

**WEMA BANK PLC**

**UNAUDITED FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 MARCH 2026**

**Table of Contents****Page**

|  |   |
|--|---|
| Statement of profit or loss and other comprehensive income | 1 |
| Statement of financial position                            | 2 |
| Statement of changes in equity                             | 3 |
| Statement of Prudential Adjustments                        | 4 |
| Statement of cash flows                                    | 5 |
| Notes to the financial statements                          | 6 |

# Wema Bank Plc

## Consolidated and Separate Financial Statements For the period ended 31 March, 2026

### Statement of Profit or loss and other Comprehensive Income

| <i>In thousands of Nigerian Naira</i>  | Notes | Bank                  |                       |                        |
|--|-------|-----------------------|-----------------------|------------------------|
|  |       | 3 Months<br>31-Mar-26 | 3 Months<br>31-Mar-25 | 12 Months<br>31-Dec-25 |
|  |       | <b>204,824,363</b>    | <b>139,384,086</b>    | <b>660,587,467</b>     |
| Interest income  | 7     | 179,962,597           | 110,083,645           | 575,268,918            |
| Interest expense   |       | (80,533,937)          | (53,441,835)          | (214,258,470)          |
| <b>Net interest income</b>   | 7     | <b>99,428,660</b>     | <b>56,641,810</b>     | <b>361,010,448</b>     |
| Net impairment loss on financial assets  | 11    | (1,437,415)           | (1,818,548)           | (25,685,010)           |
| <b>Net interest income after<br/>impairment charge for credit losses</b>   |       | <b>97,991,245</b>     | <b>54,823,262</b>     | <b>335,325,438</b>     |
| Net gain/loss on FVTPL investment securities   |       | 1,165,735             | 2,185,822             | 993,244                |
| Net fee and commission income  | 8     | 17,392,701            | 25,050,990            | 75,545,990             |
| Net trading income   | 9     | 5,831,263             | 1,502,023             | 8,386,750              |
| Other income   | 10    | 472,067               | 561,606               | 392,565                |
|  |       | 24,861,766            | 29,300,441            | 85,318,549             |
| <b>Operating income</b>  |       | <b>122,853,011</b>    | <b>84,123,703</b>     | <b>420,643,987</b>     |
| Personnel expenses   | 12    | (18,029,346)          | (12,983,821)          | (70,184,778)           |
| Depreciation and amortization  | 13b   | (4,355,507)           | (2,552,243)           | (12,479,855)           |
| Other operating expenses   | 13a   | (27,901,653)          | (27,376,310)          | (116,125,782)          |
| Profit before tax  |       | <b>72,566,505</b>     | <b>41,211,329</b>     | <b>221,853,572</b>     |
| Income tax expense   | 24    | (9,433,646)           | (5,357,473)           | (27,395,868)           |
| <b>Profit for the year</b>   |       | <b>63,132,859</b>     | <b>35,853,856</b>     | <b>194,457,704</b>     |
| <b><u>Other comprehensive income, net of income tax Items that will not be subsequently reclassified to profit or loss</u></b> |       |                       |                       |                        |
| Net change in fair value of investments FVTOCI   |       | -                     | -                     | 1,059,095              |
|  |       | -                     | -                     | 1,059,095              |
| <b>Items that will be subsequently reclassified to profit or loss</b>  |       |                       |                       |                        |
| Net change in fair value of debt instruments FVOCI<br>(net of tax) during the year   |       | 338,116               | -                     | -                      |
| Accumulated fair value gain/(loss) on debt<br>instrument disposed (net of tax) during the year                                 |       | -                     | -                     | -                      |
| <b>Other comprehensive income for the year</b>   |       | 338,116               | -                     | 1,059,095              |
| Total comprehensive income for the year  |       | <b>63,470,975</b>     | <b>35,853,856</b>     | <b>195,516,799</b>     |
| <b>Profit attributable to:</b>   |       |                       |                       |                        |
| Equity holders of the Bank   |       | 63,132,859            | 35,853,856            | 194,457,704            |
| Total comprehensive income for the year  |       | 63,470,975            | 35,853,856            | 195,516,799            |
| <b>Earnings per share-basic</b>  | 14    | 790.32                | 803.20                | 712.80                 |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Statement of financial Position**

| <i>In thousands of Nigerian Naira</i>                    | Notes | Bank                 |                      |
|--|-------|----------------------|----------------------|
|  |       | 31-Mar-26            | 31-Dec-25            |
| Cash and cash equivalents                                | 15    | 1,076,802,556        | 940,806,710          |
| Restricted Deposit with CBN                              | 15b   | 974,023,206          | 919,820,095          |
| Pledged assets   | 16    | 31,888,185           | 20,018,671           |
| Investment securities:                                   |       |                      |                      |
| Fair value through other comprehensive income            | 17a   | 43,049,006           | 15,815,126           |
| Fair Value through profit or loss                        | 17b   | 36,510,356           | 196,598,757          |
| Held at amortised cost                                   | 17c   | 1,053,557,805        | 1,122,978,680        |
| Wema funding SPV Plc                                     | 17d   | 1,000                | 1,000                |
| Loans and advances to customers                          | 18    | 1,862,790,278        | 1,737,932,376        |
| Right of Use Assets                                      | 27    | 1,203,215            | 1,217,463            |
| Property and equipment                                   | 19    | 86,453,587           | 79,683,157           |
| Intangible assets  | 20    | 3,164,081            | 3,561,689            |
| Other assets   | 22    | 49,320,796           | 23,413,367           |
| Deferred tax assets                                      | 21    | 10,449,319           | 10,449,319           |
| <b>Total Assets</b>                                      |       | <b>5,229,213,390</b> | <b>5,072,296,410</b> |
| Deposits from banks                                      | 23    | 41,666,700           | -                    |
| Deposits from customers                                  | 23    | 3,408,627,449        | 3,289,532,364        |
| Current tax liabilities                                  | 24    | 46,806,757           | 37,373,111           |
| Other liabilities  | 25    | 937,742,712          | 1,007,757,722        |
| Provisions   | 25    | 3,633,576            | 3,532,476            |
| Other borrowed funds                                     | 26    | 106,791,158          | 113,626,673          |
| <b>Total Liabilities</b>                                 |       | <b>4,545,268,352</b> | <b>4,451,822,346</b> |
| EQUITY   |       |                      |                      |
| Share capital  | 28    | 20,059,438           | 20,059,438           |
| Share premium  | 28    | 240,601,448          | 240,601,448          |
| Regulatory risk reserve                                  | 28    | 37,200,938           | 37,200,938           |
| Retained earnings  | 28    | 278,200,302          | 215,067,443          |
| Additional Tier 1 capital                                | 28    | 21,000,000           | 21,000,000           |
| Other reserves   | 28    | 86,882,912           | 86,544,798           |
| <b>Equity attributable to equity holders of the bank</b> |       | <b>683,945,038</b>   | <b>620,474,064</b>   |
| <b>Total liabilities and equity</b>                      |       | <b>5,229,213,390</b> | <b>5,072,296,410</b> |
| <b>CONTINGENTS</b>                                       |       | <b>616,374,500</b>   | <b>663,742,724</b>   |

The financial statements were authorized for issue by the directors on the 28th of April 2026 and signed on its behalf by: .....



**Dr. (Mrs) Oluwayemisi Olorunshola**  
**Chairman**  
FRC/2023/PRO/DIR/003/492710



**Moruf Oseni**  
**Managing Director/CEO**  
FRC/2013/NIM/00000002114



**Bunmi Oladosu**  
**Chief Financial Officer**  
FRC/2013/ICAN/00000002098

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Statement of changes in equity**

