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CORPORATE RATING REPORT

AB MICROFINANCE BANK NIGERIA LIMITED

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July, 2026

AB MICROFINANCE BANK NIGERIA LTD

Long-Term Rating:

A

Short Term Rating: A1
Previous Rating: A-
Rating Outlook: Stable
Trend: UP
Currency: Naira
Date Issued: 1 July, 2026
Valid Till: 30 June, 2027

Reference:

Abiodun Adeseyoju, FCA.
Abimbola Adeseyoju.
Oladele Adeoye.

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EXECUTIVE SUMMARY

	*2026 ₦'000	2025 ₦'000	2024 ₦'000	2023 ₦'000	2022 ₦'000
Gross Earnings	10,517,917	26,700,167	19,116,365	14,076,501	13,041,218
Profit/(Loss) Before Tax	2,102,252	5,186,264	2,202,491	(1,151,609)	2,689,627
Shareholders' Funds	11,862,303	10,610,423	7,485,464	6,368,172	7,316,420
Deposit Liability	48,868,805	36,328,528	22,302,536	17,412,654	12,936,612
Loans & Advances	52,691,930	45,650,718	35,467,201	27,540,744	25,886,581
Total Assets	71,635,270	58,064,705	47,934,672	35,948,597	32,400,900

**Represents figures from the Management Account for the period ending 30th April, 2026*

Rating Explanation

The Short-Term Rating of ***A1*** indicates ***Good Credit Quality*** and satisfactory 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 Capitalization
- High Quality of Institutional Shareholders
- Significantly Improved Financial Performance

Negative Rating Factors:

- Macroeconomic Constraints
- High Loan to Deposit Ratio
- Rising Level of Impairment

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.

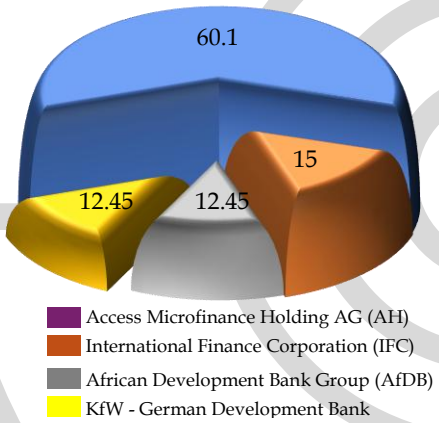
BACKGROUND

AB Microfinance Bank Nigeria Limited (the "Bank") was incorporated in May 2008 and licensed by the ***Central Bank of Nigeria (CBN)*** to operate as a Microfinance Bank in October 2008. The Bank commenced business in November 2008 and currently holds a National Microfinance Banking License.

The Bank provides a comprehensive range of microfinance banking services, including deposit mobilization, cash withdrawals and account management. It also offers various credit products, such as Microloans, Small and Medium-sized Enterprise (SME) Financing and Housing Loans, to both individual and corporate customers.

The Bank maintains 37 operational branches across eleven States in Nigeria, namely Lagos, Oyo, Ondo, Ogun, Abia, Delta, Ekiti, Anambra, Enugu, Imo, and Rivers. Its corporate headquarters is located in Ikeja, Lagos State. It has a workforce comprising approximately 930 employees.

ANALYSIS OF SHAREHOLDING STRUCTURE



***Source**: AB Microfinance bank ltd*

Access Microfinance Holding AG (AH) holds the majority stake in the Bank, accounting for 60.10% of its total Shares. Other notable Shareholders include the ***African Development Bank Group (AfDB)***, the ***International Finance Corporation (IFC)***, and the ***KfW - German Development Bank.***

KEY FINANCIAL INDICATORS

Item Year	Gross Earnings ₦'000	PBT ₦'000	Equity ₦'000	Deposit Liabilities ₦'000	Loan & Advances ₦'000	Total Assets ₦'000
*2026	10,202,423	2,047,544	11,862,303	48,868,805	52,691,930	71,635,270
2025	26,700,167	5,186,264	10,610,423	36,328,528	45,650,718	58,064,705
2024	19,116,365	2,202,491	7,485,464	22,302,536	35,467,201	47,934,672
2023	14,076,501	(1,151,609)	6,554,780	17,412,654	27,540,744	35,804,238
2022	13,041,218	2,689,627	7,316,420	12,936,612	25,886,581	32,400,900
2021	9,689,730	2,420,549	5,842,284	9,806,301	20,255,726	24,921,462

***Source**: AB MFB Audited Accounts*

The Bank recorded positive performance across all key financial indicators in the 2025 financial year.

