024.

- CAPITAL RISK**

This is the risk arising from inability of the Bank to operate with the required amount of Capital or the regulatory *Capital Adequacy Ratio*.

In line with *CBN* requirements, Microfinance Banks are mandated to maintain a *Capital Adequacy Ratio* of 10%. As at the year-end 2024, the Bank’s CAR was 37%.

- CONCENTRATION RISK**

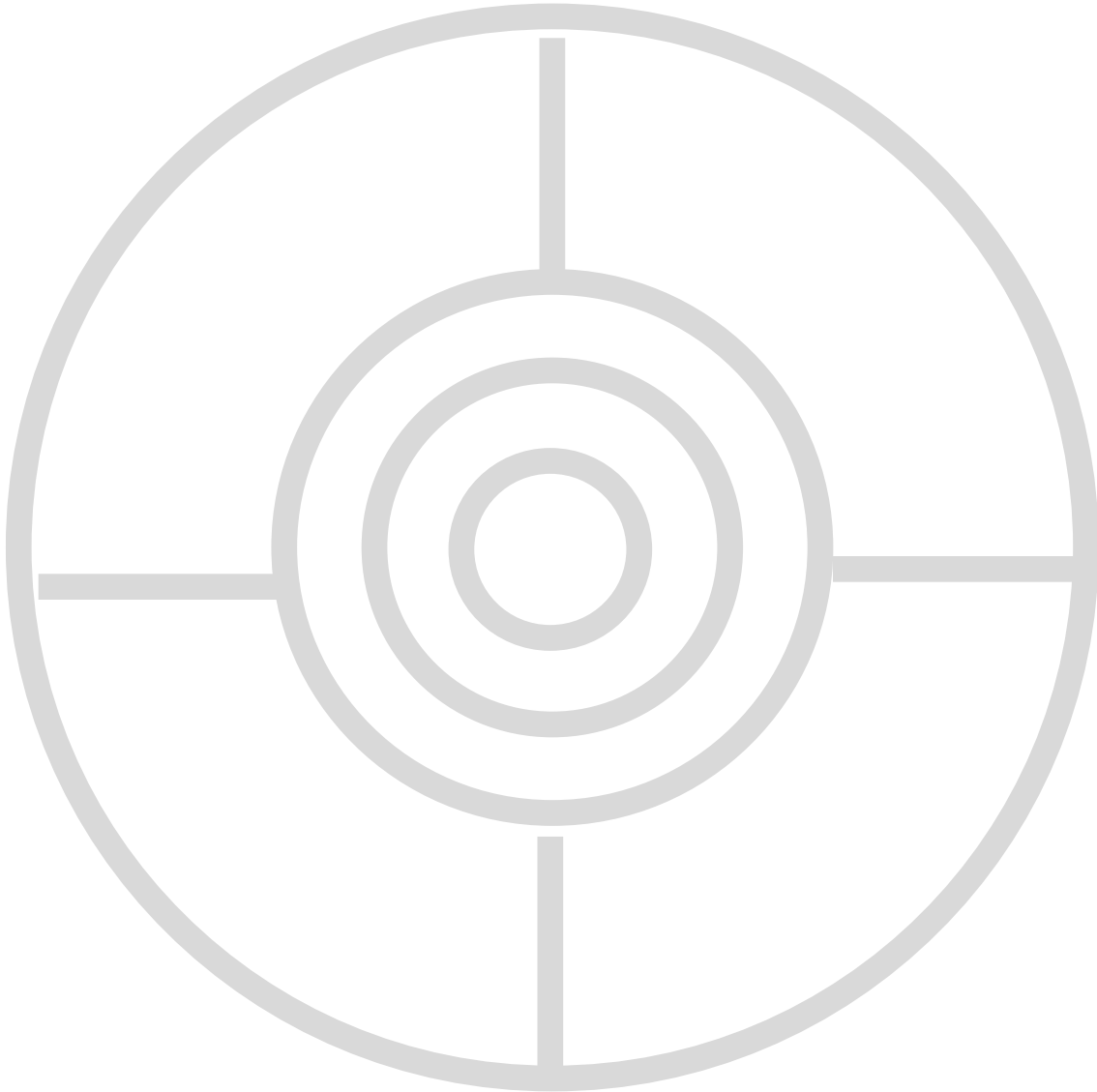
This is the risk of loss to income as a result of significant exposure to an individual, connected entity or a particular sector.

Based on our review, the Bank is significantly exposed to the Trade & Commerce Sector. This Sector constituted 86% of the Bank’s Loan Portfolio in the year 2024.

CONCLUSION











We have reviewed the document presented by the Bank. The Rating is supported by the Bank's Good Revenue Profile, Experienced Board and Management Team as well the high quality of its shareholders.


Consequently, we assigned a Rating of "A-".



