

# Ecobank Ghana PLC and its Subsidiaries

Summary Consolidated and Separate Financial Statements (Unaudited) for the six-month period ended 30th June 2024

Snapshot of key financial indicators (YoY change)	30 June 2024	30 June 2023	Change
	GHS 000	GHS 000	
Revenue	2,225,155	1,683,890	32.1%
Profit before Tax	991,675	435,357	127.8%
Deposit	31,735,603	23,866,346	33.0%
Loans	9,728,273	10,256,679	-5.2%
Total Asset	39,803,761	30,090,733	32.3%

## Summary statements of comprehensive income

(All amounts are expressed in thousands of Ghana cedis)

	Group		Bank	
	Jun-24	Jun-23	Jun-24	Jun-23
Interest income	2,093,118	1,719,238	2,048,316	1,648,425
Interest expense	(406,583)	(286,710)	(404,857)	(241,071)
<b>Net interest income</b>	<b>1,686,535</b>	<b>1,432,528</b>	<b>1,643,459</b>	<b>1,407,354</b>
Fee and commission income	441,383	322,439	437,629	303,236
Fee and commission expense	(131,959)	(65,738)	(131,959)	(65,738)
<b>Net fee and commission income</b>	<b>309,424</b>	<b>256,701</b>	<b>305,670</b>	<b>237,498</b>
Net trading income	191,148	(38,072)	189,314	(39,720)
Other operating income	38,053	32,748	38,001	32,601
Loss on sale of equipment	(5)	(15)	(17)	(15)
	229,196	(5,339)	227,298	(7,134)
<b>Net income</b>	<b>2,225,155</b>	<b>1,683,890</b>	<b>2,176,427</b>	<b>1,637,718</b>
Net Impairment charge	(249,060)	(383,052)	(247,498)	(380,470)
Personnel expenses	(372,417)	(334,294)	(356,283)	(321,341)
Depreciation and amortisation	(31,324)	(40,295)	(29,698)	(38,608)
Finance cost on lease liabilities	(2,378)	(2,970)	(2,129)	(2,716)
Other operating expenses	(578,301)	(487,922)	(574,825)	(476,580)
<b>Net income before taxes and levies</b>	<b>991,675</b>	<b>435,357</b>	<b>965,994</b>	<b>418,003</b>
Income tax expense	(348,314)	(152,928)	(338,098)	(146,301)
<b>Net income after tax</b>	<b>643,361</b>	<b>282,429</b>	<b>627,896</b>	<b>271,702</b>
<b>Other comprehensive income</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Change in value of investment securities valued at FVOCI	7,795	279,495	7,795	279,495
Income tax relating to components of other comprehensive income	(1,949)	(69,874)	(1,949)	(69,874)
Other comprehensive income for the year, net of tax	5,846	209,621	5,846	209,621
<b>Total comprehensive income for the period</b>	<b>649,207</b>	<b>492,050</b>	<b>633,742</b>	<b>481,323</b>
<i>Profit for the period attributable to:</i>				
Parent	643,410	282,276	627,896	271,702
Non-controlling interest	(49)	153	-	-
<i>Comprehensive income for the period attributable to:</i>				
Parent	649,256	491,897	633,742	481,323
Non-controlling interest	(49)	153	-	-
<b>Earnings per share</b>				
Basic & diluted (in Ghana Cedis)	3.99	1.75	3.89	1.68

## Summary statements of financial position

(All amounts are expressed in thousands of Ghana cedis)

	Group		Bank	
	Jun-24	Jun-23	Jun-24	Jun-23
<b>Assets</b>				
Cash and balances with banks	15,223,727	7,470,277	14,988,624	7,432,443
Loans and advances to customers	9,728,273	10,256,679	9,652,421	10,186,504
Non pledged trading assets	331,120	414,888	331,120	414,888
Non-trading assets	11,213,101	9,265,239	11,145,456	9,228,156
Other assets	992,323	1,105,009	982,965	1,098,911
Deferred income tax asset	752,527	262,183	747,495	258,181
Investment in subsidiaries	-	-	22,562	39,883
Right-of-use-assets	67,423	38,907	58,693	30,747
Current income tax asset	78,705	-	74,361	-
Intangible assets	2,993	11,960	2,876	11,848
Property and equipment	1,257,111	1,245,639	1,255,565	1,244,164
Non-current assets held for sale	156,458	19,952	156,458	19,952
<b>Total assets</b>	<b>39,803,761</b>	<b>30,090,733</b>	<b>39,418,596</b>	<b>29,965,677</b>
<b>Liabilities</b>				
Deposits from banks	1,789,753	1,511,009	2,899,465	1,870,457
Deposits from customers	31,735,603	23,866,346	30,353,554	23,646,798
Borrowings	199,079	-	199,079	-
Other liabilities	1,732,383	1,443,365	1,694,583	1,242,036
Current income tax liabilities	-	8,960	-	4,325
Lease liabilities	35,668	63,208	34,492	60,110
<b>Total liabilities</b>	<b>35,492,486</b>	<b>26,892,888</b>	<b>35,181,173</b>	<b>26,823,726</b>
<b>Equity and reserves</b>				
Stated capital	416,641	416,641	416,641	416,641
Retained earnings	2,321,544	1,481,905	2,254,690	1,432,621
Statutory reserve	719,636	641,710	713,295	635,860
Credit risk reserve	124,292	48,123	124,292	48,123
Other reserves	728,505	608,706	728,505	608,706
Non-controlling interest	657	760	-	-
<b>Total equity attributable to equity holders</b>	<b>4,311,275</b>	<b>3,197,845</b>	<b>4,237,423</b>	<b>3,141,951</b>
<b>Total liabilities and equity</b>	<b>39,803,761</b>	<b>30,090,733</b>	<b>39,418,596</b>	<b>29,965,677</b>