The Bank's lending activities continued to expand, supported by stronger funding from both Deposit Liabilities and Shareholders' Equity. Equity strengthened by 42% from ₦7.5b (Yr.24) to ₦10.6b (Yr.25). This growth was as a result of increase in Profit retention, as well as increase in Statutory Reserve. Equity grew further to ₦11.b as at 30th April, 2026. The Bank maintained a CAR of 22% (Yr. 25), higher than the regulatory minimum of 10% prescribed by the ***CBN***. Deposit Liabilities also grew by 63%, rising to ₦22.3b in the year 2025.

Consequently, Loans and Advances grew by 29% to ₦45.6b in the reviewed period. This was followed by an expansion in the Total Asset base from ₦47.9b (Yr. 24) to ₦58.1b (Yr. 25).

Its Gross Earnings grew significantly from ₦19.1b (Yr.24) to ₦26.7b (Yr.25). The growth was largely influenced by Interest Income which accounted for approximately 96% of the Gross Earning in the reviewed year. This growth supported overall profitability, with the Profit Before Tax rising from ₦2.2b (Yr.24) ₦5.2b (Yr.25).

DIRECTORS' PROFILE

The following Directors served on the Board in the year 2025; ***Mr. Johannes Mainhardt*** – *Chairman*; ***Mr. Pawel Wodz*** – *CEO/Managing Director*; ***Mr. Marcus Hannappel; Ms. Modupe Ladipo; Mr. Abayomi Ayodabo; Dr. Marc Lucassen, Mr Mikhail Velichko*** and ***Mrs Denis Baum.***

The Directors' profile is as follows:

1. **Name:** Mr. Johannes Mainhardt
   Position: Chairman
   Profession: Portfolio and Investments Manager
   Education: •B.Sc. – Business Administration
   Experience: •Access Microfinance Holding AG
   •Credo Bank, Georgia
   Year of Board Membership: 2018

2. **Name:** Mr. Pawel Wodz
   Position: Managing Director/CEO
   Experience (Years): 17 years
   Education: •Global Executive MBA, IESE
   •Second Major, Warsaw School of Economics
   •M.Sc- Warsaw School of Economics
   •Chartered Institute of Bankers of Nigeria (CIBN)
   Experience: •AB Microfinance, Nigeria Limited

•Access Bank, Tanzania
•LFS Financial Systems GmbH
•The Boston Consulting Group
•Roland Berger Strategy Consultants

Year of Board Membership: 2021

3. **Name:** Mr. Marcus Hannappel
   Position: Non-Executive Director
   Education: •M.Sc in Economics
   Experience: •AB Microfinance, Nigeria Limited
   •Access Microfinance Holding AG
   Board Membership: 2011

4. **Name:** Ms Modupe Ladipo
   Position: Independent Non-Executive Director
   Profession: Financial Inclusion Expert
   Experience (Years): Over 25 years
   Education: •
   Experience: •CEO, EFinA
   Board Membership: 2019

5. **Name:** Mr. Abayomi Ayodabo
   Position: Non-Executive Director
   Profession: Banker
   Experience (Years): Over 30 years
   Education: •MBA –Ladoke Akintola University of Technology (LAUTECH)
   •Institute of Chartered Accountants of Nigeria (ICAN)
   •Certified Public Accountant (CPA)
   Experience: •African Development Bank
   Board Membership:2019

6. **Name:** Dr. Marc Lucassen
   Position: Independent Director
   Experience: •Delegate, German Industry and Commerce
   •Nigeria-German Chamber of Commerce
   Board Membership: 2019

