

All amounts are in thousands of Ghana cedis unless otherwise stated

## Statements of comprehensive income for the period ended 30 June 2023

	2023		2022	
	Bank	Group	Bank	Group
Interest income	1,773,083	1,778,816	1,299,164	1,305,097
Interest expense	(416,275)	(416,329)	(318,668)	(318,668)
<b>Net interest income</b>	<b>1,356,808</b>	<b>1,362,487</b>	<b>980,496</b>	<b>986,429</b>
Fee and commission income	248,185	254,268	210,388	217,656
Fee and commission expense	(55,750)	(57,454)	(32,484)	(32,484)
<b>Net fee and commission income</b>	<b>192,435</b>	<b>196,814</b>	<b>177,904</b>	<b>185,172</b>
Net trading income	245,235	245,235	176,204	176,204
Other operating income	1,243	1,243	1,736	821
<b>Operating income</b>	<b>1,795,721</b>	<b>1,805,779</b>	<b>1,336,340</b>	<b>1,348,626</b>
Net impairment loss on financial assets	(354,564)	(354,564)	(124,934)	(124,934)
Personnel expenses	(478,982)	(483,035)	(400,593)	(401,690)
Depreciation and amortisation	(65,920)	(70,481)	(73,415)	(73,591)
Other expenses	(376,168)	(384,229)	(268,354)	(268,835)
<b>Profit before income tax</b>	<b>520,087</b>	<b>513,470</b>	<b>469,044</b>	<b>479,576</b>
Income tax expense	(186,714)	(188,016)	(164,009)	(166,775)
<b>Profit for the period</b>	<b>333,373</b>	<b>325,454</b>	<b>305,035</b>	<b>312,801</b>
<b>Other Comprehensive Income:</b>				
<b>Items that will not be reclassified to profit or loss</b>				
FVTOCI financial assets - net changes in fair value	(160)	(160)	1,110	900
Related tax	-	-	-	53
<b>Total items that will not be reclassified to profit or loss</b>	<b>(160)</b>	<b>(160)</b>	<b>1,110</b>	<b>953</b>
<b>Total comprehensive income</b>	<b>333,213</b>	<b>325,294</b>	<b>306,145</b>	<b>313,754</b>
<b>Profit attributable to:</b>				
<b>Owners of the parent</b>	<b>333,373</b>	<b>325,454</b>	<b>305,035</b>	<b>312,801</b>
<b>Profit for the period</b>	<b>333,373</b>	<b>325,454</b>	<b>305,035</b>	<b>312,801</b>
<b>Total comprehensive income attributable to:</b>				
<b>Owners of the parent</b>	<b>333,213</b>	<b>325,294</b>	<b>306,145</b>	<b>313,754</b>
<b>Total comprehensive income for the period</b>	<b>333,213</b>	<b>325,294</b>	<b>306,145</b>	<b>313,754</b>
<b>Basic and diluted earnings per share (in GH¢)</b>	<b>2.52</b>	<b>2.46</b>	<b>2.30</b>	<b>2.36</b>