**Bank**

*In thousands of Nigerian naira (000s)*

| <b>2025</b>  | <b>Share capital</b> | <b>Share capital reserve</b> | <b>Share premium</b> | <b>AT-1 Tier1 capital</b> | <b>Regulatory risk reserve</b> | <b>Statutory reserve</b> | <b>AGSMEIS reserve</b> | <b>Fair value reserves</b> | <b>Retained earnings</b> | <b>Total equity</b> |
|--|----------------------|------------------------------|----------------------|---------------------------|--------------------------------|--------------------------|------------------------|----------------------------|--------------------------|---------------------|
| <b>Balance at 1 January 2026</b>                             | <b>20,059,438</b>    | <b>-</b>                     | <b>240,601,448</b>   | <b>21,000,000</b>         | <b>37,200,938</b>              | <b>66,838,485</b>        | <b>3,706,739</b>       | <b>15,999,574</b>          | <b>215,067,443</b>       | <b>620,474,065</b>  |
| Profit or loss   | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | 63,132,859               | <b>63,132,859</b>   |
| <b>Other comprehensive income</b>                            |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| Net changes in Fair value financial instrument FVTOCI        | -                    | -                            | -                    | -                         | -                              | -                        | -                      | 338,116                    | -                        | 338,116             |
|  | -                    | -                            | -                    | -                         | -                              | -                        | -                      | 338,116                    | -                        | 338,116             |
| <b>Transfers within equity:</b>                              |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| SMEIS Charge   | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Transfer to share premium                                    | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Regulatory risk reserve                                      | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Transfer to Statutory reserve                                | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Transfer to Statutory reserve                                | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
|  | <b>20,059,438</b>    | <b>-</b>                     | <b>240,601,448</b>   | <b>21,000,000.00</b>      | <b>37,200,938</b>              | <b>66,838,485</b>        | <b>3,706,739</b>       | <b>16,337,689</b>          | <b>278,200,302</b>       | <b>683,945,039</b>  |
| <b>Transactions with owners, recorded directly in equity</b> |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| <b>Contributions by and distributions to owners</b>          |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| Dividend Payout  | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| AT1 capital Charge   | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Right Issue  | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Special placement  | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
|  | <b>-</b>             | <b>-</b>                     | <b>0</b>             | <b>-</b>                  | <b>-</b>                       | <b>-</b>                 | <b>-</b>               | <b>-</b>                   | <b>-</b>                 | <b>-</b>            |
| <b>Balance at 31 March 2026</b>                              | <b>20,059,438</b>    | <b>-</b>                     | <b>240,601,448</b>   | <b>21,000,000</b>         | <b>37,200,938</b>              | <b>66,838,485</b>        | <b>3,706,739</b>       | <b>16,337,688</b>          | <b>278,200,302</b>       | <b>683,945,039</b>  |
| <b>2025</b>  |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| <b>Balance at 1 January 2025</b>                             | <b>10,715,089</b>    | <b>-</b>                     | <b>56,430,821</b>    | <b>21,000,000</b>         | <b>10,503,742</b>              | <b>37,669,829</b>        | <b>1,910,121</b>       | <b>14,940,479</b>          | <b>103,280,800</b>       | <b>256,450,881</b>  |
| Additional Capital   | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | -                        | -                   |
| Profit or loss   | -                    | -                            | -                    | -                         | -                              | -                        | -                      | -                          | 194,457,704              | 194,457,704         |
| <b>Other comprehensive income</b>                            |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| Net changes in Fair value financial instrument FVTC          | -                    | -                            | -                    | -                         | -                              | -                        | -                      | 1,059,095                  | -                        | 1,059,095           |
|  | -                    | -                            | -                    | -                         | -                              | -                        | -                      | 1,059,095                  | -                        | 1,059,095           |
| <b>Transfers within equity:</b>                              |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| SMEIS Charge   | -                    | -                            | -                    | -                         | -                              | -                        | 1,796,618              | -                          | (1,796,618)              | -                   |
| Regulatory risk reserve                                      | -                    | -                            | -                    | -                         | 26,697,195                     | -                        | -                      | -                          | (26,697,195)             | -                   |
| Transfer to Statutory reserve                                | -                    | -                            | -                    | -                         | -                              | 29,168,656               | -                      | -                          | (29,168,656)             | -                   |
|  | <b>10,715,089</b>    | <b>-</b>                     | <b>56,430,821</b>    | <b>21,000,000</b>         | <b>37,200,938</b>              | <b>66,838,485</b>        | <b>3,706,739</b>       | <b>15,999,574</b>          | <b>240,076,035</b>       | <b>451,967,680</b>  |
| <b>Transactions with owners, recorded directly in equity</b> |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| <b>Contributions by and distributions to owners</b>          |                      |                              |                      |                           |                                |                          |                        |                            |                          |                     |
| <b>Dividend Payout</b>                                       |                      |                              |                      |                           |                                |                          |                        |                            | (21,430,178)             | (21,430,178)        |
| <b>AT1 capital Charge</b>                                    |                      |                              |                      |                           |                                |                          |                        |                            | (3,578,413)              | (3,578,413)         |
| Right Issue  | 7,071,622            | -                            | 137,428,354          | -                         | -                              | -                        | -                      | -                          | -                        | 144,499,976         |
| Special placement  | 2,272,727            | -                            | 46,742,273           | -                         | -                              | -                        | -                      | -                          | -                        | 49,015,000          |
|  | 9,344,349            | -                            | 184,170,627          | -                         | -                              | -                        | -                      | -                          | (25,008,591)             | 168,506,385         |
| <b>Balance at 31 December 2025</b>                           | <b>20,059,438</b>    | <b>-</b>                     | <b>240,601,448</b>   | <b>21,000,000</b>         | <b>37,200,938</b>              | <b>66,838,485</b>        | <b>3,706,739</b>       | <b>15,999,574</b>          | <b>215,067,443</b>       | <b>620,474,065</b>  |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Statement of Cashflow**

| <i>In thousands of Nigerian Naira</i>                 | Notes    | Bank                 |                      |
|---|----------|----------------------|----------------------|
|   |          | 31-Mar-26            | 31-Dec-25            |
| Cash flows from operating activities                  |          |                      |                      |
| Profit for the year                                   |          | 63,132,859           | 194,457,704          |
| <b>Adjustments for:</b>                               |          |                      |                      |
| Income tax expense                                    |          | 9,433,646            | 27,395,868           |
| Depreciation and amortization                         | 13b      | 4,355,507            | 12,479,855           |
| Adjustment for transfer out of PPE now expensed       |          | (17,605)             | 29,221               |
| Gain on disposal of property and equipment            | 32(xii)  | (1,168)              | (46,049)             |
| Net interest income                                   | 32(xiii) | (99,428,660)         | (361,010,448)        |
| Dividend received from equity investment              | 10       | (13,500)             | (215,581)            |
| Impairment loss on financial assets                   | 11       | 1,437,415            | 25,685,010           |
| Operating cashflow before movement in working capital |          | (21,101,507)         | (101,224,421)        |
| Change in pledged assets                              | 32(i)    | (11,869,513)         | 287,217,184          |
| Change in loans and advances to customers             | 32(ii)   | (126,295,317)        | (562,408,066)        |
| Change in other assets                                | 32(iii)  | (25,907,429)         | (10,445,566)         |
| Change in deposits from banks                         | 32(iv)   | 41,666,700           | (258,500,000)        |
| Non-pledged trading assets                            | 32(xi)   | 160,088,401          | (151,142,818)        |
| Change in restricted deposit with CBN                 | 32(v)    | (54,203,111)         | (81,225,088)         |
| Change in deposits from customers                     | 32(vi)   | 119,095,085          | 765,717,101          |
| Change in other liabilities                           | 32(vii)  | (69,913,909)         | 576,286,316          |
| Cashflow generated by operations                      |          | 11,559,400           | 464,274,642          |
| Income tax paid                                       | 24.2     | -                    | (9,589,649)          |
| Interest received                                     | 32(xiii) | 179,962,597          | 575,268,918          |
| Interest paid   | 32(viii) | (75,235,700)         | (196,508,004)        |
| <b>Net cash from operating activities</b>             |          | <b>116,286,297</b>   | <b>833,445,908</b>   |
| Cash flows from investing activities                  |          |                      |                      |
| Matured investment securities                         | 32(ix)   | 69,420,875           | (291,128,796)        |
| Acquisition of investment securities-FVTOCI           | 32(x)    | (26,895,765)         | (0)                  |
| Dividend received from equity investment              | 10       | 13,500               | 215,581              |
| Acquisition of property and equipment                 | 19       | (10,779,395)         | (42,112,769)         |
| Proceeds from the sale of property and equipment      | 32(xii)  | 138,117              | 307,322              |
| Right of Use Asset                                    | 27       | (48,218)             | (456,342)            |
| Acquisition of intangible assets                      | 20       | (5,810)              | (1,072,892)          |
| <b>Net cash used in investing activities</b>          |          | <b>31,843,304</b>    | <b>(334,247,897)</b> |
| Cash flows from financing activities                  |          |                      |                      |
| Proceed from borrowings                               | 26b      | -                    | 43,550,000           |
| Repayment of borrowings                               | 26b      | (6,835,515)          | (31,617,138)         |
| AT-1 Coupon Payment                                   |          | -                    | (3,578,413)          |
| Proceeds from private placements                      |          | -                    | 49,015,000           |
| Proceeds from right Issues                            |          | -                    | 144,499,976          |
| Interest paid on borrowings                           | 32(viii) | (5,298,237)          | (17,750,466)         |
| Dividend paid to shareholders                         |          | -                    | (21,430,178)         |
| <b>Net cash from financing activities</b>             |          | <b>(12,133,752)</b>  | <b>162,688,781</b>   |
| Net increase in cash and cash equivalents             |          | 135,995,848          | 661,886,791          |
| Cash and cash equivalents at beginning of period      |          | 941,008,102          | 281,062,823          |
| Effect of exchange rate changes on cash balances      |          | (201,392)            | (2,142,904)          |
| <b>Cash and cash equivalents at end of year</b>       | 15       | <b>1,076,802,558</b> | <b>940,806,710</b>   |

