GCB Bank PLC Summary consolidated and separate financial statements for the year ended 31 December 2023



17.86% 18.17% 9.86%

20.59% 7.05%

All amounts are in thousands of Ghana cedis unless otherwise stated

Statement of profit or loss and other comprehensive income for the year ended 31 December 2023

Statement of profit or loss and other comprehensive					
		023	2022		
	Bank	Group	Bank	Group	
Interest income	3,731,778	3,756,247	2,813,805	2,829,445	
Interest expense	(860,609)	(860,515)	(722,006)	(721,943)	
Net interest income	2,871,169	2,895,732	2,091,799	2,107,502	
Fee and commission income	546,828	558,291	439,224	458,316	
Fee and commission expense	(116,862)	(120,112)	(66,630)	(73,310)	
Net fee and commission income	429,966	438,179	372,594	385,006	
Net trading income	425,065	425,065	487,226	487,226	
Other income	11,532	25,199	19,792	25,933	
Operating income	3,737,732	3,784,175	2,971,411	3,005,667	
Net impairment loss on loans	(199,319)	(199,319)	(274,051)	(274,051)	
Net impairment loss on Investment securities	(232,872)	(233,635)	(1,814,474)	(1,831,208)	
Personnel expenses	(899,279)	(908,230)	(796,993)	(801,593)	
Depreciation and amortisation	(139,098)	(151,981)	(145,074)	(154,215)	
Other expenses	(742,123)	(754,456)	(647,071)	(676,144)	
Operating profit	1,525,041	1,536,554	(706,252)	(731,544)	
Share of profit of associates, net of tax	-	10,828	-	(11,915)	
Profit/(loss) before income tax	1,525,041	1,547,382	(706,252)	(743,459)	
Income tax expense	(530,937)	(537,660)	150,454	150,061	
Profit for the year	994,104	1,009,722	(555,798)	(593,398)	
Other Communication Income					
Other Comprehensive Income:					
Items that will not be reclassified to profit or loss Remeasurements on net defined benefit liability/asset	(52,960)	(52,960)	(10,097)	(10,097)	
Fair value of equity instruments					
to their victime and the second second second second	(335)	6,015	497	17,014	
Income tax relating to items that will not be reclassified Total items that will not be reclassified to profit or loss	13,324	15,865	(2,648)	(7,068)	
Total items that will not be reclassified to profit of loss	(39,971)	(31,080)	(12,248)	(151)	
Items that may be reclassified to profit or loss					
Exchange differences on translating foreign operations		98,274	-	32,887	
Share of comprehensive income of associates	-	4,307	-	(6,437)	
Net gain on equity investments	-	-	-	-	
Income tax relating to items that may be reclassified	-	-	-	-	
Total items that may be reclassified to profit or loss	-	102,581		26,450	
Other Comprehensive Income for the year, net of taxa-	(39,971)	71,501	(12,248)	26,299	
tion	the state of the s	20 2000	2 2 2 2		
Total comprehensive income for the year	954,133	1,081,223	(568,046)	(567,099)	
Profit attributable to:					
Owners of the parent	994,104	1,009,722	(555,798)	(593,398)	
Profit for the period	994,104	1,009,722	(555,798)	(593,398)	
Total comprehensive income attributable to:					
Owners of the parent	954,133	1,081,223	(568,046)	(567,099)	
Total comprehensive income for the period	954,133	1,081,223	(568,046)	(567,099)	
Basic earnings per share (in GHp)	375	381	(210)	(224)	
Diluted earnings per share (in GHp)	375	381	(210)	(224)	

