

9 PAYMENT SERVICE BANK LIMITED

STATEMENT TO THE SHAREHOLDERS ON THE EXTRACT OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

The Board of Directors of 9 Payment Service Bank Limited is pleased to present the summary financial information of the Bank's audited result for the year ended 31 December 2021. The summary financial information disclosed were derived from the full financial statements of 9 Payment Service Bank Limited ("the Bank") for the year ended 31 December 2021 and cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the Bank. The Bank's auditor issued an unmodified opinion on the full financial statements for the year ended 31 December 2021 from which this summary financial information was derived. The Bank's auditor made a report under section 359 of the Companies and Allied Matters Act. The full financial statements from which this summary financial information was derived would be delivered to the Corporate Affairs Commission within the required deadline. An electronic copy of the full financial statements can be obtained from the Management of the Bank.


9 Payment Service Bank Limited Statement of Financial Position as at 31 December 2021

In thousands of Naira	31 Dec 2021	31 Dec 2020
ASSETS		
Cash on hand and in banks	3,006,243	5,517,088
Other receivables and other assets	306,565	817,481
Property, equipment and right of use assets	2,161,911	2,696,536
Intangible assets	2,187,803	3,068,677
Total Assets	7,662,522	12,099,782
Liabilities		
Due to customers	94,060	37,558
Other liabilities	306,621	526,774
Borrowing from Majority Shareholder	8,776,082	8,874,679
Total Liabilities	9,176,763	9,439,011
Equity		
Share capital	5,000,000	5,000,000
Accumulated losses	(6,514,241)	(2,339,229)
Total (deficit)/ equity	(1,514,241)	2,660,771
Total liabilities and equity	7,662,522	12,099,782

9 Payment Service Bank Limited Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2021

In thousands of Naira	2021 (12 months)	2020 (12 months)
Interest income (calculated using the effective interest method)	306,710	1
Interest expense (calculated using the effective interest method)	(569,969)	(445,221)
Net interest income	(263,259)	(445,220)
Fees and commission income	21,193	105
Fees and commission expense	(19,982)	(1,622)
Net fees and commission income/(expense)	1,211	(1,517)
Other operating income	68,811	1,240
Personnel expenses	(1,162,574)	(171,454)
Depreciation and amortization	(1,726,399)	(524,747)
Other operating expenses	(1,088,313)	(1,194,563)
Credit loss expense	(4,489)	(2,968)
Operating loss	(3,912,964)	(1,892,492)
Loss before income tax	(4,175,012)	(2,339,229)
Income tax expense	-	-
Loss for the period	(4,175,012)	(2,339,229)
Other comprehensive income for the period, net of tax	-	-
Total comprehensive loss for the period, net of tax	(4,175,012)	(2,339,229)
Loss per share		
Basic and diluted loss per share (Kobo)	(83.50)	(46.78)

APPROVED BY THE BOARD OF DIRECTORS ON 19 DECEMBER 2022 AND SIGNED ON ITS BEHALF BY



FRC/2013/CAN/00000001129

Nasiru Isyaku
(Executive Director/ Chief Financial Officer)



FRC/2021/CAN/003/00000023484

Branka Mracajac
(Managing Director/ Chief Executive Officer)



INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Report on the Audit of the Summary Financial Statements

Opinion

The summary financial statements of 9 Payment Services Bank Limited ("the Bank"), which comprise the summary statement of financial position as at 31 December 2021, and the summary Statement of Profit or Loss and Other Comprehensive Income, are derived from the audited financial statements of 9 Payment Services Bank Limited for the year ended 31 December 2021.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards and the relevant provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council of Nigeria Act No. 6, 2011.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council Act No. 6, 2011, applied in the preparation of the financial statements of the Bank. The summary financial statements should be read in conjunction with the audited financial statements. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified opinion on the audited financial statements in our report dated 29 December 2022.

Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation and fair presentation of these summary financial statements in accordance with International Financial Reporting Standards, the provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council of Nigeria Act No. 6, 2011, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatements whether due to fraud or error.



INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

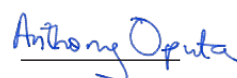
Auditor's Responsibility for the Summary Financial Statements

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 Standards on Auditing (ISA) 810 (Revised) Engagement to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

In accordance with the requirement of the Fifth Schedule of the Companies and Allied Matters Act 2020, we confirm that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - In our opinion, proper books of account have been kept by the Bank, in so far as it appears from our examination of those books;
 - The Bank's statements of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of account;
- In our opinion, the financial statements have been prepared in accordance with the provisions of the Companies and Allied Matters Act (CAMA), 2020 so as to give a true and fair view of the state of affairs and financial performance of the Bank.
- In compliance with the Banks and Other Financial Institutions Act, 2020 and circulars issued by Central Bank of Nigeria:
- Related party transactions and balances are disclosed in Note 25 to the financial statements in compliance with the Central Bank of Nigeria circular BSD/1/2004.
 - The Bank did not pay any penalties within the period in respect of contraventions of certain sections of the Bank and Other Financial Institutions Act 2020 and circulars issued by Central Bank of Nigeria during the year ended 31 December 2021.



Anthony Oputa
FRC/2013/CAN/00000000980
For: Ernst & Young
Lagos, Nigeria
29 December 2022