**Wema Bank Plc****Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026  
Statement of Prudential Adjustments**

|   | <b>Bank</b>        |                    |
|---|--------------------|--------------------|
|   | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| <b>Prudential Provisions:</b>   |                    |                    |
| Loans and advances  | 95,588,419         | 95,588,419         |
| Other financial assets  | 16,502,054         | 15,458,699         |
|   | <b>112,090,473</b> | <b>111,047,118</b> |
| <b>Impairment assessment under IFRS:</b>  |                    |                    |
| <b>Loans and advances</b>   |                    |                    |
| 12-months ECL credit  | 27,400,227         | 22,261,436         |
| Life-time ECL Not impaired  | 597,517            | 946,350            |
| Life-time ECL credit impaired   | 30,753,760         | 35,179,695         |
|   | <b>58,751,504</b>  | <b>58,387,481</b>  |
| <b>Investment securities</b>  |                    |                    |
| 12-months ECL   | 11,025,302         | 11,042,326         |
|   | <b>11,025,302</b>  | <b>11,042,326</b>  |
| <b>Off balance sheet exposures</b>  |                    |                    |
| 12-months ECL   | 1,600,436          | 1,499,336          |
|   | <b>1,600,436</b>   | <b>1,499,336</b>   |
| <b>Other financial assets</b>   |                    |                    |
| Writeback of specific impairment on other asset   |                    |                    |
| Other assets  | 1,279,993          | 722,769            |
| Cash and cash equivalent  | 199,161            | 161,129            |
| Other non-financial assets  | 2,033,140          | 2,033,140          |
|   | <b>3,512,294</b>   | <b>2,917,038</b>   |
| <b>Total IFRS Impairment</b>  | <b>74,889,535</b>  | <b>73,846,180</b>  |
| <b>Excess of Prudential impairment over IFRS impairment transferred to regulatory reserve</b> | <b>37,200,938</b>  | <b>37,200,938</b>  |

Wema Bank Plc

Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026

Notes to the Financial Statements

| <i>In thousands of Nigerian Naira</i>        | <b>BANK</b>                         |                                     |                                      |
|--|-------------------------------------|-------------------------------------|--------------------------------------|
|  | <b>3 Months</b><br><b>31-Mar-26</b> | <b>3 Months</b><br><b>31-Mar-25</b> | <b>12 Months</b><br><b>31-Dec-25</b> |
| <b>7 Interest income</b>                     |                                     |                                     |                                      |
| Cash and cash equivalents                    | 40,275,414                          | 652,424                             | 23,353,195                           |
| Loans and advances to banks and customers    | 96,484,342                          | 64,339,033                          | 348,234,809                          |
| Investments securities                       | 43,202,841                          | 45,092,188                          | 203,680,914                          |
| <b>Total interest income</b>                 | <b>179,962,597</b>                  | <b>110,083,645</b>                  | <b>575,268,918</b>                   |
| <b>Interest expense</b>                      |                                     |                                     |                                      |
| Deposits from banks                          | 591,817                             | 14,689,071                          | 27,679,376                           |
| Deposits from customers                      | 74,643,883                          | 34,532,579                          | 168,828,628                          |
| Other borrowed funds                         | 5,298,237                           | 4,220,185                           | 17,750,466                           |
| <b>Total interest expense</b>                | <b>80,533,937</b>                   | <b>53,441,835</b>                   | <b>214,258,470</b>                   |
| <b>Net interest income</b>                   | <b>99,428,660</b>                   | <b>56,641,810</b>                   | <b>361,010,448</b>                   |
| <b>8 Fees and commission income</b>          |                                     |                                     |                                      |
|  | <b>3 Months</b><br><b>31-Mar-26</b> | <b>3 Months</b><br><b>31-Mar-25</b> | <b>12 Months</b><br><b>31-Dec-25</b> |
| Credit related fees                          | 1,061,984                           | 784,778                             | 3,622,110                            |
| Account maintenance fees                     | 2,998,717                           | 2,283,832                           | 10,469,946                           |
| Management fees                              | 3,626,640                           | 3,536,073                           | 12,659,287                           |
| Fees on electronic products                  | 6,102,096                           | 12,372,883                          | 28,855,226                           |
| Fees on financial guarantees                 | 750,182                             | 1,439,916                           | 3,858,511                            |
| FX transactions                              | 1,297,480                           | 2,472,460                           | 9,161,955                            |
| Other fees and charges                       | 1,555,602                           | 2,161,048                           | 6,918,955                            |
| <b>Total fee and commission income</b>       | <b>17,392,701</b>                   | <b>25,050,990</b>                   | <b>75,545,990</b>                    |
| Credit related fees and commissions are fees |                                     |                                     |                                      |
| Point in Time                                | 16,853,356                          | 24,645,647                          | 75,006,645                           |
| Over Time                                    | 539,345                             | 405,343                             | 539,345                              |
| <b>Total interest expense</b>                | <b>17,392,701</b>                   | <b>25,050,990</b>                   | <b>75,545,990</b>                    |
| <b>9 Net trading income</b>                  |                                     |                                     |                                      |
| Fixed income securities                      | 917,011                             | 44,910                              | 782,027                              |
| Treasury bills                               | 3,982,994                           | 783,320                             | 4,211,955                            |
| Foreign exchange trading (note 9.1)          | 931,258                             | 673,794                             | 3,392,768                            |
|  | <b>5,831,263</b>                    | <b>1,502,023</b>                    | <b>8,386,750</b>                     |
| <b>10 Other income</b>                       |                                     |                                     |                                      |
|  | <b>3 Months</b><br><b>31-Mar-26</b> | <b>3 Months</b><br><b>31-Mar-25</b> | <b>12 Months</b><br><b>31-Dec-25</b> |
| Dividends on equities at FVOCI               | 13,500                              | 12,750                              | 215,581                              |
| Gains on disposal of property and equipment  | 1,168                               | 1,833                               | 46,049                               |
| Rental income                                | 22,510                              | 21,022                              | 82,142                               |
| Income on deposit accounts                   | 90,505                              | 85,882                              | 172,505                              |
| Digital Income                               | 227,784                             | 266,490                             | 1,282,167                            |
| FX Revaluation                               | -                                   | -                                   | (11,934,304)                         |
| Swift transactions                           | 9,012                               | 82,169                              | 1,399,212                            |
| Service charge                               | 20,008                              | 18,922                              | 87,008                               |
| Others                                       | 87,579                              | 72,537                              | 9,042,205                            |
|  | <b>472,067</b>                      | <b>561,606</b>                      | <b>392,565</b>                       |

Wema Bank Plc

Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026

Notes to the Financial Statements

|   | BANK                  |                       |                        |
|---|-----------------------|-----------------------|------------------------|
|   | 3 Months<br>31-Mar-26 | 3 Months<br>31-Mar-25 | 12 Months<br>31-Dec-25 |
| <b>11 Impairment loss on financial/non-financial instruments</b>      |                       |                       |                        |
| <b>Impairment charge on financial instruments</b>                     |                       |                       |                        |
| Total impairment charge on loans and advances                         | 1,964,717             | 1,043,679             | 30,234,916             |
| Investment securities/Treasury bills                                  | (17,024)              | 51,779                | 3,575,110              |
| Cash and cash equivalent  | 38,032                | 49,543                | 19,577                 |
| Other assets  | 557,224               | 411,232               | (2,296,808)            |
| <b>Impairment charge on non-financial instruments</b>                 |                       |                       |                        |
| Off balance sheet   | 101,101               | 534,333               | -519,538               |
| Recoveries on loans   | (1,206,634)           | (272,020)             | (5,328,247)            |
| <b>Total impairment charge on financial/non-financial instruments</b> | <b>1,437,415</b>      | <b>1,818,548</b>      | <b>25,685,010</b>      |

**12 Personnel expenses**

|                       |                   |                   |                   |
|-----------------------|-------------------|-------------------|-------------------|
| Wages and salaries    | 13,820,837        | 9,170,439         | 53,860,199        |
| Pension Contribution  | 754,250           | 677,970           | 2,834,301         |
| Outsourced staff cost | 3,454,258         | 3,135,411         | 13,490,278        |
|                       | <b>18,029,346</b> | <b>12,983,821</b> | <b>70,184,778</b> |

**13a Other operating expenses**

|                                       | BANK                  |                       |                        |
|---------------------------------------|-----------------------|-----------------------|------------------------|
|                                       | 3 Months<br>31-Mar-26 | 3 Months<br>31-Mar-25 | 12 Months<br>31-Dec-25 |
| <i>In thousands of Nigerian Naira</i> |                       |                       |                        |
| Advertising and marketing             | 1,129,231             | 967,250               | 6,700,382              |
| AMCON Levy (i)                        | 7,161,263             | 4,996,611             | 19,860,380             |
| Auditors remuneration                 | 90,000                | 65,000                | 230,000                |
| Business Expenses                     | 349,988               | 344,707               | 1,221,424              |
| Cash movement expenses                | 297,207               | 320,064               | 1,249,211              |
| Diesel Expenses                       | 787,364               | 721,682               | 2,758,581              |
| Directors Expenses                    | 24,700                | 27,700                | 78,850                 |
| Directors fees                        | -                     | -                     | 144,500                |
| Donations and sponsorships            | 166,521               | 164,188               | 1,017,251              |
| Electricity                           | 566,873               | 561,590               | 2,435,785              |
| General administrative expenses       | 1,919,683             | 1,816,055             | 5,671,118              |
| Legal expenses                        | 132,869               | 227,116               | 1,286,112              |
| Insurance                             | 214,683               | 135,304               | 752,268                |
| NDIC Premium                          | 3,275,089             | 3,112,727             | 9,825,271              |
| Other premises and equipment costs    | 173,192               | 153,178               | 523,538                |
| Printing and stationery               | 233,996               | 205,877               | 1,000,924              |
| Other Professional fees               | 485,604               | 523,939               | 2,164,051              |
| Digital Bank Professional fees (ii)   | 491,856               | 321,393               | 491,856                |
| Repairs and maintenance               | 1,844,874             | 1,517,773             | 6,831,171              |
| Security expenses                     | 168,179               | 210,257               | 732,140                |
| Service charge                        | 5,211,777             | 5,000,907             | 28,096,441             |
| SMS Expenses & Others                 | 264,482               | 226,216               | 386,283                |
| Statutory expenses                    | 96,200                | -                     | 514,436                |
| Technology and alternative channels   | 2,214,193             | 5,093,771             | 19,042,906             |
| Transport & Communications            | 601,828               | 663,004               | 3,110,903              |
|                                       | <b>27,901,653</b>     | <b>27,376,310</b>     | <b>116,125,782</b>     |