Statements of financial position as at 31 December	2023								
statements of infancial position as at 31 sections.	2023 2022								
	Bank	Group	Bank	Group					
Assets									
Cash and cash equivalents	5,653,778	5,653,778	4,476,878	4,476,878					
Non-pledged trading assets	319,065	319,065	275,992	275,992					
Investments (other than securities)	3,942	47,946	4,277	43,346					
Loans and advances to customers	6,692,514	6,692,514	5,482,215	5,482,215					
Advances to banks	382,642	382,642	229,115	229,115					
Investment securities	11,834,925	11,873,153	8,610,561	8,673,601					
Investment in associates	28,274	206,109	28,274	92,678					
Investment in subsidiary	3,000	100	3,000	100					
Deferred tax asset	864,942	863,826	757,825	758,124					
Current tax asset	-	-	6,818	5,980					
Intangible assets	73,418	76,043	115,028	123,752					
Other assets	677,007	638,280	938,588	902,983					
Property, equipment and right-of-use assets	401,138	402,204	428,550	429,654					
Total assets	26,934,645	27,155,660	21,357,121	21,494,418					
Liabilities									
Deposits from banks & other financial institutions	344,349	344,349	259,147	259,147					
Deposits from customers	21,556,858	21,437,093	17,532,247	17,515,911					
Borrowings	1,083,447	1,083,447	1,003,168	1,003,168					
Current tax liabilities	97,874	97,316		-					
Employee benefit obligation	186,512	186,512	129,596	129,596					
Other liabilities	864,986	926,847	586,477	587,724					
Total liabilities	24,134,026	24,075,564	19,510,635	19,495,546					
Equity									
Stated capital	500,000	500,000	500,000	500,000					
Retained earnings	1,513,806	1,605,322	746,039	821,937					
Statutory reserve	763,818	763,818	639,555	639,555					
Credit risk reserve	102,074	102,074	-						
Fair value reserve	16	33,978	267	21,030					
Other reserves	(79,095)	74,904	(39,375)	16,350					
Total shareholders' equity	2,800,619	3,080,096	1,846,486	1,998,872					
Total liabilities and shareholders' equity	26,934,645	27,155,660	21,357,121	21,494,418					

Statements of cash flows for the year ended 31 December 2023

	20	23	_20	22
	Bank	Group	Bank	Group
Cash flows from operating activities		0.004		0.04
Profit for the year	994,104	1,009,722	(555,798)	(593,398)
Adjustments for:	33 17	, ,,,	(333/13)	(333,337)
Depreciation and amortization	139,098	151,981	145,074	154,215
Net impairment loss on financial assets	432,191	432,954	2,088,525	2,105,259
Employee benefit expense	27,572	27,572	22,303	22,303
Share of profit of associates	-	(10,828)	-	11,915
PPE written off	224	224	-	-
Intangible assets write off	3,437	3,438	-	-
Net Interest income	(2,871,169)	(2,895,732)	(2,091,799)	(2,107,502)
Dividend income	-	(12,786)	(2,697)	(8,838)
Profit on sale of property and equipment	(503)	(503)	(315)	(315)
Foreign exchange gain	124,964	124,964	295,815	295,815
Income tax expense	530,937	537,660	(150,454)	(150,061)
	(619,145)	(631,334)	(249,346)	(270,607)
Changes in :	(3/ 13/	(3 /33 1/	(15.5 1)	
Non-pledged trading assets	(43,072)	(43,072)	201,666	201,666
Advances to banks	(165,758)	(165,758)	(28,085)	(28,085)
Loans and advances to customers	(1,367,798)	(1,367,798)	(1,415,749)	(1,415,749)
Other assets	266,365	264,703	(411,325)	(366,431)
Deposits from banks and other financial institutions	85,202	85,202	(488,442)	(488,442)
Deposits from customers	3,995,710	3,892,282	4,335,312	4,330,115
Borrowings	13,586	13,586	7,684	7,684
Other liabilities and provisions	235,034	295,831	(57,400)	(58,832)
Employee benefits paid	(23,616)	(23,616)	(16,268)	(16,268)
Cash generated from (used in) operations			1,878,047	
. , , .	2,376,508	2,320,026		1,895,051
Interest received	3,514,211	3,540,781	2,815,176	2,829,493
Dividend received	-	12,811	2,697	13,030
Interest paid	(765,015)	(765,068)	(683,327)	(683,327)
Income tax paid	(520,038)	(524,388)	(433,491)	(439,187)
Net cash from operating activities	4,605,666	4,584,162	3,579,102	3,615,060
Cash flows from investing activities				
Cash flows from investing activities Purchase of investment securities	(2 22 = 20 1)	(2 222 =2 1)	(=== 101)	(=== + + +)
Sale of equity investments	(3,225,784)	(3,203,734)	(753,121)	(773,144)
Purchase of investments (subsidiary)		1,416	(2,000)	34 (100)
Purchase of property and equipment	(61 205)	(61,747)	(199,616)	(200,329)
Proceeds from sale of property and equipment	(61,395) 503	508	(199,616)	358
Purchase of intangible assets	(17,126)	(18,741)	(20,622)	(37,778)
		500		MA 100
Net cash used in investing activities	(3,303,802)	(3,282,298)	(975,001)	(1,010,959)
Cash flows from financing activities				
Dividend paid		_	(132,500)	(132,500)
Net cash from financing activities		_	(132,500)	(132,500)
Total cash movement for the year	1,301,864	1,301,864	2,471,601	2,471,601
Cash and cash equivalents at 1 January	4,476,878	4,476,878	2,301,092	2,301,092
Effect of Exchange rate fluctuations on cash held	(124,964)	(124,964)	(295,815)	(295,815)
Cash and cash equivalents at 31 December	5,653,778			4,476,878
	5.053.778	5,653,778	4,476,878	4.470.878

