



CASSIEL ATO FORSON (MP)
AJUMAKO ENYAN ESSIAM CONSTITUENCY
RANKING MEMBER / FINANCE COMMITTEE



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Date: 03-12-19.....

CHAIRMAN
FINANCE COMMITTEE
PARLIAMENT OF GHANA
ACCRA

Dear Chairman,

REQUEST FOR INFORMATION

I refer to our discussion on the referral to the finance committee by the Speaker to consider the Request for Approval of the sum of Fifteen Billion, Six Hundred Million Ghana Cedis (GHC 15.6 Billion) to Protect Depositors and Investors of Failed Financial Institutions and to Improve Liquidity of the Financial Sector.

This is essentially a request for Parliament to rectify the costs incurred in the financial Sector clean-up exercise

In view of this, the following documentation will assist us carry out appropriate due diligence in performance of our oversight duties as Members of Parliament and to establish the need to commit public funds of Fifteen Billion, Six Hundred Million Ghana Cedis (GHC 15.6 Billion)

I therefore write to request the following documentation

A) PURCHASE AND ASSUMPTION OF SELECTED ASSETS AND LIABILITIES OF UT AND CAPITAL BANKS BY GCB.

1. Process of selection of GCB for the purchase and assumption transaction including proposals from other interested financial institutions.
2. The agreements fees and reports from the transaction advisors for the purchase and assumption transaction.
3. Agreement and structuring of the purchase and assumption transaction between Government of Ghana and GCB Bank.
4. Inventory of assets and liabilities of UT Bank and Capital Bank at the time of revocation of their licence.
5. A schedule of all selected assets and liabilities of UT Bank and Capital Bank taken over by GCB Bank and the valuation of the identifiable assets and liabilities that formed the basis of the gap which was financed with the issuance of Government bonds to GCB.
6. A schedule of assets and deposits taken over and their current status of payments.
7. A schedule of all loan portfolios of UT and Capital Banks and their ageing at the time of resolution and the basis and status of actions taken to recover them.
8. Investments of financial sector players in UT Bank and Capital Bank at the time of resolution and their status and impact on interconnectedness of systemic risks.
9. Detailed report of receiver on assets and liabilities of UT Bank and Capital Bank, including basis of payments to customers, creditors and valuation of disposals.

B) CBG AND RELATED TRANSACTIONS

1. Inventory of assets and liabilities of all the 7 banks listed in point 2 below at the time of revocation of licences.
2. A schedule of identifiable assets and liabilities taken over by Consolidated Bank Ghana (CBG) and forming the statement of affairs in the determination of the corporate bonds issued to CBG in respect of all the 7 banks namely;
 - a. Beige Bank
 - b. Sovereign Bank
 - c. Premium Bank
 - d. Unibank
 - e. Royal Bank
 - f. Heritage Bank
 - g. Bank for Construction
3. A full valuation report regarding all the assets in the inventory of all assets and liabilities in the schedule in point 2 above.
4. The agreement, fees and reports of transaction advisors for the purchase and assumption of the selected assets and liabilities assumed by CBG for the 7 banks.
5. Agreement and structuring of the purchase and assumption between Government and CBG.

6. A schedule of deposits taken over by CBG and their current status of payments.
7. A schedule of all loan portfolios of all the 7 banks and their aging at the time of resolution and the basis of actions taken to recover them.
8. Investments of financial sector players in the 7 Banks at the time of resolution and their status and impact on interconnected systemic risks.
9. Detailed report of receiver on assets and liabilities of all the seven Banks including basis of payments to customers, creditors and valuation of disposals.
10. All information requested for the 9 banks above also apply to the 23 savings and loans and allied financial services companies and all the collapsed MFI
11. A stress tests reports on the banking and financial sector after spending the Ghc15.6 billion.

C) SAVINGS & LOANS/ FINANCE HOUSES / MICRO FINANCE COMPANIES AND SECURITIES AND EXCHANGE COMMISION (SEC) REGULATED ENTITIES

We will also expect a brief and documentation on the road map that will ensure prompt payment of the Investors and Depositors funds that are locked up as a result of the close down of these entities by the Government Regulators

Counting on your usual cooperation.



CASSIEL ATO FORSON

Cc: Majority Leader

Minority Leader

Minority Chief Whip