



Statement of Financial Position

| | 31-Dec 2012 N'000 | 31-Dec 2011 N'000 | 1-Jan 2011 N'000 |
|-------------------------------------|-------------------------|-------------------------|------------------------|
| ASSETS | | | |
| Cash and cash equivalent | 19,627,505 | 23,934,445 | 53,504,409 |
| Non-pledged trading assets | - | 412,308 | - |
| Pledged assets | 11,485,160 | 11,661,851 | 9,808,886 |
| Investment securities | 77,939,680 | 60,735,387 | 47,838,950 |
| Loans and advances to customers | 73,745,728 | 67,236,605 | 44,999,856 |
| Investment in subsidiaries | - | - | 1,629,193 |
| Investment properties | 664,907 | 728,741 | - |
| Assets held for sale | - | - | 355,000 |
| Property plant and equipment | 12,433,326 | 13,477,105 | 13,045,328 |
| Intangible assets | 925,429 | 1,105,090 | 77,006 |
| Investment in associate | 2,048,765 | 1,554,860 | 1,453,253 |
| Other assets | 23,464,395 | 16,973,175 | 2,891,084 |
| Deferred tax asset | 23,369,702 | 23,337,475 | 23,745,302 |
| TOTAL ASSETS | 245,704,597 | 221,157,042 | 199,348,267 |
| LIABILITIES | | | |
| Deposits from banks | 730,856 | 2,658,168 | 4,008,419 |
| Deposits from customers | 174,302,424 | 147,387,408 | 121,247,273 |
| Current tax liabilities | 128,965 | 164,978 | 386,453 |
| Other liabilities | 7,516,964 | 6,592,840 | 6,427,904 |
| Other borrowed funds | 57,006,619 | 58,085,517 | 56,765,472 |
| Deposit for shares | 4,740,454 | - | - |
| TOTAL LIABILITIES | 244,426,282 | 214,888,911 | 188,835,521 |
| EQUITY | | | |
| Ordinary share capital | 6,410,624 | 6,410,624 | 6,410,624 |
| Share premium account | 24,701,231 | 24,701,231 | 24,701,231 |
| Retained earnings | (35,307,930) | (30,657,745) | (25,222,011) |
| Other reserves | 10,045,872 | 10,385,503 | 9,186,735 |
| Treasury shares | (4,571,482) | (4,571,482) | (4,563,833) |
| TOTAL EQUITY | 1,278,315 | 6,268,131 | 10,512,746 |
| TOTAL LIABILITIES AND EQUITY | 245,704,597 | 221,157,042 | 199,348,267 |
| Contingent liability | 7,686,040 | 9,917,919 | 18,598,027 |


Ademola Adebise
Executive Director


Olajide Omole
Chief Finance Officer


Segun Oloketuyi
Managing Director

Statement of Comprehensive Income

| | Bank | |
|---|--------------------|--------------------|
| | 2012 N'000 | 2011 N'000 |
| Continuing operations | | |
| Net interest income | 11,768,106 | 10,009,329 |
| Other income | 5,660,787 | 5,793,961 |
| Operating expenses | (17,786,240) | (17,546,316) |
| Impairment charge for credit losses | (4,952,760) | (2,293,646) |
| | (5,310,107) | (4,036,672) |
| Share of profit in associate | 367,896 | 266,651 |
| Loss before taxation | (4,942,211) | (3,770,021) |
| Income tax | (98,418) | (458,905) |
| Loss for the year from continuing operations | (5,040,629) | (4,228,926) |
| Other comprehensive income | 50,813 | (8,040) |
| Total Comprehensive income | (4,989,816) | (4,236,966) |

Key Financial Information

| | 2012 | 2011 |
|---|------------|------------|
| Total non-performing loans (N'000) | 12,932,960 | 10,102,393 |
| Total non-performing loans to total loans | 15.44% | 14.42% |
| From continuing operations | | |
| Loss per share (kobo) | 42k | 36k |

Customers Complaint Resolution

In compliance with CBN's circular ref: FPR/DIR/CIR/GEN/01/020, all complaints received during the year were promptly attended to as shown in the table below:

| Complaint Reported | Resolved | Unresolved |
|--------------------|----------|------------|
| 9,617 | 9,590 | 6 |

Analysis of Employee by Gender

| | Male | Female | Total |
|---|------|--------|-------|
| Board Members (Executive and Non Executive Directors) | 10 | 1 | 11 |
| Top Management Staff (AGM- GM) | 18 | 2 | 20 |
| Non-management | 744 | 573 | 1,317 |

Independent Auditor's Report

TO THE MEMBERS OF WEMA BANK PLC

Report on the Summary Financial Statements

The accompanying summary financial statements which comprise the summary financial position as at 31 December 2012, 31 December, 2011 and 1 January, 2011, the summary income statement for the years ended 31 December 2012 and 31 December, 2011 are derived from the audited financial statements of **Wema Bank Plc** for the year ended 31 December 2012. We expressed an unmodified audit opinion on those financial statements in our report dated 5 July, 2013. Those financial statements and the summary financial statements do not reflect the effect of events that occurred subsequent to the date of our report on those financial statements.

The summary financial statements do not contain all disclosures required by the International Financial Reporting Standards, Companies and Allied Matters Act CAP C20 LFN 2004 and Banks and Other Financial Institutions Act CAP B3 LFN 2004 applied in the preparation of the audited financial statements of **Wema Bank Plc**. Reading the summary financial statements, therefore is not a substitute for reading the audited financial statements of Wema Bank Plc.

Directors' Responsibility for the summarised Audited Financial Statements

The Directors are responsible for preparing and presenting an appropriate summary of the financial statements in accordance with the International Financial Reporting Standards, Section 355 of the Companies and Allied Matters Act, Cap C20, LFN 2004, the Banks and Other Financial Institutions Act CAP B3 LFN 2004 and the Financial Reporting Council of Nigeria Act No 6, 2011.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures which were conducted in accordance with International Standards on Auditing (ISA 810). "Engagement to report on Summary Financial Statements"

Opinion

In our opinion, the accompanying summary financial statements of **Wema Bank Plc** as at 31 December 2012, 31 December, 2011 and 1 January, 2011 are consistent, in all material respect, in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act, Cap C20, LFN 2004, the Banks and Other Financial Institutions Act CAP B3 LFN 2004 and the Financial Reporting Council of Nigeria Act No 6, 2011.

Emphasis of Matter

We draw attention to Note 1.1 in the financial statements which indicates that Wema Bank Plc recorded a loss of N5.04 billion for the year ended 31 December 2012 and had a net cash outflow of N4.31 billion and as of that date, the Bank's shareholder's funds of N1.28 billion are below the regulatory capital of N10 billion for a regional bank for which it has obtained an approval-in-principle from the Central Bank of Nigeria. These conditions, along with other matters set forth in note 1.1 indicate the existence of uncertainty that may cast doubt about the Bank's ability to continue as a going concern. Our opinion is not qualified in respect of this matter.

Report on Compliance with Banking Regulations

In accordance with circular BSD/1/2004 issued by the Central Bank of Nigeria, details of insider-related credits are disclosed in Note 39 of the detailed financial statements.

Contraventions

During the year the bank contravened certain sections of BOFIA and CBN circulars/guidelines. Details of the contravention and the related penalty are as disclosed in Note 43 to the financial statements.



Chartered Accountants
Lagos Nigeria
5 July 2013
FRC/2013/ICAN/0000000845

