

Ecobank Ghana PLC and its Subsidiaries

Summary Consolidated and Separate Financial Statements (unaudited) for the period ended 30th September 2023

Financial Highlights	Growth
September 2022 - September 2023	
Revenue	40%
Total Assets	26%
Loans	10%
Deposits	33%

Statements of comprehensive Income

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Group		Bank	
	Sep-23	Sep-22	Sep-23	Sep-22
Interest income	2,650,160	1,743,263	2,611,962	1,641,744
Interest expense	(443,863)	(227,167)	(438,472)	(205,589)
Net interest income	2,206,297	1,516,096	2,173,490	1,436,155
Fee and commission income	413,215	306,742	384,971	295,999
Fee and commission expense	(20,712)	(20,891)	(20,712)	(20,891)
Net fee and commission income	392,503	285,851	364,259	275,108
Net trading income	64,192	92,937	56,153	90,516
Other operating income	48,591	38,610	48,133	38,244
Gain on sale of property and equipment	549	623	549	623
	113,332	132,170	104,835	129,383
Net income	2,712,132	1,934,117	2,642,584	1,840,646
Net Impairment charge	(594,476)	(146,668)	(590,157)	(144,823)
Personnel expenses	(504,839)	(381,704)	(483,408)	(361,282)
Depreciation and amortisation	(57,996)	(51,853)	(55,410)	(49,867)
Finance cost on lease liabilities	(3,628)	(3,006)	(3,294)	(2,831)
Other operating expenses	(739,779)	(437,368)	(719,881)	(392,063)
Net income before taxes and levies	811,414	913,518	790,434	889,780
Income tax expense	(284,878)	(322,220)	(276,652)	(311,423)
Net income after tax	526,536	591,298	513,782	578,357
Other Comprehensive Income				
Items that may be reclassified subsequently to profit or loss:				
Change in value of investment securities valued at FVOCI	289,772	(464,415)	289,772	(464,415)
Income tax relating to components of other comprehensive income	(72,443)	116,104	(72,443)	116,104
Other comprehensive income for the year, net of tax	217,329	(348,311)	217,329	(348,311)
Total comprehensive income for the period	743,865	242,987	731,111	230,046
<i>Profit for the period attributable to:</i>				
Parent	526,384	591,309	513,782	578,357
Non-controlling interest	152	(11)	-	-
<i>Comprehensive income for the period attributable to:</i>				
Parent	743,713	242,998	731,111	230,046
Non-controlling interest	152	(11)	-	-
Earnings per share				
Basic & diluted (in Ghana Cedis)	2.18	2.44	2.12	2.39

Statements of financial position

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Group		Bank	
	Sep-23	Sep-22	Sep-23	Sep-22
Assets				
Cash and balances with banks	6,842,075	4,721,425	6,795,693	5,212,815
Loans & advances to customers	9,480,015	8,595,687	9,405,618	8,527,697
Non pledged trading assets	475,365	1,517,889	475,365	1,517,889
Non-trading assets	11,454,846	7,551,911	11,427,840	7,018,689
Other assets	884,797	1,321,612	871,468	1,273,454
Deferred income tax asset	262,185	59,799	258,182	56,067
Investment in subsidiaries	-	-	39,883	39,883
Right-of-use-assets	35,950	39,605	28,382	32,839
Intangible assets	8,003	26,339	7,889	26,320
Property and equipment	1,239,167	577,566	1,237,318	575,547
Non-current assets held for sale	18,000	19,952	18,000	19,952
Total Assets	30,700,403	24,431,785	30,565,638	24,301,152
Liabilities				
Deposits from banks	1,478,108	2,239,828	2,381,636	2,271,025
Deposits from customers	24,141,919	18,142,696	23,207,545	18,052,577
Borrowings	149,631	34,164	149,631	34,164
Other liabilities	1,303,749	1,129,884	1,255,086	1,100,851
Current income tax liabilities	138,519	105,569	141,980	105,978
Lease liabilities	38,817	53,298	38,021	50,078
Total liabilities	27,250,743	21,705,439	27,173,899	21,614,673
Equity and reserves				
Stated capital	416,641	416,641	416,641	416,641
Retained earnings	1,726,013	1,854,434	1,674,701	1,820,943
Statutory reserve	641,710	641,658	635,860	635,860
Credit risk reserve	48,123	-	48,123	-
Other reserves	616,414	(186,965)	616,414	(186,965)
Non-controlling interest	759	578	-	-
Total equity attributable to equity holders	3,449,660	2,726,346	3,391,739	2,686,479
Total liabilities and equity	30,700,403	24,431,785	30,565,638	24,301,152