|  | BANK                  |                       |                        |
|--|-----------------------|-----------------------|------------------------|
|  | 3 Months<br>31-Mar-26 | 3 Months<br>31-Mar-25 | 12 Months<br>31-Dec-25 |
| <i>In thousands of Nigerian Naira</i>    |                       |                       |                        |
| <b>13b Depreciation and amortization</b> |                       |                       |                        |
| Property, plants and equipment           | 3,871,041             | 2,082,734             | 10,490,587             |
| Right of use of assets                   | 81,048                | 82,138                | 379,722                |
| Intangible assets                        | 403,418               | 387,371               | 1,609,546              |
|  | <b>4,355,507</b>      | <b>2,552,243</b>      | <b>12,479,855</b>      |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Notes to the Financial Statements**

**14 Earnings per share**

**Basic and diluted earnings per share**

Basic earnings per share are calculated by dividing the profit for the year attributable to shareholders by the weighted average number of ordinary shares

The calculation of basic earnings per share as at 31st March 2026 was based on the profit attributable to ordinary shareholders and weighted average number

|  | <b>3 Months</b>   | <b>12 Months</b>  |
|--|-------------------|-------------------|
| <b>Pre-share reconstruction</b>  | <b>31-Mar-26</b>  | <b>31-Dec-25</b>  |
| Weighted average number of ordinary shares -<br>of 50k each (2024 - 50k) | 31,953,131        | 27,280,957        |
|  | <u>31,953,131</u> | <u>27,280,957</u> |

**Profit attributable to ordinary shareholders -basic**

|  |               |               |
|--|---------------|---------------|
| Profit for the year attributable to equity holders<br>of the Bank '000 | 63,132,859    | 194,457,704   |
| Earnings per share -basic (Kobo)                                       | <u>790.32</u> | <u>712.80</u> |

**15 Cash and cash equivalents**  
*In thousands of Nigerian Naira*

|   | <b>3 Months</b>             | <b>12 Months</b>          |
|---|-----------------------------|---------------------------|
|   | <b>31-Mar-26</b>            | <b>31-Dec-25</b>          |
| Cash and balances with banks            | 251,747,595                 | 171,878,097               |
| Unrestricted balances with central bank | 992,158                     | 1,900,977                 |
| Money market placements                 | 824,261,964                 | 767,188,765               |
| ECL Allowance                           | (199,161)                   | (161,129)                 |
|   | <u><b>1,076,802,556</b></u> | <u><b>940,806,710</b></u> |

**Classified as:**

|             |                      |                    |
|-------------|----------------------|--------------------|
| Current     | 1,076,802,556        | 940,806,710        |
| Non-current | -                    | -                  |
|             | <u>1,076,802,556</u> | <u>940,806,710</u> |

**Movement in ECL allowance**

|                                |                |                |
|--------------------------------|----------------|----------------|
| Opening balance                | 161,129        | 141,552        |
| Charge/Write back for the year | 38,032         | 19,577         |
| Closing balance                | <u>199,161</u> | <u>161,129</u> |

**15b Restricted Deposit with CBN**

Mandatory reserve deposit is reported net of N19.11 billion (December 31, 2025: N19.67 billion) which relates to Differentiated Cash Reserve Requirement (DCRR) Scheme. Under the DCRR scheme, Deposit Money Banks (DMBs) interested in providing credit financing to Greenfield (New) and Brownfield (expansion)

Restricted deposits with Central Bank are not available for use in day to day operations.

|   | <b>Bank</b>              |                          |
|---|--------------------------|--------------------------|
|   | <b>3 Months</b>          | <b>12 Months</b>         |
| <b>16 Pledged assets - Held at amortised cost</b> | <b>31-Mar-26</b>         | <b>31-Dec-25</b>         |
| <i>In thousands of Nigerian Naira</i>             |                          |                          |
| Treasury bills                                    | -                        | 1,520,833                |
| Bonds   | 31,888,185               | 18,497,838               |
|   | <u><b>31,888,185</b></u> | <u><b>20,018,671</b></u> |

The assets pledged as collateral include assets pledged to third parties under secured borrowing with the related liability disclosed in Note 26 and other clearing activities with the clearing bank. The pledges have been made in the normal course of business. In the event of default, the pledgee has the right to realise the pledged assets.

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Notes to the Financial Statements**

|   | <b>Bank</b>          |                      |
|---|----------------------|----------------------|
|   | <b>31-Mar-26</b>     | <b>31-Dec-25</b>     |
| In thousands of Nigerian Naira  |                      |                      |
| <b>17 Investment securities</b>   | <b>1,133,117,166</b> | <b>1,335,392,563</b> |
| Current   | 160,215,154          | 424,312,035          |
| Non-current   | 972,902,012          | 911,080,528          |
| <b>17a Investment securities measured at FVTOCI</b>                       |                      |                      |
| Treasury bills  | -                    | -                    |
| FGN Bonds   | 27,233,880           | -                    |
| Equity (see note (i) below)   | 15,815,126           | 15,815,126           |
|   | <b>43,049,006</b>    | <b>15,815,126</b>    |
| <b>17b Investment securities measured at FVTPL</b>                        |                      |                      |
| FGN Bonds   | -                    | 2,064,200            |
| Treasury Bills  | 36,510,356           | 194,534,557          |
|   | <b>36,510,356</b>    | <b>196,598,757</b>   |
| <b>17c Investment securities measured at amortised cost</b>               |                      |                      |
| Treasury Bills  | 123,704,798          | 229,777,478          |
| FGN Bonds   | 932,716,730          | 896,012,837          |
| Other Bonds (see (ii) below)  | 8,161,579            | 8,230,691            |
| ECL Allowance - Investments at Amortised Cost                             | (11,025,302)         | (11,042,326)         |
|   | <b>1,053,557,805</b> | <b>1,122,978,680</b> |
| <b>Movement in ECL allowance</b>  |                      |                      |
| Opening balance   | 11,042,326           | 7,467,216            |
| Charge for the year   | (17,024)             | 3,575,110            |
| Closing balance   | 11,025,302           | 11,042,326           |
| <b>(i) Equity</b>   |                      |                      |
| <b>Quoted Investments:</b>  | -                    | -                    |
| <b>Unquoted Investments:</b>  |                      |                      |
| Unified Payment Services Limited  | 65,767               | 65,767               |
| FMDQ  | 15,000               | 15,000               |
| Nigeria Inter-Bank Settlement System                                      | 47,482               | 47,482               |
| Fair value gain on (FVTOCI) financial assets (a)                          | 15,686,877           | 15,686,877           |
|   | 15,815,126           | 15,815,126           |
|   | <b>15,815,126</b>    | <b>15,815,126</b>    |
| (a) The breakdown of fair value on FVTOCI financial assets is as follows: |                      |                      |
| Unified Payment Services Limited  | 2,104,078            | 2,104,078            |
| FMDQ  | 4,946,737            | 4,946,737            |
| Nigeria Inter-Bank Settlement System                                      | 8,764,311            | 8,764,311            |
| Closing balance   | 15,815,126           | 15,815,126           |
| <b>Movement in fair value gain</b>  |                      |                      |
| Opening balance   | 15,686,877           | 14,627,781           |
| Fair value gain for the year  | -                    | 1,059,096            |
| Closing balance   | 15,686,877           | 15,686,877           |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Notes to the Financial Statements**

**Other bonds** - these are held to maturity securities for state and corporate entities, stated at amortised cost as shown below:

|  | <b>Bank</b>             |                         |
|--|-------------------------|-------------------------|
|  | <b>31-Mar-26</b>        | <b>31-Dec-25</b>        |
| <b>I. 7YR: DANA Group Bond Series 1</b>    |                         |                         |
| Opening balance                            | 891,692                 | 891,692                 |
| Principal repayment during the year        | -                       | -                       |
| Closing balance                            | <u>891,692</u>          | <u>891,692</u>          |
| <b>STATE BONDS</b>                         |                         |                         |
| <b>I. EKITI State Govt Bond Tranche 11</b> |                         |                         |
| Opening balance                            | 358,861                 | 431,027                 |
| Principal repayment during the year        | 8,116                   | (72,166)                |
| Closing balance                            | <u>366,977</u>          | <u>358,861</u>          |
| <b>II. OGUN State Govt Bond</b>            |                         |                         |
| Opening balance                            | 2,896,589               | 4,039,948               |
| Principal repayment during the year        | 113,348                 | (1,143,359)             |
| Closing balance                            | <u>3,009,937</u>        | <u>2,896,589</u>        |
| <b>III. LAGOS State Govt Bond</b>          |                         |                         |
| Opening balance                            | 3,757,500               | -                       |
| Principal repayment during the year        | -                       | 3,757,500               |
| Closing balance                            | <u>3,757,500</u>        | <u>3,757,500</u>        |
| <b>IV. ONDO State Govt Bond</b>            |                         |                         |
| Opening balance                            | 1,217,740               | 1,686,600               |
| Principal repayment during the year        | (190,576)               | (468,859)               |
| Closing balance                            | <u>1,027,165</u>        | <u>1,217,740</u>        |
| <b>Total Other Bonds</b>                   | <b>9,053,271</b>        | <b>9,122,383</b>        |
| ECL  | <u>(891,692)</u>        | <u>(891,692)</u>        |
|  | <b><u>8,161,579</u></b> | <b><u>8,230,691</u></b> |