## Summary statements of changes in equity

(All amounts are expressed in thousands of Ghana cedis)

GROUP 2024	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Credit risk reserve	Non-controlling interest	Total
At 1 January 2024	416,641	1,678,134	722,659	719,636	124,292	706	3,662,068
Profit for the period	-	643,410	-	-	-	(49)	643,361
Other comprehensive income, net of tax	-	-	5,846	-	-	-	5,846
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>643,410</b>	<b>5,846</b>	<b>-</b>	<b>-</b>	<b>(49)</b>	<b>649,207</b>
At 30 June 2024	416,641	2,321,544	728,505	719,636	124,292	657	4,311,275

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	-	282,276	-	-	-	153	282,429
Other comprehensive income, net of tax	-	-	209,621	-	-	-	209,621
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>282,276</b>	<b>209,621</b>	<b>-</b>	<b>-</b>	<b>153</b>	<b>492,050</b>
At 30 June 2023	416,641	1,481,905	608,706	641,710	48,123	760	3,197,845

## Summary statements of changes in equity

(All amounts are expressed in thousands of Ghana cedis)

BANK 2024	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	Regulatory Credit risk	Total
At 1 January 2024	416,641	1,626,794	722,659	713,295	124,292	3,603,681
Profit for the period	-	627,896	-	-	-	627,896
Other comprehensive income, net of tax	-	-	5,846	-	-	5,846
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>627,896</b>	<b>5,846</b>	<b>-</b>	<b>-</b>	<b>633,742</b>
At 30 June 2024	416,641	2,254,690	728,505	713,295	124,292	4,237,423

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	-	271,702	-	-	-	271,702
Other comprehensive income, net of tax	-	-	209,621	-	-	209,621
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>271,702</b>	<b>209,621</b>	<b>-</b>	<b>-</b>	<b>481,323</b>
At 30 June 2023	416,641	1,432,621	608,706	635,860	48,123	3,141,951

# Ecobank Ghana PLC and its Subsidiaries

Summary Consolidated and Separate Financial Statements (Unaudited) for the six-month period ended 30th June 2024

## Summary statements of cash flows

(All amounts are expressed in thousands of Ghana cedis)

	Group		Bank	
	Jun-24	Jun-23	Jun-24	Jun-23
<b>Cash flows from operating activities</b>				
Net income before tax and levies	991,675	435,357	965,994	418,003
Depreciation and amortisation expense	31,324	40,295	29,698	38,608
Net impairment charge	381,790	422,315	380,229	419,733
Unrealised exchange gains – net	(26,699)	(21,810)	(26,699)	(21,803)
Loss on disposal of property and equipment	5	15	17	15
Interest expense on leases	2,378	2,970	2,129	2,716
Changes in operating assets and liabilities				
Loans and advances	(437,489)	(1,186,191)	(432,379)	(1,177,242)
Other assets	(257,908)	(171,412)	(265,157)	(174,424)
Other liabilities	687,102	583,129	670,813	422,696
Deposits from banks	(516,605)	(331,997)	(58,981)	(764,679)
Deposits from customers	5,811,410	3,442,485	5,124,752	4,056,380
Mandatory reserves	(2,216,978)	(929,982)	(2,216,978)	(929,982)
Cash generated from operations	4,450,005	2,285,174	4,173,438	2,290,021
Tax paid	(260,439)	(29,168)	(259,020)	(28,000)
<b>Cash flows from operating activities</b>	<b>4,189,566</b>	<b>2,256,006</b>	<b>3,914,418</b>	<b>2,262,021</b>
<b>Cash flows from investing activities</b>				
Investment securities – net	(3,275,573)	(434,346)	(3,050,552)	(676,760)
Proceeds from sale of property and equipment	661	263	649	263
Payments for property and equipment	(16,666)	(12,607)	(16,326)	(12,059)
Payments for intangible assets	-	(2,480)	-	(2,338)
<b>Net cash used in investing activities</b>	<b>(3,291,578)</b>	<b>(449,170)</b>	<b>(3,066,229)</b>	<b>(690,894)</b>
<b>Cash flows from financing activities</b>				
Net increase/(decrease) in borrowings	44,256	(12,715)	44,256	(12,715)
Financing lease repayment	(28,170)	(9,621)	(21,855)	(5,903)
<b>Net cash used in financing activities</b>	<b>16,086</b>	<b>(22,336)</b>	<b>22,401</b>	<b>(18,618)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>914,074</b>	<b>1,784,500</b>	<b>870,590</b>	<b>1,552,509</b>
Effects of exchange rate changes on cash and cash equivalents	26,699	1,382	26,699	1,374
<b>Cash and cash equivalents at 1st January</b>	<b>9,371,850</b>	<b>3,648,753</b>	<b>9,329,234</b>	<b>3,705,708</b>
<b>Cash and cash equivalents at 30 June</b>	<b>10,312,623</b>	<b>5,434,635</b>	<b>10,226,523</b>	<b>5,259,591</b>