7. **Name:** Mr. Mikhail Velichko
   Position: Non-Executive Director
   Experience (Years): 21 years
   Education: •B.Sc in Economics
   Experience: •AB Microfinance, Nigeria Limited
   •Swiss Investment Advisory Firm, US
   •Madagascar Professional Banking Association
   Board Membership: 2020

8. **Name:** Mrs. Dennis Baum
   Position: Non-Executive Director
   Experience (Years): 15 years
   Education: •MBA
   Experience: •AB Microfinance, Nigeria Limited
   Board Membership: 2023

SECTOR REVIEW

Nigeria's economy has undergone notable structural transformation, influenced by global economic shifts, technological progress and evolving consumer behavior. Reflecting these changes, the National Bureau of Statistics (NBS) recently rebased the Country's Gross Domestic Product (GDP), updating the base year from 2010 to 2019.

In real terms, the economy grew by 3.89% (year-on-year) in the first quarter of 2026, a rate higher than the 3.13% recorded in the same quarter of 2025. During this period, the Agricultural sector expanded by 3.15%, an improvement from the 0.07% recorded in Q1 2025. The industry sector grew by 3.50%, compared with 3.42% in the corresponding quarter of the previous year, while the Services sector recorded a growth of 4.31%, slightly down from 4.33% in Q1 2025. The Services sector remained the largest contributor, accounting for 57.73% of total GDP in Q1 2026, marginally higher than 57.50% in Q1 2025.

The ongoing transformation driven by fintech innovations such as mobile banking, digital payments and blockchain technology continue to enhance financial inclusion and reshape competitive dynamics within the Finance Sector.

The Sector grew by 8.54% in Q1 2026, lower by 6.49% from the rate recorded in the first quarter of 2025 and higher by 0.24% from the rate recorded in the preceding quarter. Overall, the contribution of the Sector to real GDP totaled 3.76% (Q1 2026), higher than the contribution of 3.60% recorded in the first quarter of 2025.

In alignment with the Federal Government's initiative to achieve a trillion-dollar economy, the *Central Bank of Nigeria (CBN)* instructed operating Banks in Nigeria to recapitalize. On the 28th of March, 2024, it announced the following upward review of the minimum Capital requirement: Banks with International operations (₦500b); National Licenses (₦200b); Regional licenses (₦50b); National Merchant Banks (₦50b); National (₦20b) and Regional Non-interest Banks (₦10b). In its revised circular dated 7th March, 2019, the *Central Bank of Nigeria (CBN)* raised the minimum capital requirement for National Microfinance Banks from ₦2 billion to ₦5 billion.

Despite prevailing global market challenges, the Nigerian capital market recorded a strong performance in 2025, with the Nigerian Exchange (NGX) All-Share Index delivering a return of 51.19%, as against 37.65% in the year 2024. Nigeria's Foreign Reserves currently stands at $50.12 billion; the highest level recorded in over 17 years.

This represents an addition of approximately US$11.84 billion to the Reserve stock within a 12-month period and marks the first time the Reserves have exceeded the US$50 billion threshold, since January 2009. The growth in reserves reflects a notable strengthening of the country's external position and enhanced resilience to external shocks.

The improved reserve position has supported exchange rate stability and strengthened the Central Bank's capacity to manage foreign exchange market pressures. As at 29th of June 2026, the Naira traded at ₦1,383.63/US$1 in the official market and ₦1,395/US$1 in the parallel market.

At its May 2026 meeting, the Central Bank of Nigeria's Monetary Policy Committee (MPC) maintained the Monetary Policy Rate (MPR) at 26.5%. Other indices such as: Asymmetric Standing Facility Corridor, Reserve Ratio (CRR) and Liquidity Ratio were also retained at their previous levels. In May 2026, the Headline inflation rate rose to 15.93%, up from 15.69% in April 2026, indicating an increase in the pace of prices across the economy.

A thorough understanding of current macroeconomic trends, coupled with strategic agility in leveraging technology, managing risks and optimizing capital, remains essential for banking institutions to navigate challenges and capitalize on opportunities in Nigeria's evolving financial landscape.