Statements of changes in equity for the year ended at December 2022

	Statements of changes in equity for the year ended 31 December 2023								
		Stated capital	Fair value reserve	Other reserves	Statu- tory reserve	Regula- tory credit risk reserve	Total reserves	Retained earnings	Total equity
В	ank								
	alance at 1 January 2023	500,000	267	(39,375)	639,555	-	600,447	746,039	1,846,486
P	rofit for the year		-	(F)	15.1	=	15	994,104	994,104
n	other comprehensive income, et of tax								
ir	air value change in equity nstruments	ω.	(251)	-	-	-	(251)	<u>.</u>	(251)
	emeasurement of defined enefit liability	-	-	(39,720)	-	-	(39,720)	-	(39,720)
	otal comprehensive income or the year	-	(251)	(39,720)	•	-	(39,971)	994,104	954,133
Т.	ransfer to/from reserves								
	tatutory reserve	-	-	-	124,263	-	124,263	(124,263)	-
	egulatory credit risk reserve	-	141	-1	-	102,074	102,074	(102,074)	14
	otal transfer to/from eserves	-	-	-	124,263	102,074	226,337	(226,337)	-
	ransactions with owners	-	_	-	-	-	-		
	otal transactions with wners	-	-	-	-	-	-	-	-
В	alance at 31 December 2023	500,000	16	(79,095)	763,818	102,074	786,813	1,513,806	2,800,619
	ank								
-	alance at 1 January 2022	500,000	(106)	(26,754)	639,555	_	612,695	1,434,337	2,547,032
	rofit for the year	-	-	-		-	-	(555,798)	(555,798)
	other comprehensive income, et of tax								
	air value change in equity nstruments	-	373	-	-	-	373		373
	emeasurement of defined enefit liability	-	-	(12,621)	-	-	(12,621)	-	(12,621)
	otal comprehensive income or the year	-	373	(12,621)	-	-	(12,248)	(555,798)	(568,046)