## Disclosures

1. Ecobank Ghana Plc is a limited liability company, incorporated and domiciled in Ghana. These financial statements comprise the consolidated financial statements of the Bank and its subsidiaries (together the Group) and the separate financial statements of the Bank. The Group provides retail, corporate and investment banking and other financial services in Ghana.

The Bank is listed on the Ghana Stock Exchange.

### 2. Basis of preparation

The Group's financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) with the IAS 29 Directive issued by the Institute of Chartered Accountants Ghana (ICAG) and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialized Deposit Taking Institutions Act, 2016 (Act 930).

The financial statements have been prepared under the below basis:

- Historical cost convention, unless otherwise stated.
- Non-derivative financial instruments, carried at fair value through profit or loss, are measured at fair value;
- Fair value through other comprehensive income (FVOCI) financial assets are measured at fair value through equity;
- The liability for defined benefit obligations is recognized as the present value of the defined benefit obligation less the fair value of the plan assets;

The Group's financial statements comprise the consolidated statement of comprehensive income, the consolidated statement of financial position, the consolidated statement of changes in equity, the consolidated statement of cash flows and related notes. The financial statements of the Bank standing alone comprise the statement of comprehensive income, the statement of financial position, the statement of changes in equity, the statement of cash flows and related notes.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the directors to exercise judgement in the process of applying the Group's accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period the assumptions changed.

3. Contingent liabilities	Group		Bank	
	Jun-24 GHC '000	Jun-23 GHC '000	Jun-24 GHC '000	Jun-23 GHC '000
Guarantees and indemnities	1,643,106	569,994	1,234,385	569,994
Documentary letters of credit	1,050,326	1,127,221	1,030,863	1,127,221
Loan Commitments	1,527,267	1,659,503	2,717,029	1,659,503
	4,220,699	3,356,718	4,982,278	3,356,718

4. Quantitative Disclosures	Bank	
i. Capital adequacy ratio	13.22%	16.02%
ii. Non-performing loan ratio Per BOG	16.71%	11.26%
iii. Liquid ratio	69.58%	53.35%
iv. Common equity Tier 1 ratio	10.22%	13.02%
v. Leverage ratio	5.62%	79.3%

5. Defaults in statutory liquidity and other regulatory sanctions	Bank	
i. Default in statutory liquidity (times)	Nil	Nil
ii. Default in statutory liquidity sanction (GHC'000)	Nil	Nil
iii. Other regulatory sanctions (GHC'000)	360	24

### 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.

## Key Financial Highlights

- Revenue:** The bank demonstrated strong revenue generating capacity, posting a 32.1% year-on-year increase in total revenue to GH¢2.2 billion. The substantial growth primarily stems from net interest income and fee-based income, reflecting the successful execution of our trade and cash management initiatives. Net interest income remains the primary revenue driver, comprising 76% of the total, while non-interest income contributes 24% from 15% the previous year. The strong revenue growth is expected to hold throughout the second half of 2024.
- Profit before Tax:** The pre-tax profit increased by 127.8% year-on-year to GHS 991.7 million. This bullish growth was driven by the topline growth and lower net impairment as the bank proactively took impairments on our government securities in prior years. Additionally, costs saving initiatives have kept operating expenses largely under check.
- Operating efficiency** has shown resilience with a cost-income ratio of 44.1% which marks an improvement over the 51.2% achieved in the same period last year. We expect our ongoing cost management initiatives to continue to impact positively on our cost base and efficiency levels by end of year.
- Returns on Average Equity and Assets** stood at 34.3% and 3.7%, respectively, indicating the value delivered to our shareholders despite the adverse economic conditions. These also showed improvement versus same period 2023.
- Total assets:** Our balance sheet remained robust throughout the first half of the year, anchored on strong deposit mobilisation and retention showcasing a solid financial footing. Total assets reached GH¢39.8 billion, marking a 32.3% increase from the preceding year.
- Customer deposits** surged to GH¢31.7 billion reflecting a 33% increase year-on-year, indicative of enhanced product offerings and strengthened customer trust in the Ecobank brand.
- Our capital and liquidity** levels consistently exceeded regulatory requirements, with a Common Equity Tier 1 ratio of 10.22% and an overall Capital Adequacy of 13.22% against a regulatory minimum requirement of 10% at the end of June 2024.

Signed  
**Abena Osei-Poku**  
Managing Director

Signed  
**Samuel Ashitey Adjei**  
Chairman