



LOTUS Bank Limited



STATEMENT OF FINANCIAL POSITION

AS AT 31 December, 2022

	31-Dec-22 N'000	31-Dec-21 N'000
ASSETS		
Cash and Balances with Central Bank of Nigeria	10,116,201	2,005,192
Due from Banks and Financial Institutions	5,573,972	4,175,477
Investment in sukuk measured at amortised cost	39,458,311	12,813,931
Interbank Mudarabah Investment	2,479,684	1,649,010
Murabaha (Cost plus financing) Receivables	12,927,688	780,405
Itisina (Construction/Manufacturing) Receivables	25,590	-
Ijara (Lease Based Financing)	4,320,283	559,005
Inventory Financing	16,073,668	3,054,489
Other Assets	5,569,504	1,600,176
Property & Equipment	3,700,872	1,902,605
Intangible Assets	1,714,250	1,644,537
Deferred Tax	1,168,318	581,936
TOTAL ASSETS	103,128,341	30,766,764
LIABILITIES		
Customer Deposits	19,704,596	5,992,945
Auto Murabaha Liabilities	581,986	820,145
Other Liabilities	17,414,442	11,662,040
Tax Liabilities	7,187	-
TOTAL LIABILITIES	37,708,210	18,475,130
EQUITY OF INVESTMENT ACCOUNT HOLDERS		
Mudarabah Investment Accounts	21,411,938	504,145
Mudarabah Term Deposit Accounts	31,746,352	8,870,455
Total Equity of Investment Account holders	53,158,290	9,374,600
OWNERS' EQUITY		
Share Capital	10,000,000	4,484,000
Share Premium	3,028,746	374,468
Retained earnings	-1,680,767	(1,965,199)
Risk Regulatory Reserves	502,776	23,765
Statutory Reserves	352,358	-
Other Reserves	58,726	-
TOTAL OWNER'S EQUITY	12,261,840	2,917,034
Total Liabilities, Equity of Investment Accountholders & Owners' Equity	103,128,341	30,766,764
Contingent Asset & Liabilities	10,305,887	2,012,276

The Financial Statements were approved by the board of directors and authorised for issue on the 31 January 2023. They were signed on its behalf by:

Tunde Lawal
Chief Financial Officer
FRC/2022/001/00000023870

Kafilat Araoye
Managing Director
FRC/2020/003/00000022115

Hajara Adeola
Chairman
FRC/2013/IODN/00000002955

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	31- Dec-2022 N'000	31- Dec-2021 N'000
Income from Financing Activities	2,292,817	39,651
Profit from Sukuk Investments	2,805,785	533,141
Profit from Interbank Mudarabah	353,962	81,532
Profit from Inventory Financing	2,159,019	127,360
Gross Income from Islamic financing & Investment Transactions	7,611,583	781,684
Return on Unrestricted Investment Accounts Holders	(3,152,280)	(278,762)
Bank's Share as a Mudarib and Equity Participation in the Pool Impairment Charges	4,459,303 (174,103)	502,922 (13,681)
Net spread	4,285,200	489,241
Sukuk Trading Income	1,375,201	188,800
Net Fee and commission	194,441	14,245
Foreign currency translation difference	22,673	9,404
Total Income	5,877,515	701,690
Expenses		
Staff Costs	2,081,818	703,269
Depreciations & Amortisation	1,038,435	416,747
Administrative Expenses	2,161,928	764,037
Total Expenses	5,282,181	1,884,053
Net Operating Profit / (Loss)	595,334	(1,182,363)
Income Tax	579,195	581,936
Profit/(Loss) for the year	1,174,529	(600,426)
Other Comprehensive Income		
Total Comprehensive Loss for the year	1,174,529	(600,426)
Basic Earnings / (Loss) Per Share (Kobo)	0.08	-0.27

KEY FINANCIAL INFORMATION

Total Impaired Finances	-	-
Total Impaired Finances to Total Finances (%)	-	-
Earnings/(Loss) Per Share - basic (kobo)	0.08	(0.27)
Gross Earnings	9,203,898	994,133

Customer complaints in financial statement for the year ended 31 December 2022

	N'000	N'000
Pending Complaint Brought Forward	-	-
Number of Complaints	548	4,927
Number of Complaints Resolved	548	4,881
Number of Complaints Unresolved	-	46

INDEPENDENT AUDITOR'S REPORT ON SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF LOTUS Bank Limited

Opinion

The summary financial statements of **LOTUS Bank Limited**, which comprise the summary statement of financial position as at 31 December, 2022, the summary statements of Profit or Loss and other comprehensive income for the year then ended, are derived from the audited financial statements of **LOTUS Bank Limited** for the year ended 31 December, 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of **LOTUS Bank Limited**, in accordance with the requirements of the Companies and Allied Matters Act, 2020 for abridged reports, the Banks and Other Financial Institutions Act, the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), Central Bank of Nigeria regulatory guidelines and the Financial Reporting Council of Nigeria Act as applicable to summary financial statements.

Other information

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Summary of Financial Statements

The summary statement of affairs do not contain all disclosures required by the International Financial Reporting Standards, Companies and Allied Matters Act, 2020, the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), Banks

and Other Financial Institutions Act 2020 and the Financial Reporting Council of Nigeria Act, 2011 as applicable to annual financial statements. Therefore, reading the summary financial statements and the auditor's report thereon is not a substitute for reading the audited financial statements of **LOTUS Bank Limited** and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effect of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Statement of Affairs and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated **28 April, 2023**. That report also includes the communication of other key audit matters. Key audit matters are those matters that in our professional judgements, were of most significance in our audit of the financial statements of the current year.

Directors' Responsibility for the Summary of Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with the requirements of the Companies and Allied Matters Act, 2020 as applicable to abridged reports, the Financial Reporting Council of Nigeria Act as applicable to summary financial statements, the Banks and Other Financial Institutions Act, circulars and guidelines issued by the Central Bank of Nigeria. The Companies and Allied Matters Act require abridged reports to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRS).

Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

The bank complied with the fifth schedule of the Companies and Allied Matters Act 2020.

In accordance with our full audit report, we confirm that:

- we did not report any exceptions under the fifth schedule of the Companies and Allied Matters Act;
- Details of the related party transactions and balances as defined in Central Bank of Nigeria circular BSD/1/2004 are as reported in the notes to the financial statements;
- No contravention of the Banks and Other Financial Institutions Act 2020 and relevant circulars issued by the Central Bank of Nigeria came to our knowledge during the audit.

For: Deloitte & Touche
Chartered Accountants
Lagos Nigeria
28 April, 2023
Engagement Partner:
Michael Osinloye, FCA
FRC/2013/ICAN/00000000819

