

Ecobank Ghana PLC and its Subsidiaries

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

Snapshot of key financial indicators		30 Sep 2024	30 Sep 2023	YoY
		GHS'000	GHS'000	Change
	Revenue	3,390,954	2,712,132	25%
Profit before Tax	1,498,506	811,414	85%	
Deposits	33,331,738	24,141,919	38%	
Loans	10,250,669	9,480,015	8%	
Total Asset	41,909,228	30,700,403	37%	

Summary statements of comprehensive income

(All amounts are expressed in thousands of Ghana cedis, GHS)

	Group		Bank	
	Sep-24	Sep-23	Sep-24	Sep-23
Interest income	3,191,427	2,650,160	3,003,681	2,611,962
Interest expense	(682,804)	(443,863)	(546,557)	(438,472)
Net interest income	2,508,623	2,206,297	2,457,124	2,173,490
Fee and commission income	515,233	413,215	509,561	384,971
Fee and commission expense	(27,485)	(20,712)	(27,485)	(20,712)
Net fee and commission income	487,748	392,503	482,076	364,259
Net trading income	315,803	64,192	313,133	56,153
Other operating income	78,751	48,591	78,702	48,133
Gain on sale of equipment	29	549	18	549
	394,583	113,332	391,853	104,835
Net income	3,390,954	2,712,132	3,331,053	2,642,584
Net Impairment charge	(326,192)	(594,476)	(323,649)	(590,157)
Personnel expenses	(554,847)	(504,839)	(528,531)	(483,408)
Depreciation and amortisation	(55,097)	(57,996)	(52,349)	(55,410)
Finance cost on lease liabilities	(3,627)	(3,628)	(3,182)	(3,294)
Other operating expenses	(952,685)	(739,779)	(940,161)	(719,881)
Net income before taxes and levies	1,498,506	811,414	1,483,181	790,434
Income tax expense	(526,132)	(284,878)	(522,189)	(276,652)
Net income after tax	972,374	526,536	960,992	513,782
Other Comprehensive Income				
Items that may be reclassified subsequently to profit or loss:				
Change in value of investment securities valued at FVOCI	6,008	289,772	6,008	289,772
Income tax relating to components of other comprehensive income	(1,502)	(72,443)	(1,502)	(72,443)
Other comprehensive income for the year, net of tax	4,506	217,329	4,506	217,329
Total comprehensive income for the period	976,880	743,865	965,498	731,111
<i>Profit for the period attributable to:</i>				
Parent	972,503	526,384	960,992	513,782
Non-controlling interest	(129)	152	-	-
<i>Comprehensive income for the period attributable to:</i>				
Parent	977,009	743,713	965,498	731,111
Non-controlling interest	(129)	152	-	-
Earnings per share				
Basic & diluted (in Ghana Cedis)	4.02	2.18	3.97	2.12

Summary statements of financial position

(All amounts are expressed in thousands of Ghana cedis, GHS)

	Group		Bank	
	Sep-24	Sep-23	Sep-24	Sep-23
Assets				
Cash and balances with banks	16,938,589	6,842,075	17,130,010	6,795,693
Loans and advances to customers	10,250,669	9,480,015	10,175,178	9,405,618
Non pledged trading assets	500,942	475,365	500,942	475,365
Non-trading assets	11,228,001	11,454,846	10,784,448	11,427,840
Other assets	761,510	884,797	754,710	871,468
Deferred income tax asset	754,953	262,185	747,495	258,182
Investment in subsidiaries	6,605	-	22,562	39,883
Right-of-use-assets	56,605	35,950	48,749	28,382
Intangible assets	7,545	8,003	7,447	7,889
Property and equipment	1,253,956	1,239,167	1,252,596	1,237,318
Non-current assets held for sale	156,458	18,000	156,458	18,000
Total Assets	41,909,228	30,700,403	41,580,595	30,565,638
Liabilities				
Deposits from banks	1,082,918	1,171,675	1,087,095	1,188,836
Deposits from customers	33,331,738	24,141,919	31,840,842	23,207,545
Borrowings	855,317	456,064	2,130,619	1,342,431
Other liabilities	1,921,100	1,303,749	1,877,614	1,255,086
Current income tax liabilities	42,034	138,519	42,799	141,980
Lease liabilities	37,173	38,817	32,447	38,021
Total liabilities	37,270,280	27,250,743	37,011,416	27,173,899
Equity and reserves				
Stated capital	416,641	416,641	416,641	416,641
Retained earnings	2,650,637	1,726,013	2,587,786	1,674,701
Statutory reserve	719,636	641,710	713,295	635,860
Credit risk reserve	124,292	48,123	124,292	48,123
Other reserves	727,165	616,414	727,165	616,414
Non-controlling interest	577	759	-	-
Total equity attributable to equity holders	4,638,948	3,449,660	4,569,179	3,391,739
Total liabilities and equity	41,909,228	30,700,403	41,580,595	30,565,638