**18 Loans and advances to customers at amortised cost**

|  | <b>Bank</b>                 |                             |
|--|-----------------------------|-----------------------------|
|  | <b>31-Mar-26</b>            | <b>31-Dec-25</b>            |
| <i>In thousands of Nigeria Naira</i>       |                             |                             |
| Overdrafts                                 | 190,401,250                 | 187,912,155                 |
| Term Loans                                 | 1,706,266,423               | 1,587,751,862               |
| Advances under finance lease               | 24,874,108                  | 20,655,840                  |
| <b>Gross loans and receivables</b>         | <b><u>1,921,541,782</u></b> | <b><u>1,796,319,857</u></b> |
| Less ECL allowances                        |                             |                             |
| Stage 1                                    | (27,400,227)                | (22,261,436)                |
| Stage 2                                    | (597,517)                   | (946,350)                   |
| Stage 3                                    | (30,753,760)                | (35,179,695)                |
|  | <b><u>(58,751,504)</u></b>  | <b><u>(58,387,481)</u></b>  |
| <b>Net loans and advances to customers</b> | <b><u>1,862,790,278</u></b> | <b><u>1,737,932,376</u></b> |

| <b>31-Mar-26</b> | <b>Term loan</b>            | <b>Overdrafts</b>         | <b>Finance lease</b>     | <b>Total</b>                |
|------------------|-----------------------------|---------------------------|--------------------------|-----------------------------|
| Gross loans      | 1,706,266,423               | 190,401,250               | 24,874,108               | 1,921,541,782               |
| Stage 1          | (24,345,940)                | (2,684,031)               | (370,257)                | (27,400,227)                |
| Stage 2          | (597,517)                   | -                         | -                        | (597,517)                   |
| Stage 3          | (24,111,924)                | (6,580,171)               | (61,665)                 | (30,753,760)                |
|                  | <b><u>1,657,211,043</u></b> | <b><u>181,137,050</u></b> | <b><u>24,442,186</u></b> | <b><u>1,862,790,278</u></b> |

| <b>31-Dec-25</b> | <b>Term loan</b>            | <b>Overdrafts</b>         | <b>Finance lease</b>     | <b>Total</b>                |
|------------------|-----------------------------|---------------------------|--------------------------|-----------------------------|
| Gross loans      | 1,587,751,862               | 187,912,155               | 20,655,840               | 1,796,319,857               |
| Stage 1          | (18,242,220)                | (3,612,777)               | (406,439)                | (22,261,436)                |
| Stage 2          | (946,350)                   | -                         | -                        | (946,350)                   |
| Stage 3          | (30,850,596)                | (4,271,859)               | (57,240)                 | (35,179,695)                |
|                  | <b><u>1,537,712,696</u></b> | <b><u>180,027,519</u></b> | <b><u>20,192,161</u></b> | <b><u>1,737,932,376</u></b> |

|                                      | <b>Bank</b>                 |                             |
|--------------------------------------|-----------------------------|-----------------------------|
|                                      | <b>31-Mar-26</b>            | <b>31-Dec-25</b>            |
| <b>LOANS AND ADVANCES BY STAGING</b> |                             |                             |
| Stage 1                              | 1,811,519,082               | 1,675,450,787               |
| Stage 2                              | 28,667,343                  | 32,809,400                  |
| Stage 3                              | 81,355,356                  | 88,059,670                  |
|                                      | <b><u>1,921,541,781</u></b> | <b><u>1,796,319,857</u></b> |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**Notes to the Financial Statements**

| <b>In thousands of Nigerian Naira</b>    | <b>Overdraft</b> | <b>Term<br/>Loan</b> | <b>Advances<br/>under<br/>finance<br/>lease</b> | <b>Totals</b>     |
|--|------------------|----------------------|---|-------------------|
| <b>Balance at 1 January 2026</b>         | <b>7,884,636</b> | <b>50,039,166</b>    | <b>463,679</b>                                  | <b>58,387,481</b> |
| Stage 1                                  | 3,612,777        | 18,242,220           | 406,439   | 22,261,436        |
| Stage 2                                  | -                | 946,350              | -   | 946,350           |
| Stage 3                                  | 4,271,859        | 30,850,596           | 57,240  | 35,179,695        |
| Interest on impaired facilities          | -                |                      |   |                   |
| ECL allowance during the year            | 1,645,542        | -                    | 319,175   | 1,964,717         |
| Written off in the year as uncollectible | (244,736)        | (92,925)             | (56,399)  | (394,059)         |
| Amounts recovered during the year        | -                | (918,809)            | (287,825)                                       | (1,206,634)       |
| <b>Balance at 31 March 2026</b>          | <b>9,285,442</b> | <b>49,027,432</b>    | <b>438,630</b>                                  | <b>58,751,504</b> |
| Stage 1                                  | 2,684,031        | 24,345,940           | 370,257   | 27,400,227        |
| Stage 2                                  | -                | 597,517              | -   | 597,517           |
| Stage 3                                  | 6,580,171        | 24,111,924           | 61,665  | 30,753,760        |
|  | 9,264,201        | 49,055,381           | 431,922   | 58,751,504        |

**Contingent Liabilities & Commitments:**

|  | <b>Bank</b>        |                    |
|--|--------------------|--------------------|
|  | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| Guarantees and Indemnities             | 355,926,597        | 463,492,531        |
| Bonds                                  | 168,601,031        | 93,578,605         |
| Clean-Line Facilities& Irrevocable LCs | 93,447,309         | 108,170,924        |
| ECL                                    | (1,600,436)        | (1,499,336)        |
|  | <b>616,374,500</b> | <b>663,742,724</b> |

**Movement in ECL allowance**

|                                |           |           |
|--------------------------------|-----------|-----------|
| Opening balance                | 1,499,336 | 2,018,874 |
| Charge/write back for the year | 101,101   | (519,538) |
| Closing balance                | 1,600,436 | 1,499,336 |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**19 Property and equipment**

**Bank**

*In thousands of Nigerian Naira (000s)*

|  | <b>Land</b>      | <b>Buildings</b>  | <b>Furniture &amp;<br/>Office<br/>Equipment</b> | <b>Motor<br/>vehicles</b> | <b>Computer<br/>Equipment</b> | <b>Work in<br/>Progress</b> | <b>Total</b>       |
|--|------------------|-------------------|---|---------------------------|-------------------------------|-----------------------------|--------------------|
| <b>Cost</b>                                    |                  |                   |   |                           |                               |                             |                    |
| Balance at 1 January 2026                      | <b>3,007,349</b> | <b>25,615,315</b> | <b>23,917,167</b>                               | <b>16,767,397</b>         | <b>52,127,187</b>             | <b>4,808,533</b>            | <b>126,242,947</b> |
| Additions                                      | -                | 5,228             | 3,248,040                                       | 1,308,829                 | 1,103,427                     | 5,113,871                   | <b>10,779,395</b>  |
| Adjustments                                    | (976)            | -                 | -   | -                         | -                             | -                           | <b>(976)</b>       |
| Disposals                                      | -                | -                 | (726,332)                                       | (248,599)                 | (147,638)                     | -                           | <b>(1,122,569)</b> |
| <b>Balance at 31 March 2026</b>                | <b>3,006,373</b> | <b>25,620,543</b> | <b>26,438,874</b>                               | <b>17,827,627</b>         | <b>53,082,976</b>             | <b>9,922,404</b>            | <b>135,898,797</b> |
| <b>Accumulated depreciation and impairment</b> |                  |                   |   |                           |                               |                             |                    |
| Balance at 1 January 2026                      | -                | 6,985,034         | 13,135,880                                      | 6,796,437                 | 19,642,440                    | -                           | <b>46,559,790</b>  |
| Charge for the year                            | -                | 124,755           | 887,585   | 785,257                   | 2,073,444                     | -                           | <b>3,871,041</b>   |
| Disposals                                      | -                | -                 | (724,454)                                       | (117,707)                 | (143,460)                     | -                           | <b>(985,621)</b>   |
| <b>Balance at 31 March 2026</b>                | <b>-</b>         | <b>7,109,788</b>  | <b>13,299,012</b>                               | <b>7,463,987</b>          | <b>21,572,423</b>             | <b>-</b>                    | <b>49,445,210</b>  |
| <b>Carrying amounts</b>                        |                  |                   |   |                           |                               |                             |                    |
| Balance at 1 January 2026                      | <b>3,007,349</b> | <b>18,630,282</b> | <b>10,781,287</b>                               | <b>9,970,960</b>          | <b>32,484,748</b>             | <b>4,808,533</b>            | <b>79,683,157</b>  |
| <b>Balance at 31 March 2026</b>                | <b>3,006,373</b> | <b>18,510,755</b> | <b>13,139,862</b>                               | <b>10,363,640</b>         | <b>31,510,553</b>             | <b>9,922,404</b>            | <b>86,453,587</b>  |

- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2025 nil)
- There were no capitalised borrowing costs related to the acquisition of Property and equipment during the year (31 December 2025: nil)
- All Property and equipment are non-current

## Property and equipment

### Bank

*In thousands of Nigerian Naira (000s)*

|   | Land             | Buildings         | Furniture & Office Equipment | Motor vehicles    | Computer Equipment | Work in Progress | Total              |
|---|------------------|-------------------|------------------------------|-------------------|--------------------|------------------|--------------------|
| Cost                                    |                  |                   |                              |                   |                    |                  |                    |
| Balance at 1 January 2025               | <b>2,442,029</b> | <b>22,250,832</b> | <b>17,450,320</b>            | <b>12,246,959</b> | <b>27,858,211</b>  | <b>2,577,258</b> | <b>84,825,609</b>  |
| Additions                               | 565,320          | 3,371,323         | 6,560,151                    | 5,052,350         | 24,332,350         | 2,231,275        | 42,112,769         |
| Disposals                               | -                | (6,840)           | (93,304)                     | (531,912)         | (63,374)           | -                | <b>(695,431)</b>   |
| <b>Balance at 31 December 2025</b>      | <b>3,007,349</b> | <b>25,615,315</b> | <b>23,917,167</b>            | <b>16,767,397</b> | <b>52,127,187</b>  | <b>4,808,533</b> | <b>126,242,947</b> |
| Accumulated depreciation and impairment |                  |                   |                              |                   |                    |                  |                    |
| Balance at 1 January 2025               | -                | 6,532,501         | 10,740,327                   | 4,413,245         | 14,817,290         | -                | <b>36,503,363</b>  |
| Charge for the year                     | -                | 455,184           | 2,461,902                    | 2,695,014         | 4,878,486          | -                | <b>10,490,587</b>  |
| Disposals                               | -                | (2,652)           | (66,349)                     | (311,822)         | (53,337)           | -                | <b>(434,160)</b>   |
| <b>Balance at 31 December 2025</b>      | <b>-</b>         | <b>6,985,034</b>  | <b>13,135,880</b>            | <b>6,796,437</b>  | <b>19,642,440</b>  | <b>-</b>         | <b>46,559,790</b>  |
| Carrying amounts                        |                  |                   |                              |                   |                    |                  |                    |
| Balance at 1 January 2025               | <b>2,442,029</b> | <b>15,718,331</b> | <b>6,709,993</b>             | <b>7,833,714</b>  | <b>13,040,921</b>  | <b>2,577,258</b> | <b>48,322,246</b>  |
| <b>Balance at 31 December 2025</b>      | <b>3,007,349</b> | <b>18,630,282</b> | <b>10,781,287</b>            | <b>9,970,960</b>  | <b>32,484,748</b>  | <b>4,808,533</b> | <b>79,683,157</b>  |

- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2025 nil)
- There were no capitalised borrowing costs related to the acquisition of intangible assets during the year (31 December 2025: nil)
- All intangible assetes are non-current

## Notes to the financial statements

- There were no impairment losses on any class of property and equipment during the year (December 31, 2025: Nil)
- There were no capitalised borrowing costs related to the acquisition of property and equipment during the year (December 31, 2025: Nil).
- All property and equipment are non-current. None of the Group's assets were financed from borrowings, consequently no borrowing cost has been capitalized as part of asset cost.
- There were no liens or encumbrances on assets as at the year end. No assets have been pledged as security for borrowing. (31 December 2025: Nil)
- There were no capital commitments as at year end. (31 December 2025: Nil)

| <i>In thousands of Nigerian Naira</i>     | <b>Bank</b>       |                   |
|---|-------------------|-------------------|
|   | <b>31-Mar-26</b>  | <b>31-Dec-25</b>  |
| <b>20 Intangible assets</b>               |                   |                   |
| <b>Cost</b>                               |                   |                   |
| Cost 1 January                            | 12,752,762        | 11,679,870        |
| Additions                                 | 5,810             | 1,072,892         |
| <b>Closing Balance</b>                    | <b>12,758,572</b> | <b>12,752,762</b> |
| <b>Amortization and impairment losses</b> |                   |                   |
| Cost 1 January                            | 9,191,073         | 7,581,527         |
| Amortization for the year                 | 403,418           | 1,609,546         |
| <b>Closing Balance</b>                    | <b>9,594,491</b>  | <b>9,191,073</b>  |
| <b>Carrying amounts</b>                   | <b>3,164,081</b>  | <b>3,561,689</b>  |

- The intangible assets have got finite lives and are amortised over the higher of 5 years or the contractual licensing period. No impairment losses were
- The authorised and contracted capital commitments as at the balance sheet date was nil (31 December 2025 nil)
- There were no capitalised borrowing costs related to the acquisition of intangible assets during the year (31 December 2025: nil)
- All intangible assets are non-current

## 21 Deferred tax assets and liabilities

- (a) Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

| <i>In thousands of Nigerian Naira</i> | <b>Bank</b>       |                   |
|---------------------------------------|-------------------|-------------------|
|                                       | <b>31-Mar-26</b>  | <b>31-Dec-25</b>  |
| At 1 January                          | 10,449,319        | 472,076           |
| Write down                            | -                 | 9,977,243         |
| <b>Closing balance</b>                | <b>10,449,319</b> | <b>10,449,319</b> |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

|                                       | <b>Bank</b>              |                          |
|---------------------------------------|--------------------------|--------------------------|
|                                       | <b>31-Mar-26</b>         | <b>31-Dec-25</b>         |
| <i>In thousands of Nigerian Naira</i> |                          |                          |
| <b>22 Other assets</b>                |                          |                          |
| <b>Financial Assets</b>               |                          |                          |
| Accounts receivables                  | 58,087                   | 28,579                   |
| Collateralised Placement              | 3,594,587                | 3,724,739                |
| Clearing Balance                      | 339,718                  | 317,173                  |
| Fraud & Burglary                      | 273,229                  | 294,491                  |
| AGSMEIS Investment with CBN           | 7,288,294                | 3,706,739                |
| Receivable on E-business Channels     | 342,317                  | 305,376                  |
| <b>Non-Financial Assets</b>           |                          |                          |
| Prepayments                           | 30,775,339               | 8,914,525                |
| Stock                                 | 6,366,184                | 6,134,738                |
| Others                                | 1,563,035                | 709,776                  |
|                                       | <u>50,600,788</u>        | <u>24,136,136</u>        |
| Specific impairment on other assets   | (1,279,993)              | (722,769)                |
|                                       | <u><b>49,320,796</b></u> | <u><b>23,413,367</b></u> |
| At 1 January                          | 722,769                  | 3,019,577                |
| Allowance made during the year        | 557,224                  | (2,296,808)              |
| <b>Closing balance</b>                | <u><b>1,279,993</b></u>  | <u><b>722,769</b></u>    |
| <b>Classified as:</b>                 |                          |                          |
| Current                               | 40,366,790               | 13,982,168               |
| Non-current                           | 10,233,999               | 10,153,968               |
|                                       | <u><b>50,600,788</b></u> | <u><b>24,136,136</b></u> |

**22.1 AGSMEIS Investment with CBN**

Deposit for investment in AGSMEIS represents the Wema Bank's deposit as equity investment in Agri-business/Small and Medium Enterprises Investment Scheme. As approved by the Bankers' Committee on 9th February 2017, all Deposit Money Banks are required to invest 5% of prior period Profit After Tax as equity investment in the scheme.