All amounts are in thousands of Ghana cedis unless otherwise stated

Statements of changes in equity for the year ended 31 December 2023 cont'd

	Stated capital	Fair value reserve	Other reserves	Statu- tory reserve	Regula- tory credit risk reserve	Total reserves	Retained earnings	Total equity
Transfer to/from reserves								
Statutory reserve	-	-	-	7.5	-		-	-
Total transfer to/from reserves	-	-	-		-	-	-	-
Transactions with owners								
Dividends	-	-	-	-	-	-	(132,500)	(132,500
Total transactions with owners	-	-	-	-	-	-	(132,500)	(132,500
Balance at 31 December 2022	500,000	267	(39,375)	639,555	-	600,447	746,039	1,846,48
Croup								
Group Balance at 1 January 2023	500,000	21,030	16,350	620 555	_	676,935	821,937	1,998,8
Profit for the year	500,000	21,030	10,350	639,555			1,009,722	1,009,7
riont for the year							1,009,722	1,009,7
Other comprehensive income, net of tax								
Fair value change in equity instruments	-	8,641	1-	-	-	8,641	-	8,641
Remeasurement of defined benefit liability	-	-	(39,720)	-	-	(39,720)	-	(39,720
Share of associate OCI	-	4,307	-	-	-	4,307	-	4,307
Net gain on equity investments	-	-	-	-	-	-	-	-
Foreign currency translation differences for foreign operations	-	-	98,274		-	98,274	-	98,27
Total comprehensive income for the year	-	12,948	58,554	-	-	71,502	1,009,722	1,081,2
Transfer to/from reserves							(6-)	
Statutory reserve	-	-	-	124,263	102.074	124,263	(124,263)	-
Regulatory credit risk reserve Total transfer to/from reserves	-	-	-	124,263	102,074 102,074	102,074 226,337	(102,074) (226,337)	-
Total transfer to/from reserves				124,203	102,074	220,337	(220,337)	
Transactions with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance at 31 December 2023	500,000	33,978	74,904	763,818	102,074	974,774	1,605,322	3,080,0
Group								
Balance at 1 January 2022	500,000	14,998	(3,916)	639,555	-	650,637	1,547,835	2,698,4
Profit for the year	-	-	-	-	-	-	(593,398)	(593,39
0.11								
Other comprehensive income, net of tax								
Fair value change in equity instruments	-	12,469	-	-	-	12,469	-	12,46
Remeasurement of defined benefit liability	-	-	(12,621)	-	-	(12,621)	-	(12,62
Share of associate OCI	1-	(6,437)	-	:=:	-	(6,437)	-	(6,437
Net gain on equity investments	-	-	1-	-	-		-	-
Foreign currency translation differences for foreign operations	-	-	32,887	-	-	32,887	-	32,88
Total comprehensive income for the year	-	6,032	20,266	-	-	26,298	(593,398)	(567,10
Fransfer to/from reserves								
Statutory reserve	_	_	1_		_	_	_	_
Total transfer to/from reserves	-	-	-	-	-	-	-	-
Transactions with owners								
Transactions with owners Dividends	_		_	-	_	_	(122.500)	(122.50
Dividends Total transactions with	-	-	,-	-		-	(132,500)	(132,50
						1	((422 50
owners	_	-	-	-	-		(132,500)	(132,50

Extract of notes to the audited financial statements for the year ended 31 December 2023

Reporting entity
GCB Bank PLC is a public limited liability company incorporated and domiciled in Ghana. The address of its registered office is GCB Bank Building,
Thorpe Road, Accra. The Bank operates with a universal banking license. The Group is primarily involved in retail, corporate, commercial banking
and treasury activities. It also engage in investment banking activities through its subsidiaries. The Bank is listed on the Ghana Stock Exchange.
The consolidated financial statements as at and for the year ended 31 December 2023 comprise the Bank and its subsidiaries, (together referred
to as the "Group" and individually as "Group entities") and the Group's interest in associates.

The separate financial statements as at and for the year ended 31 December 2023 comprise the financial statements of the Bank. The financial statements in this publication is an extract from the financial statements for the year ended 31 December 2023. The final set of the financial statements are available for inspection at the Bank's Head Office at Thorpe Road, Accra.