Statements of changes in equity

(All amounts are expressed in thousands of Ghana Cedis)

Group 2023	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Credit risk reserve	Non-controlling interest	Total
At 1 January 2023	416,641	1,199,629	399,085	641,710	48,123	607	2,705,795
Profit for the period	-	526,384	-	-	-	152	526,536
Other comprehensive income, net of tax	-	-	217,329	-	-	-	217,329
Total comprehensive income for the period	-	526,384	217,329	-	-	152	743,865
At 30 September 2023	416,641	1,726,013	616,414	641,710	48,123	759	3,449,660

Group 2022	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Credit risk reserve	Non-controlling interest	Total
At 1 January 2022	416,641	1,463,241	161,346	641,525	-	589	2,683,342
Profit for the period	-	591,309	-	-	-	(11)	591,298
Other comprehensive income, net of tax	-	-	(348,311)	-	-	-	(348,311)
Total comprehensive income for the period	-	591,309	(348,311)	-	-	(11)	242,987
Transactions with equity holders							
Dividend paid	-	(199,983)	-	-	-	-	(199,983)
	-	(199,983)	-	-	-	-	(199,983)
Regulatory Transfer	-	-	-	-	-	-	-
Statutory reserve	-	(133)	-	133	-	-	-
	-	(133)	-	133	-	-	-
At 30 September 2022	416,641	1,854,434	(186,965)	641,658	-	578	2,726,346

Statements of changes in equity

(All amounts are expressed in thousands of Ghana Cedis)

Bank 2023	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Regulatory credit risk	Total
At 1 January 2023	416,641	1,160,919	399,085	635,860	48,123	2,660,628
Profit for the period	-	513,782	-	-	-	513,782
Other comprehensive income, net of tax	-	-	217,329	-	-	217,329
Total comprehensive income for the period	-	513,782	217,329	-	-	731,111
At 30 September 2023	416,641	1,674,701	616,414	635,860	48,123	3,391,739

Bank 2022	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Regulatory credit risk	Total
At 1 January 2022	416,641	1,442,569	161,346	635,860	-	2,656,416
Profit for the period	-	578,357	-	-	-	578,357
Other comprehensive income, net of tax	-	-	(348,311)	-	-	(348,311)
Total comprehensive income for the period	-	578,357	(348,311)	-	-	230,046
Transactions with equity holders						
Dividend paid	-	(199,983)	-	-	-	(199,983)
	-	(199,983)	-	-	-	(199,983)
At 30 September 2022	416,641	1,820,943	(186,965)	635,860	-	2,686,479

Ecobank Ghana PLC and its Subsidiaries

Summary Consolidated and Separate Financial Statements (unaudited) for the period ended 30th September 2023