CAPITAL ADEQUACY

Our review covered the Bank's Audited Financial Statements for the years between 2021 and 2025. This was in addition to the Management Accounts for the period ending 30th April, 2026.

Year Item	2025 ₦'000	2024 ₦'000	2023 ₦'000
Shareholders' Funds	10,610,423	7,485,464	6,554,780
Total Assets	58,064,705	47,934,672	35,804,238
Fixed Assets	894,531	1,073,633	1,210,408
Loans & Advances	45,650,718	35,467,201	27,540,744
Equity/Total Assets (%)	18	16	18
Equity/Loan & Adv. (%)	23	21	24
Fixed Assets/Equity (%)	8	14	18

Source: AB MFB Audited Accounts

As at the year-end 2025, the Bank's Total Assets recorded a 21% growth rate, rising from ₦47.9b (Yr. 24) to ₦58.1b (Yr. 25). The growth was primarily driven by an expansion of its Loans and Advances to customers, which rose from ₦35.5b (Yr.24) to ₦45.7b (Yr.25). This accounted for approximately 79% of the Total Assets in the reviewed year.

The Bank recorded a decline in its Cash and Cash Equivalents, Property, Plants and Equipment (PPE), as well as Deferred Tax Assets. Other components of the Asset base included Financial Assets, Prepayments and Investment in Subsidiary.

Risk-Weighted Assets (RWA) grew from ₦38.1b (Yr. 24) to ₦48.2b (Yr. 25), reflecting an increase in the Bank's lending activities and overall Asset base. Despite the rise in risk-weighted exposures, the Bank strengthened its capital position, with the Capital Adequacy Ratio (CAR) improving from 20% (Yr. 24) to 22% (Yr. 25), remaining comfortably above the regulatory minimum requirement of 10% for Microfinance Banks. The sustained capital buffer underscores the Bank's capacity to absorb potential losses while supporting future Asset growth.

COMPONENT OF TOTAL ASSETS

Item / Year	2025 ₦'000	%	2024 ₦'000	%
Liquid Assets	9,646,473	17	9,505,445	20
Net Loans & Advances	45,650,718	78	35,467,201	74
Property & Equipment	894,531	2	1,073,633	2
Other Assets	1,872,983	3	1,888,393	4
Total Assets	**58,064,705**	**100**	**47,934,672**	**100**

Source: AB MFB Audited Accounts

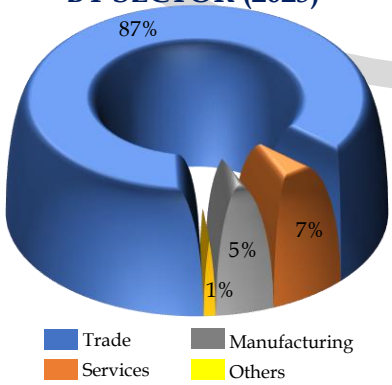
The Bank's Equity stood at ₦10.6b (Yr. 25), reflecting a growth rate of 42% as against the prior year's position. This growth was primarily influenced by the increase recorded in Retained Earnings and Statutory Reserve, as Share Capital remained unchanged at ₦2.1b. The Bank's Equity position was well above the ₦5b regulatory capital threshold required by the CBN for National Microfinance Banks. In the period ending 30th April 2026, Equity further increased to ₦11.9b.

The proportion of Equity to Loans and Advances marginally improved from 21% (Yr.24) to 23% (Yr.25), while the proportion of Equity to Assets grew from 16% (Yr.24) to 18% (Yr.25).

ASSET QUALITY

The Bank's Loan portfolio expanded significantly in the year 2025, with Gross Loans and Advances increasing by 28% from ₦36.3b (Yr. 24) to ₦46.6b. Its lending activities spanned several sectors of the economy, including Trade, Services, Agriculture, Household, Manufacturing and Transportation. The portfolio however, remained largely concentrated in the Trade sector, which accounted for 87% of the total.

