

SKYE BANK PLC

2013 AUDITED GROUP ACCOUNTS

Consolidated Statement of Financial Position As at 31 December 2013

	Group		Bank	
	2013 N'million	2012 N'million	2013 N'million	2012 N'million
ASSETS				
Cash and Balances with Central Bank	145,056	111,666	142,698	109,987
Due from other financial institutions	149,323	96,671	148,267	95,874
Loans and receivables from customers	549,858	540,380	551,328	540,036
Trading portfolio assets	617	2,264	617	2,264
Equity Securities	3,709	6,434	3,709	6,434
Investment security held to maturity	177,347	208,518	174,224	205,905
Loans and receivables securities	42,771	34,709	42,771	34,709
Other financial asset	-	16,275	-	16,275
Investment in subsidiaries	-	-	2,980	2,980
Investment in associates	-	30	-	30
Prepayment, accrued income & other assets	15,132	24,153	15,150	25,159
Intangible assets	3,083	1,764	2,942	1,238
Assets classified as held for sale	217	1,627	217	1,627
Property plant and equipment	29,523	29,337	29,106	28,793
TOTAL ASSETS	1,116,636	1,073,828	1,114,009	1,071,311
LIABILITIES				
Customer deposit & other deposits	823,325	790,092	819,736	786,960
Due to other financial institutions	143	2,506	143	2,629
Other financial liabilities	249	16,588	249	16,588
Borrowings from foreign & local banks	136,685	114,208	136,685	114,208
Current tax liability	1,058	1,167	1,041	1,003
Deferred tax liability	1,535	1,401	1,726	1,495
Accruals, deferred income & other liabilities	30,278	38,999	30,030	38,368
Retirement benefit liability	2,948	1,973	2,948	1,972
TOTAL LIABILITIES	996,221	966,934	992,558	963,223
EQUITY				
Ordinary share capital	6,609	6,609	6,609	6,609
Share premium account	65,548	65,548	65,548	65,548
Other reserves	47,410	33,899	49,294	35,931
	119,567	106,056	121,451	108,088
Non-controlling interests	848	838	-	-
TOTAL EQUITY	120,415	106,894	121,451	108,088
TOTAL LIABILITIES AND EQUITY	1,116,636	1,073,828	1,114,009	1,071,311
Contingent liabilities	123,282	156,930	123,282	156,930

Olatunde Ayeni
Chairman

FRC No: 2013/ODN/0000001738

Bamidele Ogunnaike
Chief Financial Officer

FRC No: 2013/ICAN/0000001162

Kehinde Durosini-Etti
Group Managing Director/ CEO

FRC No: 2013/CIBN/0000001737

	Male	Female	Total
Board Members (Executive and Non Executive Directors) Executive Directors	14	3	17
Top Management Staff (AGM- GM)	30	13	43
Non-management	1,594	1,018	2,612

Consolidated Statement of Profit or Loss for the Year Ended 31 December 2013

	Group		Bank	
	2013 N'million	2012 N'million	2013 N'million	2012 N'million
Continuing operations				
Net interest income	61,698	44,502	61,209	44,071
Net fee and commission income	17,204	22,595	17,029	22,425
Other income	2,355	2,748	1,962	1,749
Operating expenses	(51,444)	(40,214)	(50,465)	(39,370)
Impairment charges and provisions for other liabilities and charges	(12,677)	(13,121)	(12,677)	(13,100)
Profit before taxation	17,136	16,510	17,058	15,775
Tax expense	(1,113)	(3,114)	(1,193)	(3,078)
Profit for the year from continuing operations	16,023	13,396	15,865	12,697
Discontinued operations				
Loss before tax from discontinued operations	-	(752)	-	-
Tax expense relating to discontinued operations	-	(752)	-	-
Total profit after tax for the year	16,023	12,644	15,865	12,697
Attributable to:				
Owners	16,013	12,646	-	-
Non-controlling interest	10	(2)	-	-
	16,023	12,644	-	-
Appropriations				
Transfer to statutory reserve	2,402	1,897	2,380	1,905
Transfer to regulatory reserve	7,013	-	7,013	-
Transfer to general reserve	6,598	10,749	6,472	10,792
	16,013	12,646	15,865	12,697

Consolidated Statement of Comprehensive Income For the Year Ended 31 December 2013

	Group		Bank	
	2013 N'million	2012 N'million	2013 N'million	2012 N'million
Profit for the period	16,023	12,644	15,865	12,697
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Actuarial gains/losses on retirement benefit obligation	606	5	606	5
Items that may be reclassified subsequently to profit or loss:				
Net change in fair value on available-for-sale financial assets	-	(591)	-	(591)
Total comprehensive income for the year	16,629	12,058	16,471	12,111
Attributable to:				
Equity holders of the parent	16,619	12,060	-	-
Non-controlling interest	10	(2)	-	-

KEY FINANCIAL INFORMATION

Total non-performing loans	18,002	17,262	17,545	17,079
Total non-performing loans to total loans	3.14%	3.05%	3.06%	3.02%
Earnings per share (kobo) from continuing operations				
Basic (kobo per share)	121	101	120	96
From discontinued operations				
Basic (kobo per share)	-	(6)	-	-
Dividend per share (kobo per share)	30	50	30	50

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
8,360	8,109	251

Independent Auditors' Report to the Members of SKYE BANK PLC

Report on the Summary Consolidated Financial Statements

The accompanying summary consolidated financial statements which comprise the summary consolidated financial position as at 31 December 2013, the summary consolidated income statement for the years ended 31 December 2013 are derived from the audited consolidated financial statements of Skye Bank Plc for the year ended 31 December 2013. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated 4 April, 2014. Those consolidated financial statements and the summary consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on those consolidated financial statements.

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

Directors' Responsibility for the summarised Audited Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on the summary consolidated 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 consolidated financial statements of Skye Bank Plc and its subsidiaries as at 31 December 2013 is consistent, in all material respect, in accordance with the Companies and Allied Matters Act, Cap C20, LFN 2004, the Banks and Other Financial Institutions Act CAP B3 LFN 2004, the Financial Reporting Council of Nigeria Act No 6, 2011, and the International Financial Reporting Standards.

Report on Compliance with Banking Regulations

Our examination of loans and advances was carried out in accordance with the Prudential Guidelines for licensed banks issued by the Central Bank of Nigeria.

In accordance with circular BSD/1/2004 issued by the Central Bank of Nigeria, details of insider-related credits are disclosed in note 43 of the detailed consolidated financial statements.

Contraventions

During the year the bank contravened certain sections of BOFIA and CBN circulars/guidelines, the details of the contravention and the related penalty are as disclosed in note 13.1 to the detailed consolidated financial statements.

David Achugamohu, FCA, FRC/2013/ICAN/0000000840
For: Akintola Williams Deloitte
Chartered Accountants
Lagos, Nigeria
4 April 2014