FINANCES

Financial Position as at

	Dec, 2024		Dec, 2023		Dec, 2022
	₦'000	Δ%	₦'000	Δ%	₦'000
ASSETS					
Cash & Cash Equivalents	961,627	9.16	880,899	27.73	689,666
Loans and advances to customers	16,015,139	37.04	11,686,796	(6.04)	12,437,621
Investment securities	352,044	21.43	289,925	5.06	275,966
Risht of use	111,463	(28.58)	156,075	155.03	61,198
Property and equipment	776,823	(0.54)	781,045	(12.96)	897,370
Intangible assets	338,144	(22.71)	437,524	68.05	260,361
Other assets	863,272	36.44	632,715	13.06	559,641
Deferred tax asset	-	-	-	-	-
Total Assets	19,418,512 	30.63	14,864,979 	(2.09)	15,181,823
Liabilities and Equity					
Liabilities					
Deposit from customers	6,413,333	49.01	4,303,970	(5.22)	4,540,983
Borrowings	4,446,841	131.01	1,924,932	(7.78)	2,087,354
Current tax liabilities	240,892	6.21	226,813	(66.87)	684,681
Deffered tax liabilities	85,684	378.07	17,923	(40.50)	30,124
Other liabilities	1,129,013	(30.43)	1,622,738	50.19	1,080,475
Total Liabilities	12,315,763 	52.11	8,096,376 	(3.88)	8,423,617
EQUITY					
Share capital	1,205,834	-	1,205,834	(2.76)	1,240,000
Share premuim	8,138	-	8,138	-	8,138
General reserve	3,352,706	7.50	3,118,830	(1.34)	3,161,090
Statutory reserve	1,862,071	4.02	1,790,117		1,731,722
Regulatory risk reserve	674,000	4.39	645,684	4.61	617,256
Total Equity	7,102,749 	4.94	6,768,603 	0.15	6,758,206
Total Liabilites and Equity	19,418,512 	30.63	14,864,979 	(2.09)	15,181,823
Statement of comprehensive					
Gross income	7,649,218	24.00	6,168,843	(11.31)	6,955,210
Profit before tax	800,249	58.91	503,583	(67.51)	1,550,127
Profit after tax	575,628	23.22	467,156	(54.68)	1,030,713
	575,628 	23.22	467,156 	(54.68)	1,030,713

Signed: 
Name: Oladele Adeoye
Designation: Chief Rating Officer
Date: 3rd June, 2025

For and on behalf of:
DataPro Limited
Ground Floor, Foresight House
By Marina Water Front
163/165 Broad Street, Lagos Island, Lagos.
Tel: 234-1-4605395, 4605396
Cell: 0805-530-3677
Email: info@datapronigeria.net, dataprong@gmail.com
Website: www.datapronigeria.net

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USER GUIDE

DataPro's credit rating is an opinion of an issuer's/issues overall creditworthiness and its capacity to meet its financial commitment.

Our *short-term* ratings have a time horizon of less than 12 months in line with industry standards reflecting risk characteristics. The ratings place greater emphasis on the liquidity to meet financial commitment in a timely manner.

The long-term risk indicator is divided into 8 bands ranging from AAA through DD. Each band could be modified by + or -. With + representing slightly less risk than -. Such suffixes are not added to the 'AAA' long -term rating category and to categories below 'CCC'. Or to short-term rating older than A1+.

LONG-TERM RATING

Investment Grade

Indicator	Meaning	Explanation
AAA	Lowest Risk.	<i>(Superior)</i> Assigned to banks which have superior financial strength, operating performances and profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion, have a Excellent ability to meet their ongoing obligations.
AA	Lower Risk	<i>(Excellent)</i> Assigned to banks which have excellent financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion, have a very strong ability to meet their ongoing obligations.
A	Low Risk	<i>(Very Good)</i> Assigned to banks which have very good financial strength, operating performance And profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion, have a strong ability to meet their ongoing obligation.
BBB	Slight Risk	<i>(Fair)</i> Assigned to banks which have fair financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion, have an ability to meet their current obligations,

but their financial strength is vulnerable to adverse changes in economic conditions.

Non-Investment Grade

Indicator	Meaning	Explanation
BB	Moderate Risk	<i>(Marginal)</i> Assigned to banks which have, marginal financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion have an ability to meet their current obligation, but their financial strength is vulnerable to adverse changes in economic conditions.
B	High Risk	<i>(Weak)</i> Assigned to banks which have, weak financial strength, operating performance and profile when compared to the standard established by <i>DataPro Limited</i> . These banks, in our opinion have an ability to meet their current obligation, but their financial strength is vulnerable to adverse changes in economic conditions.
CCC	Higher Risk	<i>(Poor)</i> Assigned to banks, which have poor financial strength, operating performance and profile when compared to the standards established <i>DataPro Limited</i> . These banks, in our opinion may not have an ability to meet their current obligation and their financial strength is extremely vulnerable to adverse changes in economic conditions.
DD	Highest Risk	<i>(Very Poor)</i> Assigned to banks, which have very poor financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These banks, in our opinion may not have an ability to meet their current obligation and their financial strength is extremely vulnerable to adverse changes in economic conditions.

SHORT-TERM RATING

Indicator	Meaning	Explanation
A1+	Highest credit quality	Indicates the strongest capacity for timely payment of financial commitments. May have an added “+” to denote any exceptionally strong credit feature.
A1	Good credit quality	A satisfactory capacity for timely payment of financial commitments, but the margin of safety is not as great as in the case of the higher ratings.
A2	Fair credit quality	The capacity for timely payment of financial commitments is adequate. However, near term adverse changes could result in reduction to non investment grade.
B	Speculative	Minimal capacity for timely payment of financial commitments, plus vulnerability to near term adverse changes in financial and economic conditions.
C	High default risk	Default is a real possibility. Capacity for meeting financial commitments is solely reliant upon a sustained, favorable business and economic environment. Indicates an entity that has defaulted on all its financial obligations.