## Statements of cash flows for the period ended 30 June 2023

	2023		2022	
	Bank	Group	Bank	Group
<b>Cash flows from operating activities</b>				
Profit for the period	333,373	325,454	305,035	312,801
<b>Adjustments for:</b>				
Depreciation and amortisation	65,920	70,481	73,415	73,592
Net impairment loss on financial assets	(354,564)	(354,564)	124,934	124,934
Employee benefit expense	52,200	52,200	36,350	36,350
Net Interest income	(1,356,808)	(1,362,541)	(980,496)	(986,429)
Dividend income	-	-	(1,000)	(85)
Profit on sale of property and equipment	(454)	(454)	(150)	(150)
Income tax expense	186,714	188,016	164,009	166,775
	<b>(1,073,619)</b>	<b>(1,081,408)</b>	<b>(277,903)</b>	<b>(272,212)</b>
<b>Changes in:</b>				
Non-pledged trading assets	173,152	173,152	(176,440)	(176,440)
Advances to banks	(139,449)	(139,449)	(613)	(613)
Loans and advances to customers	(364,333)	(364,333)	(966,993)	(966,993)
Other assets	250,634	244,031	(166,494)	(165,162)
Deposits from banks and other financial institutions	78,138	78,138	(491,753)	(491,753)
Deposits from customers	1,418,436	1,426,710	1,098,431	1,109,570
Borrowings	85,737	85,737	1,960,941	1,960,941
Other liabilities	313,599	409,361	79,292	76,623
Employee benefit paid	(12,126)	(12,126)	(6,304)	(6,304)
<b>Cash (used in)/generated from operations</b>	<b>730,169</b>	<b>819,813</b>	<b>1,052,164</b>	<b>1,067,657</b>
Interest received	1,756,380	1,762,214	1,302,106	1,308,038
Dividend received	-	-	1,000	85
Interest paid	(389,138)	(389,138)	(329,817)	(329,817)
Net income tax paid	(265,795)	(267,223)	(221,142)	(225,086)
<b>Net cash from operating activities</b>	<b>1,831,616</b>	<b>1,925,666</b>	<b>1,804,311</b>	<b>1,820,877</b>
<b>Cash flows from investing activities</b>				
Purchase of investments (other than securities)	-	698	-	(1,975)
Purchase of investments (subsidiary)	-	-	(1,000)	-
Purchase of investment securities	(2,114,526)	(2,120,891)	254,913	244,663
Purchase of property, equipment & right-of-use-assets	(23,927)	(23,969)	(49,220)	(49,244)
Proceeds from sale of property, equipment & right-of-use assets	454	454	193	193
Purchase of intangible assets	(5,879)	(6,679)	(13,501)	(13,501)
<b>Net cash used in investing activities</b>	<b>(2,143,878)</b>	<b>(2,150,387)</b>	<b>191,385</b>	<b>180,136</b>
<b>Cash flows from financing activities</b>				
Dividends paid	-	-	-	-
<b>Net Cash used in financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(312,262)</b>	<b>(224,721)</b>	<b>1,995,696</b>	<b>2,001,013</b>
Cash and cash equivalents at 1 January	4,476,878	4,476,878	2,301,092	2,301,092
<b>Cash and cash equivalents at 30 June</b>	<b>4,164,616</b>	<b>4,252,157</b>	<b>4,296,788</b>	<b>4,302,105</b>

## Statements of financial position as at 30 June 2023

	2023		2022	
	Bank	Group	Bank	Group
<b>Assets</b>				
Cash and cash equivalents	4,164,616	4,252,157	4,296,788	4,302,105
Non-pledged trading assets	102,841	102,841	654,098	654,098
Investments (other than securities)	4,117	42,487	4,890	29,242
Loans and advances to customers	6,079,184	6,079,184	5,148,439	5,148,439
Advances to banks	368,689	368,689	201,643	201,643
Investment securities	10,863,593	10,932,899	9,460,715	9,529,384
Investment in associates	28,274	92,678	28,274	82,280
Investment in subsidiaries	3,000	100	2,000	-
Deferred tax asset	872,528	872,827	281,512	281,809
Intangible assets	95,786	100,986	141,378	141,560
Other assets	687,953	658,953	693,757	701,714
Property, equipment & right-of-use-assets	411,679	412,588	316,343	317,108
<b>Total assets</b>	<b>23,682,260</b>	<b>23,916,389</b>	<b>21,229,837</b>	<b>21,389,382</b>
<b>Liabilities</b>				
Deposits from banks & other financial institutions	337,285	337,285	204,850	204,850
Deposits from customers	18,943,381	18,935,319	14,315,084	14,315,084
Borrowings	1,123,345	1,123,345	2,949,014	2,949,014
Current tax liabilities	28,803	29,516	41,032	41,521
Employee benefit obligation	169,671	169,671	143,510	143,510
Other liabilities	900,076	997,087	723,170	723,178
<b>Total liabilities</b>	<b>21,502,561</b>	<b>21,592,223</b>	<b>18,376,660</b>	<b>18,377,157</b>
<b>Equity</b>				
Stated capital	500,000	500,000	500,000	500,000
Retained earnings	1,027,539	1,095,518	1,739,372	1,860,636
Statutory reserve	639,555	639,555	639,555	639,555
Fair value reserve	107	20,870	1,004	15,950
Credit risk reserves	51,873	51,873	-	-
Other reserves	(39,375)	16,350	(26,754)	(3,916)
<b>Total shareholders' equity</b>	<b>2,179,699</b>	<b>2,324,166</b>	<b>2,853,177</b>	<b>3,012,225</b>
<b>Total liabilities and shareholders' equity</b>	<b>23,682,260</b>	<b>23,916,389</b>	<b>21,229,837</b>	<b>21,389,382</b>