CLASSIFICATION OF LOANS & ADVANCES BY SECTOR (2025)



***Source**: AB Microfinance bank ltd*

Borrower concentration risk remained low, with its top 25

obligors accounting for an aggregate exposure of ₦2.2b, representing only 5% of the total Loan portfolio. This demonstrates a well-diversified borrower base.

Year / Item	2025 ₦'000	2024 ₦'000	2023 ₦'000
Gross Loan & Advances	46,577,233	36,279,103	28,540,128
Classified Loan	1,650,000	1,610,000	1,290,000
Provisions	2,021,326	1,670,873	1,580,668
Classified Loans Prov./Classified Loans (%)	123	104	96
Classified Loans/Equity (%)	19	22	25
Classified Loans/Gross Loans (%)	4	4	6

Source: AB MFB Audited Accounts

Classified Loans and Advances increased marginally by 2% to approximately ₦1.7b in the year 2025. This represented about 4% of the Bank's Gross Loan Portfolio as at the year end.

The Bank further strengthened its credit risk buffers by increasing its Non-Performing Loan (NPL) Provision by 21%, from ₦1.7b (Yr. 24) to ₦2b (Yr. 25). Consequently, the Coverage Ratio improved significantly from 104% (Yr. 24) to 123% (Yr. 25), demonstrating an enhanced capacity to absorb potential credit losses.

LIQUIDITY

Year / Item	2025	2024	2023
Loan & Advances/Total Assets (%)	79	74	77
Liquid Assets/Total Assets (%)	17	20	16
Liquid Assets/Total Deposits (%)	27	43	32
Loans & Advances/Total Deposits (%)	126	159	158

Source: AB MFB Audited Accounts

The Bank's funding base strengthened considerably in the reviewed year, as Customer Deposits increased by 63% to ₦36.3b. This comprised Term Deposits, Savings Accounts, Current Accounts, Accrued Interest on Customer Accounts and Pending Client Transfers.

The growth in Total Deposits was primarily driven by Term Deposits, which rose by 80% from ₦16.7b (Yr. 24) to ₦30.1b (Yr. 25). This accounted for 83% of the Total Deposit.

The funding base remained relatively concentrated as the top 25 Depositors represented 81% of total core Deposits, exposing the Bank to potential

ANALYSIS OF DEPOSITS BASED ON TYPE

Year / Item	2025 ₦'000	%	2024 ₦'000	%
Term Deposits	30,121,850	83	16,742,254	71
Savings Account	2,117,896	6	1,736,578	9
Current Accounts	2,033,180	5	2,576,828	14
Others	2,055,602	6	1,246,876	6
TOTAL	36,328,528	100	22,302,536	100

Source: AB MFB Audited Accounts

funding and liquidity risks. The maturity profile of the Bank's Deposit remained predominantly short-term, with maturity periods within 12 months.

ANALYSIS OF DEPOSITS BASED ON MATURITY

Months	2025 ₦'000	%
Up to 1 month	5,270,276	15
1 - 3 months	1,335,165	4
3 - 12 Months	27,667,489	81
TOTAL	**34,272,930**	**100**

Source: AB MFB Audited Accounts

In the year 2025, Borrowings from Financial Institutions declined significantly from ₦13.2b (Yr. 24) to ₦6b. Thus, its contribution to Total Assets declined to approximately 10%, indicating reduced reliance on Borrowings and a higher dependence on Deposits as the Bank's primary funding source.

Name of bank or Financial Institutions	Outstanding Amount in local currency (functional currency	Original Currency / Trasaction Currency	Fixed or Variable interest rate	If variable, base rate (e.g. USD LIBOR	Fixed interest Rate or, if variable, the	Disbursement feed rate (%)	Maturity date
Dutch Good Growth Fund (DGGF)	138,555,757.52	NGN	Fixed	N/A	28.97%		15/05/2026
Dutch Good Growth Fund (DGGF)	138,555,757.52	NGN	Fixed	N/A	28.97%		15/06/2026
BlueOrchard	1,046,590,909.09	NGN	Fixed	N/A	30.50%		10/06/2026
BlueOrchard	1,744,318,181.82	NGN	Fixed	N/A	30.50%		10/04/2027
BlueOrchard	1,046,590,909.09	NGN	Fixed	N/A	30.50%		10/06/2027

