



Ghana Securities Industry Association

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www.gsiaonline.org

To: Fund Managers

January 31, 2019

Dear GSIA Member:

GSIA CIRCULAR 01/19:

UPDATE ON CONSOLIDATED BANK GHANA (CBG) EXPOSURES

Further to our last circular on the above we have continued dialoguing with CBG. Find below an update on our exposures with CBG:

1. CBG has undertaken to pay Fund Management firms thirty percent (30%) of exposures upfront. The seventy percent (70%) remaining balances will be paid within an 11-month period from from now until December 2019 and earn 10% per annum.
2. Fund Managers should provide a list of their schemes for which urgent payments are required within the 30% threshold.
3. Payments will be immediate for firms that have no reconciliation issues with CBG and have proof of payment available. Firms that do not fall within this category will have to have their balances validated before payments are made.
4. The amounts to be paid represent the full principal and interest on exposures as at August 1st, 2018. Fifty percent (50%) of interest accrued since August 1, 2018 will however be forfeited.
5. Firms to which CBG is also exposed will have the reconciled balances offset with the Receiver and subsequently receive the net reconciled positions.

We are continuing our engagements with CBG and all other stakeholders with the view to achieving better outcomes on this and other issues affecting our industry.

Sincerely,

Emmanuel Alex Asiedu
President

Kisseih Antonio
Member, Governing Council

Cc: Governing Council, GSIA