Statements of cash flows

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Group		Bank	
	Sep-23	Sep-22	Sep-23	Sep-22
Cash flows from operating activities				
Net income before tax and levies	811,414	913,518	790,434	889,780
Depreciation expense	57,996	51,853	55,410	49,867
Impairment charge	609,843	200,569	605,524	198,596
Unrealised exchange gains - net	(86,797)	(76,041)	(86,797)	(75,641)
Gain on sale of property and equipment	(549)	(623)	(549)	(623)
Interest expense on leases	3,628	3,006	3,294	2,831
Changes in operating assets and liabilities				
Loans and advances	(653,539)	(3,102,502)	(645,670)	(3,091,430)
Other assets	84,058	(532,990)	95,714	(485,410)
Other liabilities	604,641	497,698	596,875	509,556
Deposits from banks	(264,288)	941,017	(155,662)	617,437
Deposits from customers	4,042,378	4,914,247	3,877,045	5,175,052
Mandatory reserves	(450,414)	(1,519,750)	(451,760)	(1,528,719)
Cash generated from operations	4,758,371	2,290,002	4,683,858	2,261,296
Tax paid	(136,347)	(213,252)	(133,812)	(206,055)
Cash flows from operating activities	4,622,024	2,076,750	4,550,046	2,055,241
Cash flows from investing activities				
Investment securities - net	(1,908,505)	(1,114,114)	(1,973,489)	(1,201,184)
Proceeds from sale of property and equipment	657	623	657	623
Payments for property and equipment	(19,736)	(25,152)	(18,948)	(25,152)
Payments for intangible assets	(2,974)	(2,482)	(2,812)	(2,482)
Net cash used in investing activities	(1,930,558)	(1,141,125)	(1,994,592)	(1,228,195)
Cash flows from financing activities				
Net increase/(decrease) in borrowings	133,070	(21,982)	133,070	(21,982)
Financing lease repayment	(33,222)	(6,912)	(27,122)	(4,464)
Dividend paid	-	(199,983)	-	(199,983)
Net cash used in financing activities	99,848	(228,877)	105,948	(226,429)
Net increase/(decrease) in cash and cash equivalents	2,791,314	706,748	2,661,402	600,617
Effects of exchange rate changes on cash and cash equivalents	90,053	85,691	90,053	85,291
Cash and cash equivalents at 1st January	3,648,753	1,652,465	3,705,708	1,845,027
Cash and cash equivalents at 30 September	6,530,120	2,444,904	6,457,163	2,530,935

Disclosures

- The consolidated financial statements have been prepared in accordance with International Financial Reporting standards.
- The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated statements of 31 December 2022.

3. Contingent liabilities

	Group		Bank	
	Sep-23 GHC '000	Sep-22 GHC '000	Sep-23 GHC '000	Sep-22 GHC '000
Guarantees and indemnities	516,177	1,186,058	516,177	1,186,058
Documentary letters of credit	1,137,393	2,554,513	1,137,393	2,554,513
Loan Commitments	1,594,844	1,641,108	1,594,844	1,641,108
	3,248,414	5,381,679	3,248,414	5,381,679

4. Quantitative Disclosures

	Sep - 23	Sep - 22	
i. Capital adequacy ratio	15.98%	13.21%	
ii. Non-performing loan ratio	Per BOG	8.16%	8.81%
	Per IFRS	4.96%	4.62%
iii. Liquid ratio	61.98%	58.11%	
iv. Common equity Tier 1 ratio	12.98%	11.21%	
v. Leverage ratio	7.33%	5.84%	

5. Defaults in statutory liquidity and other regulatory sanctions

i. Default in statutory liquidity (times)	Nil	Nil
ii. Default in statutory liquidity sanction (GHC'000)	Nil	Nil
iii. Other regulatory sanctions (GHC'000)	24	60

6. Qualitative Disclosures

The bank's Risk Management Concept and Framework is outlined in our Strategy, Policies, Processes and Governance structure and is based on core principles designed to ensure that we achieve our mission and serve our customers efficiently and effectively. Our Risk Appetite is defined within this framework. Policies and Processes are in place to guide our conduct of business within set risk appetite thresholds and guide effective corrective measures to deviations. Our Board of Directors approves this policy annually. The Risk Committee, the Managing Director and Risk Management Department coordinate, facilitate, management framework. The Internal and external audit functions in turn provide timely and objective assurance regarding the continuing appropriateness and adequacy of compliance with this framework, and report to the Audit and Risk sub-committee of the Board.

The principal risks faced by the bank are categorized into three; Credit, Market and Operational Risk.

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

Signed
Joana Mensah
Acting Managing Director

Signed
Edward N. Botchway
Executive Director