Source: AB MFB Audited Accounts

ANALYSIS OF NET LOANS AND ADVANCES BASED ON MATURITY

Months	2025 ₦'000	%
Less than 1 month	1,974,872	4
1 - 3 months	4,375,575	10
3 - 12 Months	36,331,964	78
1 – 2 Years	3,894,822	8
TOTAL	**46,577,233**	**100**

Source: AB MFB Audited Accounts

The Loan portfolio was predominantly in the short-term. Loans and Advances maturing within one year accounted for 92% of Gross Loans and Advances, while those maturing between one and two years accounted for the balance.

The Bank's liquidity profile was supported by increased investments in Financial Assets and Bank Placements. As at 31st December, 2025, Liquid Assets amounted to ₦9.6b representing 17% of Total Assets.

LIQUIDITY GAP ANALYSIS

Year	2025 Loans & Advances ₦'000	2025 Deposit Liabilities ₦'000	Net Liquidity Gap ₦'000
Liquid Assets	0	0	9,646,473
Less than 1 Month	1,974,872	5,270,276	6,351,069
1-3 Months	4,375,575	1,335,165	9,391,479
3-12 Months	36,331,964	27,667,489	18,055,954
1 year to 2 years	3,894,822	0	21,950,776

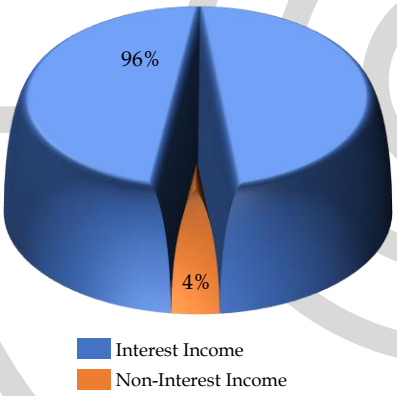
Source: AB MFB Audited Accounts

A review of the Bank's maturity profile reflected a Net Liquidity surplus of ₦21.9b in the year 2025. Loan-to-Deposit Ratio (LDR) stood at 125% in the year 2025, reflecting an aggressive deployment of Customer Deposits into Earning Assets through increased lending activities.

The Bank maintained adequate liquidity buffers to support its operations. Accordingly, the Bank's Liquidity Ratio improved from 31% (Yr. 24) to 37% (Yr. 25), remaining comfortably above the 20% regulatory minimum prescribed by the Central Bank of Nigeria (CBN).

PROFITABILITY

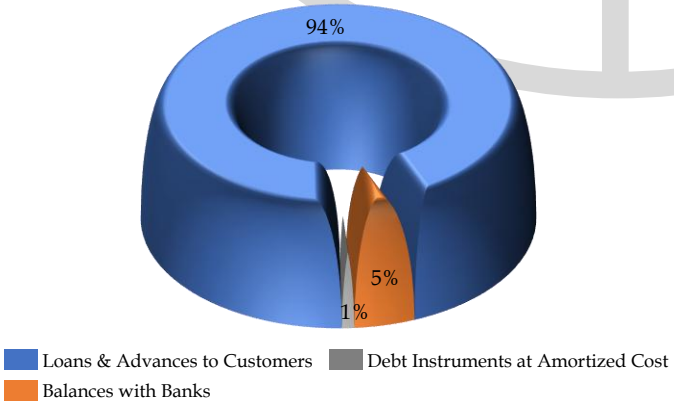
GROSS EARNINGS



***Source**: AB Microfinance bank ltd*

Gross Earnings recorded a growth of 40% from ₦19.1b (Yr.24) to ₦26.7b (Yr. 25). This was derived mainly from Interest, Fees and Commission. The increase in the Bank's Earnings was largely influenced by the rise in its Interest Income. This grew from ₦18.5b (Yr.24) to ₦25.7b (Yr.25), representing 96% of the Gross Earnings. Interest Income was derived from Loans and Investments in the reviewed year.