## Statements of changes in equity for the period ended 30 June 2023

	Stated capital	Fair value reserve	Other Reserves	Statutory reserve	Credit risk reserve	Total Re-serves	Retained earnings	Total equity
<b>The Bank</b>								
<b>Balance at 1 January 2023</b>	500,000	267	(39,375)	639,555	-	600,447	746,039	1,846,486
Profit for the period	-	-	-	-	-	-	333,373	333,373
<b>Other comprehensive income, net of tax</b>	-	-	-	-	-	-	-	-
FVTOCI financial assets - net changes in fair value	-	(160)	-	-	-	(160)	-	(160)
Dividend Paid	-	-	-	-	-	-	-	-
Transfer from reserves	-	-	-	-	51,873	51,873	(51,873)	-
<b>Balance at 30 June 2023</b>	<b>500,000</b>	<b>107</b>	<b>(39,375)</b>	<b>639,555</b>	<b>51,873</b>	<b>652,160</b>	<b>1,027,539</b>	<b>2,179,699</b>
<b>The Group</b>								
<b>Balance at 1 January 2023</b>	500,000	21,030	16,350	639,555	-	676,935	821,937	1,998,872
Profit for the period	-	-	-	-	-	-	325,454	325,454
<b>Other comprehensive income, net of tax</b>	-	-	-	-	-	-	-	-
FVTOCI financial assets - net changes in fair value	-	(160)	-	-	-	(160)	-	(160)
Deferred tax	-	-	-	-	-	-	-	-
Dividend Paid	-	-	-	-	-	-	-	-
Transfer from reserves	-	-	-	-	51,873	51,873	(51,873)	-
<b>Balance at 30 June 2023</b>	<b>500,000</b>	<b>20,870</b>	<b>16,350</b>	<b>639,555</b>	<b>51,873</b>	<b>728,648</b>	<b>1,095,518</b>	<b>2,324,166</b>

## Disclosures

**1. Reporting entity** - GCB Bank PLC is a limited liability company incorporated and domiciled in Ghana. These consolidated financial statements as at and for the period ended 30 June 2023 comprise the Bank and its subsidiaries, (together referred to as the 'Group') and the Group's interest in associates. The separate financial statements as at and for the period ended 30 June 2023 comprise the financial statements of the Bank. The Bank is listed on the Ghana Stock Exchange.

**2. Significant accounting policies** - The consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated and separate financial statements at 31 December 2022.

### 3. Quantitative disclosures

	June 2023	June 2022
Capital adequacy ratio (capital requirements directive)	18.0%	21.1%
Common equity tier 1 ratio	15.6%	19.1%
Leverage ratio	7.9%	9.4%
Non-performing loan ratio	20.0%	15.2%
Non-performing loan ratio (less loss category)	3.5%	2.6%
Liquid ratio	54.3%	78.4%
Statutory liquidity breach (times)	Nil	Nil
Sanctions for statutory liquidity breach (GH¢'000')	Nil	Nil

### 4. Qualitative disclosures

4.1 The Bank has exposure to the following risks from its use of financial instruments and from operations:

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

### 5. Sworn statement

The financial statements do not contain any untrue statements, misleading facts or omit material facts to the best of our knowledge.

  
Jude Arthur  
Board Chairman

  
John Kofi Adomakoh  
Managing Director