**23 Deposits from banks**

|                                      | <b>Bank</b>                 |                             |
|--------------------------------------|-----------------------------|-----------------------------|
|                                      | <b>31-Mar-26</b>            | <b>31-Dec-25</b>            |
| <i>In thousands of Nigeria Naira</i> |                             |                             |
| Money market deposits                | <u><b>41,666,700</b></u>    | -                           |
| <b>Deposits from customers</b>       |                             |                             |
| <b>Retail customers:</b>             |                             |                             |
| Term deposits                        | 368,811,810                 | 354,631,065                 |
| Current deposits                     | 78,776,866                  | 55,390,446                  |
| Savings                              | 510,790,649                 | 512,375,532                 |
| <b>Corporate customers:</b>          |                             |                             |
| Term deposits                        | 51,416,690                  | 227,349,862                 |
| Current deposits                     | 1,029,526,730               | 1,031,287,606               |
| Others                               | 1,369,304,704               | 1,108,497,853               |
|                                      | <u><b>3,408,627,449</b></u> | <u><b>3,289,532,364</b></u> |

**23b** The maturity profile of customers' deposit is as follows:

|                |                             |                             |
|----------------|-----------------------------|-----------------------------|
| Under 3 months | 622,153,010                 | 527,793,677                 |
| 3 - 6months    | 705,269,441                 | 561,057,497                 |
| 6 - 12months   | 264,659,843                 | 428,623,732                 |
| Over 12months  | 1,816,545,155               | 1,772,057,458               |
|                | <u><b>3,408,627,449</b></u> | <u><b>3,289,532,364</b></u> |

**Wema Bank Plc****Consolidated and Separate Financial Statements****For the period ended 31 March, 2026**

|             |   | <b>Bank</b>      |                  |
|-------------|---|------------------|------------------|
|             |   | <b>31-Mar-26</b> | <b>31-Dec-25</b> |
| <b>24</b>   | In thousands of Nigerian Naira<br><b>Taxation</b> |                  |                  |
| <b>24.1</b> | <b>Income tax expense</b>                         |                  |                  |
|             | CIT   | 9,433,646        | 31,101,057       |
|             | Development Levy                                  | -                | 6,272,054        |
|             | NASENI  | -                | -                |
|             |   | <hr/>            | <hr/>            |
|             | Current Income Tax expense                        | 9,433,646        | 37,373,111       |
|             | Deferred tax expenses                             | -                | (9,977,243)      |
|             |   | <hr/>            | <hr/>            |
|             |   | 9,433,646        | 27,395,868       |
|             |   | <hr/>            | <hr/>            |

The income tax expense for the year can be reconciled to the accounting profit as follows:

|             |                                | <b>Bank</b>       |                   |
|-------------|--------------------------------|-------------------|-------------------|
|             |                                | <b>31-Mar-26</b>  | <b>31-Dec-25</b>  |
| <b>24.2</b> | <b>Current tax liabilities</b> |                   |                   |
|             | At 1 January                   | 37,373,111        | 9,589,649         |
|             | Payment during the year        | -                 | (9,589,649)       |
|             | Charge for the year            | 9,433,646         | 37,373,111        |
|             |                                | <hr/>             | <hr/>             |
|             | <b>Closing balance</b>         | <b>46,806,757</b> | <b>37,373,111</b> |
|             |                                | <hr/>             | <hr/>             |

The charge for taxation is based on the provision of the Company Income Tax Act Cap C21 LFN 2020, as amended under the Finance Act 2023. Education Tax is based on 2.5% of the assessable profit for the year in accordance with the Education Tax Act CAP E4 LFN 2004. NITDA levy is based on 1% of profit before tax in accordance with NITDA levy Act 2007

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**25**

**Other liabilities and Provisions**

|                   |                    |                      |
|-------------------|--------------------|----------------------|
| Other liabilities | 937,742,712        | 1,007,757,722        |
| Provisions        | 3,633,576          | 3,532,476            |
|                   | <b>941,376,289</b> | <b>1,011,290,198</b> |

**25.1 Other liabilities**

| <i>In thousands of Nigerian Naira</i>   | <b>Bank</b>        |                      |
|---|--------------------|----------------------|
|   | <b>31-Mar-26</b>   | <b>31-Dec-25</b>     |
| <b>Financial Liabilities</b>            |                    |                      |
| Account Payables                        | 14,300,683         | 16,303,270           |
| Other current liabilities (i)           | 639,202,204        | 634,347,357          |
| Insurance Claim                         | 125,499            | 81,779               |
| Swift Payables                          | 808,743            | 525,815              |
| Western Union                           | 3,204              | 3,204                |
| Salary Suspense                         | 7,278              | 2,147                |
| Other payable                           | 4,200,621          | 4,481,511            |
| Electronic products payable             | 1,756,461          | 2,449,550            |
| Certified cheques                       | 2,236,180          | 2,489,829            |
| Customer deposits for letters of credit | 44,581,895         | 42,663,632           |
| Discounting Line                        | 43,440,435         | 39,205,832           |
| Collections and settlement (ii)         | 135,720,052        | 178,208,063          |
| Remittances                             | 51,359,456         | 86,995,733           |
|   | <b>937,742,712</b> | <b>1,007,757,722</b> |

**Classified as:**

|             |                    |                      |
|-------------|--------------------|----------------------|
| Current     | 737,719,241        | 766,987,438          |
| Non-current | 200,023,471        | 240,770,284          |
|             | <b>937,742,712</b> | <b>1,007,757,722</b> |

**25.2 Provisions**

|                                     |                  |                  |
|-------------------------------------|------------------|------------------|
| Provision for litigation and claims | 2,033,140        | 2,033,140        |
| Impairment on contingents           | 1,600,436        | 1,499,336        |
|                                     | <b>3,633,576</b> | <b>3,532,476</b> |

**Classified as:**

|             |                  |                  |
|-------------|------------------|------------------|
| Current     | 1,600,436        | 1,499,336        |
| Non-current | 2,033,140        | 2,033,140        |
|             | <b>3,633,576</b> | <b>3,532,476</b> |

**(i) Movement in provisions**

|                                       |                  |                  |
|---------------------------------------|------------------|------------------|
| Opening balance                       | 3,532,476        | 3,150,527        |
| Additions - Litigations and claims    | -                | 901,487          |
| Additions - Impairment on contingents | 101,101          | (519,538)        |
| Closing balance                       | <b>3,633,576</b> | <b>3,532,476</b> |

Provision for litigations: This is provision for litigations and claims against the Bank as at 31 Mar 2026. These claims arose in the normal course of business and are being contested by the Bank. The Directors, having sought advice of professional counsels, are of the opinion that this provision is adequate for liability that have crystalized from these claims. There is no expected reimbursement in respect of this provision.

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

*In thousands of Nigerian Naira*

|                                 | <b>Bank</b>        |                    |
|---------------------------------|--------------------|--------------------|
|                                 | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| <b>26 Other borrowed funds</b>  |                    |                    |
| CBN MSMEDF (see i below)        | 183,135            | 200,992            |
| Other Borrowings (see ii below) | 1,286,249          | 1,304,244          |
| EBID (See iii below)            | 69,444,500         | 71,996,500         |
| DBN (see iv below)              | 35,877,275         | 40,124,937         |
|                                 | <b>106,791,158</b> | <b>113,626,673</b> |

- (i) This represents CBN intervention funds to some bank's customers in Small & Medium Scale sector. The fund is administered at a maximum interest rate of 9% per annum and maximum tenor of 5 years.
- (iv) Due to DBN intervention fund is a scheme in which the Development Bank of Nigeria (DBN) availed the Company a facility to meet the financing need of entrepreneurs in the Micro, Small and Medium Enterprises sector. The facility attracts an interest rate of 9.75 per annum for 1 year tenor.
- (ii) Other borrowings include National housing fund and Nigerian Mortgage refinance company
- (iii) This amount represents the bank's foreign facility from EBID, this was granted to the Bank for a period of 3.5 years. It is repayable bi-annually with interest rate of 6months SOFR plus margin at 5.25%.

*In thousands of Nigerian Naira*

|                                 | <b>Bank</b>        |                    |
|---------------------------------|--------------------|--------------------|
|                                 | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| <b>26b Other borrowed funds</b> |                    |                    |
| At 1 January                    | 113,626,673        | 101,693,811        |
| Additions                       | -                  | 43,550,000         |
| Payments made                   | (6,835,515)        | (31,617,138)       |
| <b>Closing balance</b>          | <b>106,791,158</b> | <b>113,626,673</b> |

## Wema Bank Plc

### Consolidated and Separate Financial Statements For the period ended 31 March, 2026

#### 27 Right of use

The Bank leases several assets which includes buildings for commercial and residential purposes. The average lease term is 5years.

|                                | <b>31-Mar-26</b>        | <b>31-Dec-25</b>        |
|--------------------------------|-------------------------|-------------------------|
| <b>COST</b>                    | <b>N</b>                | <b>N</b>                |
| 27 Balance at 1 January        | 2,047,686               | 2,083,746               |
| Additions                      | 48,218                  | 456,342                 |
| Expired contracts              | -                       | (492,402)               |
| <b>Closing Balance</b>         | <u>2,095,904</u>        | <u>2,047,686</u>        |
| <br><b>DEPRECIATION CHARGE</b> |                         |                         |
| Balance at 1 January           | 830,223                 | 913,679                 |
| Charge for the period          | 81,048                  | 379,722                 |
| Expired contracts              | (18,581)                | (463,178)               |
| <b>Closing Balance</b>         | <u>892,689</u>          | <u>830,223</u>          |
| <br><b>CARRYING AMOUNT</b>     |                         |                         |
| <b>Opening balance</b>         | <u>1,217,463</u>        | <u>1,170,067</u>        |
| <b>Closing Balance</b>         | <u><u>1,203,215</u></u> | <u><u>1,217,463</u></u> |

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

*In thousands of Nigerian Naira*

**BANK**

**31-Mar-26**

**31-Dec-25**

**28 Share capital and Reserves**

**(a) The share capital comprises:**

**(i) Issued and fully paid -**

40,118,877,414 Ordinary shares (2025- 40,118,877,414)  
shares of 50k each (2025 - 50k)