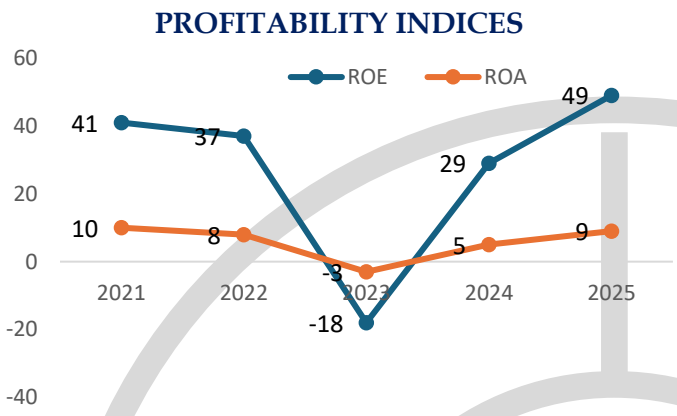
INTEREST INCOME



***Source**: AB Microfinance bank ltd*

Fees and Commission totalled ₦772.8m (Yr. 25), up from ₦604.6m recorded in the prior year. It comprised Income from Brokerage Services, National Money Transfers, E-banking and Loan-related fees. Other Operating Income amounting to ₦189.2m (Yr. 25) included Gains on Disposal of PPE as well as Income recovered from previous liabilities no more required.

The Bank recognized Credit Loss Expenses of ₦834.4m (Yr. 25), as against ₦279.1m in the prior year. This is in line with its Loan portfolio expansion and prudent provisioning requirements. However, losses from Foreign Exchange operations declined significantly from ₦1.1b (Yr. 24) to ₦18.5m (Yr. 25).



***Source**: AB Microfinance bank ltd*

Operating Expenses was primarily driven by Administrative Expenses, which grew from ₦3.8b (Yr. 24) to ₦5.2b (Yr. 25). Other major Operating Costs included Personnel Expenses, Depreciation and Amortization Expenses. In total, Operating Expenses increased by 26%, rising from ₦9.6b (Yr. 24) to ₦12.1b (Yr. 25).

The increase in Gross Earnings, coupled with the substantial reduction in Foreign Exchange Losses, more than offset the increase in Costs. Consequently, Profit Before Tax (PBT) rose significantly by 135% to ₦5.2b in the year 2025. This translated into an increase in the Net Profit Margin from 12% (Yr. 24) to 19% (Yr. 25), demonstrating enhanced operating efficiency.

In the four-month period ending 30th April 2026, the Bank recorded Gross Earnings of ₦10.5b and a Profit Before Tax of ₦2.1b.

CORPORATE GOVERNANCE & RISK MANAGEMENT

The Board of the Bank comprised of Eight (8) members, including the Chairman, Managing Director and six (6) Non-Executive Directors which includes two (2) Independent Directors.

The Board operates with five (5) standing Committees. These are: Audit; Credit & Risk; Governance; Nominations & Remuneration; Asset & Liabilities as well as Risk Management Committees.

The Board manages its risk through the Risk Management Committee.

RISK FACTORS

In the course of our review of the Bank's documents, we considered the following risk factors:

- **LIQUIDITY RISK**

This is the risk arising from inability to meet obligations as and when due.

Based on our review, the Bank maintained a Loan to Deposit Ratio of 125% and a Liquidity Ratio of 37% as at December 2025.

- **REGULATORY RISK**

This is the risk to the operation arising from inability to meet Regulatory requirements. The major requirement for the Bank is to maintain a ***Capital Adequacy Ratio (CAR)*** of 10%.

Based on our review, the ***Bank*** maintained ***CAR*** of 22% (Yr. 25). Also, its Shareholders' Fund stood at ₦10.6b as at 31st December, 2025.

- **CREDIT RISK**

This is the risk arising from the inability of counterparties to honor their obligations as and when due.

The Bank is mainly exposed to credit risk from Loans and Advances to Customers. Therefore, the inability of the customers to service their obligations may impair the Bank's Earnings.