Material Accounting Policy Information

The principal accounting policies of the Group have been applied consistently to all periods in these financial statements. The consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by International Accounting Standards Board (IASB) and adopted by Institute of Chartered Accountants, Ghana (ICAG). Additional information required under the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposits-Taking Institutions Act 2016 (Act 930) have been included without appropriate.

The financial statements are presented in Ghana cedis, which is the Group's functional currency. Except otherwise indicated, financial information presented in Ghana cedis has been rounded to the nearest thousand.

The financial statements of the subsidiaries used to prepare the consolidated financial statements were perpared as of the Bank's reporting date. The consolidation principles are unchanged as compared to the previous year.

Quantitative disclosure

- 1. Capital adequacy ratio (CRD basis) 2. Common equity tier 1 (CET1) ratio
- 3. Leverage ratio
- 4. Non-performing loans ratio 5. Non-performing loans ratio (less loss category)
- Statutory liquidity breach (times)
 Sanctions for statutory liquidity breach (GH¢'000)

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

Risk management framework

The risk management framework consists of a comprehensive set of policies, standards, procedures and processes designed to identify, measure, monitor, mitigate and report significant risk exposure in a consistent and effective manner across the Bank. Through the framework, risk is managed at enterprise-wide level, with the objective of maximizing risk-adjusted returns within the context of the Bank's risk appetite.

The Board of Directors have overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board's commitment to good risk management is supported by their continuing professional development in the field of risk management and their support for the implementation and continued improvement of the risk management framework within the Bank.

In addition, there are in place the Risk and Cyber Security Committee, the Board Audit Committee, the Executive Credit Committee, the Management Risk Committee and Assets and Liability Committee (ALCO), which are responsible for developing and monitoring risk management policies in their specified areas

Approval of financial statements
The consolidated and separate financial statements were authorised for issue by the Board of Directors on February 26, 2024 and signed or their behalf by:

Kneig

Daniel Kwaku Tweneboah Asirifi

|Ludomakoh John Kofi Adomakoh Managing Director

Deloitte Independent Auditor's Report on the summary financial statements to the members of GCB Bank PLC

Our opinionThe summary financial statements of GCB Bank PLC, which comprise:

- the summary consolidated and separate statements of profit or loss and other comprehensive income;
 the summary consolidated and separate statements of profit or loss and other comprehensive income;
 the summary consolidated and separate statements of financial position as at 31 December 2023;
 the summary consolidated and separate cash flow for the year then ended; and
 the summary consolidated and separate cash flow for the year then ended; and
 the related notes to the summary consolidated and separate financial statements 2023.

- In our opinion, the accompanying summary financial statements of GCB Bank PLC ("Bank") and its subsidiaries ("Group") present fairly, in all material respects, with the audited financial statements of the Bank and the Group.

Summary Financial Statements

Summary Financial Statements
The summary consolidated and separated financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the requirements of the Companies Act, 2019 (Act 992), and the Banks and Specialised Deposit-Taking Institutions Act 2016, (Act 930). Reading the summary consolidated and separate financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Consolidated and Separate Financial Statements and Our Report thereon
We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 26 February 2024.
That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements for the current period.

Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standards, the requirements of the Companies Act, 2019 (Act 992) and Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

Auditor's Responsibility

Our responsibility is to express an opinion on whether the condensed consolidated and separate financial statements are consistent, in all material respects, with the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements. The engagement partner on the audit resulting in this independent auditor's report is Daniel Kwadwo Owusu (ICAG/P/1327).

Deloitexanhe

For and on behalf of:

Off George Walker Bush Highway



Let us show you how at GCB Capital. Invest With Us Private Wealth Management | Provident Funds | Mutual Funds | Real Estate Investment Trust | Corporate Finance | Research GCB CAPITAL LIMITED Tel: 0302 945 848 | Email: info@gcbcapital.com.gh | Web: www.gcbcapital.com.gh | Follow GCBCapitalLtdGH in O

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