**20,059,439**

**20,059,439**

**(ii)**

**FREE FLOAT COMPUTATION**

**Company Name:**

**WEMA BANK**

**Reporting Period**

**31-Mar-26**

**Share Price at end of Reporting Period**

**Issued Share Capital**

**40,118,877,414**

**Share Capital (N)**

**20,059,438,707**

**Shareholding Structure/ Free Float Status**

| Description  | 31-Mar-26             |              |
|--|-----------------------|--------------|
|  | Unit                  | Percentage   |
| <b>Issued Share Capital</b>  | <b>40,118,877,414</b> | <b>100%</b>  |
| <b>Substantial Shareholding (5% and above)</b>   |                       |              |
| NEEMTREE LIMITED   | 11,933,379,851        | 29.75        |
| SW8 INVESTMENT LTD   | 10,778,221,870        | 26.87        |
| <b>Total Substantial Shareholding</b>  | <b>22,711,601,721</b> | <b>56.61</b> |
| <b>Director's Shareholdings (Direct and indirect) excluding directors with substantial interests</b> |                       |              |
| Olorunshola Oluwayemisi Christianah  | -                     | -            |
| Oluwole Albert Ajimisinmi  | 4,648,096             | 0.01         |
| Morufu Abiola Oseni  | -                     | -            |
| Abolanle Matel-Okoh  | -                     | -            |
| Bakare Olukayode Moriwiyu  | 1,555,723             | 0.00         |
| Ibiye Asime Ekong  | -                     | -            |
| Adesegun Olusegun Oluremi  | -                     | -            |
| Adefarakan Adeyemi Obalolu   | -                     | -            |
| Tunde Mabawonku  | 4,014,610             | 0.01         |
| Okunowo Zubiedat Bolarin Folashade.  | -                     | -            |
| Yusuf Kazaure  | 1,666,666             | 0.00         |
| Segun Opeke  | -                     | -            |
| Yewande Zaccheaus  | -                     | -            |
| <b>Total Directors' Shareholding</b>   | <b>11,885,095</b>     | <b>0.03</b>  |
| <b>Other Influential Shareholding</b>  |                       |              |
| OYO STATE  | 206,228,000           | <b>0.51</b>  |
| OGUN STATE   | 617,287,035           | <b>1.54</b>  |
| OSUN STATE   | 47,935,627            | <b>0.12</b>  |
| FOUNTAIN   | 539,755,062           | <b>1.35</b>  |
| ODUA INVEST COY  | 869,608,716           | <b>2.17</b>  |
| <b>Other Influential Shareholding</b>  | <b>2,280,814,440</b>  | <b>5.69</b>  |
| <b>Free Float in Units and Percentage</b>  | <b>15,114,576,158</b> | <b>37.67</b> |
| <b>Total</b>   | <b>40,118,877,414</b> | <b>100</b>   |

**b Declaration:**

Wema Bank Plc with a free float of 37.67% as at 31st march 2026, is compliant with The Nigerian Stock Exchange's free float requirements for companies listed on the Main Board.

**Share Premium**

|                        |                    |                    |
|------------------------|--------------------|--------------------|
| At 1 January           | 240,601,448        | 56,430,821         |
| Right issue            | -                  | 137,428,354        |
| Special placement      | -                  | 46,742,273         |
| <b>Closing balance</b> | <b>240,601,449</b> | <b>240,601,448</b> |

Share premium is the excess paid by shareholders over the nominal value for their shares

**Wema Bank Plc**

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**(c) Statutory reserves**

Nigerian banking regulations require the Bank to make an annual appropriation to a statutory reserve. As stipulated by S.16(1) of the Banks and Other Financial Institution Act of Nigeria, an appropriation of 30% of profit after tax is made if the statutory reserve is less than paid-up share capital and 15% of profit after tax if the statutory reserve is greater than the paid up share capital.

**(d) Fair value reserve**

The fair value reserve includes the net cumulative change in the fair value of fair value through other comprehensive income investments

**(e) SMEIES Reserve**

This reserve represents the aggregate amount of appropriations from profit after tax to finance equity investments in compliance with the directives issued by the Central Bank of Nigeria (CBN) through its circulars dated July 11, 2006 (amended) and April 7, 2017 respectively. The SMEIES reserve was maintained in compliance with the Central Bank of Nigeria's requirement that all licensed banks set aside a portion of the profit after tax in a fund to be used to finance equity investments in qualifying small and medium scale enterprises. Under the terms of the guideline issued in July 2006, the contributions were 10% of profit after tax and were expected to continue after the first 5 years after which banks' contributions were to reduce to 5% of profit after tax. In April 2017, the Central Bank of Nigeria issued guidelines to govern the operations of the Agriculture/Small and Medium Enterprises Scheme (AGSMIES), which was established to support the Federal Government's efforts at promoting agricultural businesses and Small and Medium Enterprises (SMEs) as vehicles for achieving sustainable economic development and employment generation. The small and medium scale industries equity investment scheme reserves are non-distributable.

**(f) Retained earnings**

Retained earnings are the carried forward recognised income net of expenses plus current period profit attributable to shareholders.

| <i>In thousands of Nigeria Naira</i> | <b>Bank</b>        |                    |
|--------------------------------------|--------------------|--------------------|
|                                      | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| At 1 January                         | 215,067,443        | 103,280,800        |
| Profit or loss                       | 63,132,859         | 194,457,704        |
| AT1 capital Charge                   | -                  | (3,578,413)        |
| Transfer to Regulatory risk reserve  | -                  | (26,697,195)       |
| Transfer to Statutory Reserve        | -                  | (29,168,656)       |
| Dividend Paid to Shareholders        | -                  | (21,430,178)       |
| Regulatory charge to SMEIS           | -                  | (1,796,618)        |
| <b>Closing balance</b>               | <b>278,200,302</b> | <b>215,067,443</b> |

**(g) Regulatory risk reserve**

The regulatory risk reserve warehouses the excess of the impairment on loans and advances computed under the Nigerian GAAP based on the Central Bank of Nigeria prudential guidelines compared with the incurred loss model used in calculating the impairment under IFRSs.

**(i) Additional Tier 1 Capital**

The Bank issued a N21,000,000,000 Perpetual Fixed Rate Resettable Non-callable bonds. The instrument imposed no contractual obligation on the Bank to pay interest or to redeem the principal as those are at the sole discretion of the Bank. The instrument has accordingly been

**(j) Other Reserves**

| <i>In thousands of Nigeria Naira</i> | <b>Bank</b>       |                   |
|--------------------------------------|-------------------|-------------------|
|                                      | <b>31-Mar-26</b>  | <b>31-Dec-25</b>  |
| Statutory Reserve                    | 66,838,485        | 66,838,485        |
| AGSMEIS Reserve                      | 3,706,739         | 3,706,739         |
| Fair Value Reserves                  | 16,337,688        | 15,999,574        |
|                                      | <b>86,882,912</b> | <b>86,544,797</b> |

**Consolidated and Separate Financial Statements  
For the period ended 31 March, 2026**

**29 Contingencies**

**(i) Litigation and claims**

The Bank is a party to numerous legal actions arising out of its normal business operations. The Directors believe that, based on currently available information and advice of counsel, none of the outcomes that result from such proceedings will have a material adverse effect on the financial position of the Bank, either individually or in the aggregate. N2.03 billion provision has been made as at 31st March 2026. The total amount claimed against the Bank is estimated at N12.97 billion (Dec 2025: N10.90 Billion) with a counter claim in the sum of N20.18 billion from the bank (Dec 2025: N11.80).

**(ii) Contingent liabilities and commitments**

In common with other banks, the Bank conducts business involving acceptances, performance bonds and indemnities. The majority of these facilities are offset by corresponding obligations of third parties. Contingent liabilities and commitments comprise acceptances, endorsements, guarantees and letters of credit.

**(iii) Nature of instruments**

An acceptance is an undertaking by a bank to pay a bill of exchange drawn on a customer. The Bank expects most acceptances to be presented, but reimbursement by the customer is normally immediate. Endorsements are residual liabilities of the Bank in respect of bills of exchange, which have been paid and subsequently rediscounted.

Guarantees and letters of credit are given as security to support the performance of a customer to third parties. As the Bank will only be required to meet these obligations in the event of the customer's default, the cash requirements of these instruments are expected to be considerably below their nominal amounts.

Other contingent liabilities include performance bonds and are, generally, short-term commitments to third parties which are not directly dependent on the customers' credit worthiness.

Commitments to lend are agreements to lend to a customer in the future, subject to certain conditions. Such commitments are either made for a fixed period, or have no specific maturity but are cancellable by the lender subject to notice requirements.

Documentary credits commit the Bank to make payments to third parties, on production of documents, which are usually reimbursed immediately by customers.

(iv) The following tables summarise the nominal principal amount of contingent liabilities and commitments with off-balance sheet risk

|   | <b>Bank</b>        |                    |
|---|--------------------|--------------------|
|   | <b>Bank</b>        | <b>Bank</b>        |
|   | <b>31-Mar-26</b>   | <b>31-Dec-25</b>   |
| In thousands of Nigerian naira                        |                    |                    |
| Contingent liabilities:                               |                    |                    |
| Guarantees and indemnities                            | 355,926,597        | 463,492,531        |
| Bonds   | 168,601,031        | 93,578,605         |
| Clean-line facilities & irrevocable letters of credit | 93,447,309         | 108,170,924        |
| ECL   | (1,600,436)        | (1,499,336)        |
| <b>Closing balance</b>                                | <b>616,374,500</b> | <b>663,742,724</b> |