CONCLUSION

We have reviewed the document presented by the ***Bank.*** The Rating is supported by the Bank's Good Capitalization, High Quality of Institutional Shareholders and Significantly Improved Financial Performance.

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

FINANCES

Financial Position as at

	Dec, 2025 ₦'000	Δ%	Dec, 2024 ₦'000	Δ%	Dec, 2023 ₦'000
Cash and cash equivalent	7,788,285	1,707.77	430,822	(46.06)	798,774
Due from Banks	-	(100.00)	7,669,238	112.90	3,602,312
Loans and advances	45,650,718	28.71	35,467,201	28.78	27,540,744
Financial Investments at Amortized cost	1,858,188	32.22	1,405,384	19.48	1,176,223
Other assets	1,872,983	(0.82)	1,888,394	27.96	1,475,777
Property and equipment	678,175	(3.67)	704,005	(2.67)	723,321
Intangible Assets	-	-	-	-	92,913
Deferred Tax Assets	216,356	(41.47)	369,628	(6.23)	394,174
Total assets	**58,064,705**	21.13	**47,934,672**	33.88	**35,804,238**
Liabilities:					
Due to Customers	36,328,528	62.89	22,302,536	28.08	17,412,654
Borrowed funds	6,011,011	(54.39)	13,177,889	71.30	7,692,776
Current tax liabilities	1,946,906	76.40	1,103,661	946.57	105,455
Other liabilities	3,167,836	(18.04)	3,865,122	(8.52)	4,225,182
Total liabilities	**47,454,281**	**17.32**	**40,449,208**	**37.41**	**29,436,067**
Net assets	**10,610,424**	**41.75**	**7,485,464**	**17.54**	**6,368,171**
Equity:					
Issued Share capital	2,100,000	-	2,100,000	-	2,100,000
Retained earnings	5,397,324	76.75	3,053,605	37.91	2,214,168
Statutory reserves	3,113,099	33.50	2,331,859	13.61	2,052,536
Regulatory Risk Reserve	-		-		1,468
Total equity attributable to equity holders of the company	**10,610,423**	**41.75**	**7,485,464**	**17.54**	**6,368,172**
Gross earnings	26,700,167	39.67	19,116,365	35.80	14,076,501
Profit before taxation	5,186,264	135.47	2,202,491	(291.25)	(1,151,609)
Taxation	(2,061,305)	89.95	(1,085,199)	(633.62)	203,367
Profit after taxation	**3,124,959**	**179.69**	**1,117,292**	**(217.83)**	**(948,242)**

Signed:
Name: **Oladele Adeoye**
Designation: Chief Rating Officer
Date: 1st July, 2026

For and on behalf of:
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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.	*(Superior)* Assigned to banks which have superior financial strength, operating performances and profile when compared to the standards established by *DataPro Limited*. These banks, in our opinion, have a Excellent ability to meet their ongoing obligations.
AA	Lower Risk	*(Excellent)* Assigned to banks which have excellent financial strength, operating performance and profile when compared to the standards established by *DataPro Limited*. These banks, in our opinion, have a very strong ability to meet their ongoing obligations.
A	Low Risk	*(Very Good)* Assigned to banks which have very good financial strength, operating performance and profile when compared to the standards established by *DataPro Limited*. These banks, in our opinion, have a strong ability to meet their ongoing obligation.
BBB	Slight Risk	*(Fair)* Assigned to banks which have fair financial strength, operating performance and profile when compared to the standards established by *DataPro Limited*. 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	*(Marginal)* Assigned to banks which have, marginal financial strength, operating performance and profile when compared to the standards established by *DataPro Limited.* 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	*(Weak)* Assigned to banks which have, weak financial strength, operating performance and profile when compared to the standard established by *DataPro Limited*. 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	*(Poor)* Assigned to banks, which have poor financial strength, operating performance and profile when compared to the standards established *DataPro Limited.* 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	*(Very Poor)* Assigned to banks, which have very poor financial strength, operating performance and profile when compared to the standards established by *DataPro Limited.* 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.