Summary statements of changes in equity

(All amounts are expressed in thousands of Ghana cedis, GHS)

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	-	972,503	-	-	-	(129)	972,374
Other comprehensive income, net of tax	-	-	4,506	-	-	-	4,506
Total comprehensive income for the period	-	972,503	4,506	-	-	(129)	976,880
At 30 September 2024	416,641	2,650,637	727,165	719,636	124,292	577	4,638,948

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

Summary statements of changes in equity

(All amounts are expressed in thousands of Ghana cedis, GHS)

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	-	960,992	-	-	-	960,992
Other comprehensive income, net of tax	-	-	4,506	-	-	4,506
Total comprehensive income for the period	-	960,992	4,506	-	-	965,498
At 30 September 2024	416,641	2,587,786	727,165	713,295	124,292	4,569,179

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

Ecobank Ghana PLC and its Subsidiaries

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

Summary statements of cash flows

(All amounts are expressed in thousands of Ghana cedis, GHS)

	Group		Bank	
	Sep-24	Sep-23	Sep-24	Sep-23
Cash flows from operating activities				
Net income before tax and levies	1,498,506	811,414	1,483,181	790,434
Depreciation and amortisation expense	55,097	57,996	52,349	55,410
Net impairment charge	501,740	609,843	499,196	605,524
Unrealised exchange gains - net	(925,735)	(86,797)	(925,735)	(86,797)
Gain on disposal of property and equipment	(29)	(549)	(18)	(549)
Interest expense on borrowings	21,481	8,854	21,481	8,854
Interest expense on leases	3,627	3,628	3,182	3,294
Changes in operating assets and liabilities				
Loans and advances	(996,495)	(653,539)	(991,193)	(645,670)
Other assets	(12,414)	84,058	(36,903)	95,714
Other liabilities	861,135	604,641	853,844	596,875
Deposits from banks	(156,248)	(264,288)	(171,426)	(155,662)
Deposits from customers	7,451,020	4,042,378	6,481,631	3,877,045
Mandatory reserves	(2,683,435)	(450,414)	(2,683,435)	(451,760)
Cash generated from operations	5,618,250	4,767,225	4,586,154	4,692,712
Tax paid	(382,945)	(136,347)	(380,105)	(133,812)
Cash flows from operating activities	5,235,305	4,630,878	4,206,049	4,558,900
Cash flows from investing activities				
Investment securities - net	(3,015,542)	(1,917,359)	(2,676,521)	(1,982,343)
Proceeds from sale of property and equipment	675	657	663	657
Payments for property and equipment	(55,355)	(19,736)	(54,912)	(18,948)
Payments for intangible assets	5,333	(2,974)	(5,333)	(2,812)
Net cash used in investing activities	(3,064,889)	(1,939,412)	(2,736,103)	(2,003,446)
Cash flows from financing activities				
Net increase/(decrease) in borrowings	(371,611)	133,070	270,959	133,070
Financing lease repayment	(27,915)	(33,222)	(24,953)	(27,122)
Net cash used in financing activities	(399,526)	99,848	246,006	105,948
Net increase in cash and cash equivalents	1,770,890	2,791,314	1,715,952	2,661,402
Effects of exchange rate changes on cash and cash equivalents	925,735	90,053	925,735	90,053
Cash and cash equivalents at 1st January	9,371,850	3,648,753	9,329,234	3,705,708
Cash and cash equivalents at 30 September	12,068,475	6,530,120	11,970,921	6,457,163

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	
	Sep-24 GHS '000	Sep-23 GHS '000	Sep-24 GHS '000	Sep-23 GHS '000
Guarantees and indemnities	1,712,588	516,177	1,712,588	516,177
Documentary letters of credit	2,391,763	1,137,393	2,391,763	1,137,393
Loan Commitments	1,161,892	1,594,844	1,161,892	1,594,844
	5,266,243	3,248,414	5,266,243	3,248,414

4. Quantitative Disclosures	Bank	
i. Capital adequacy ratio	13.03%	15.98%
ii. Non-performing loan ratio Per BOG	17.34%	8.16%
iii. Liquid ratio	73.12%	61.98%
iv. Common equity Tier 1 ratio	10.03%	12.98%
v. Leverage ratio	5.15%	7.33%

5. Defaults in statutory liquidity and other regulatory sanctions	Bank	
i. Default in statutory liquidity (times)	Nil	Nil
ii. Default in statutory liquidity sanction (GHS'000)	Nil	Nil
iii. Other regulatory sanctions (GHS'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, and oversee the effectiveness and integrity of the risk 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:** Revenue went up by 25% to GH¢3.4 billion with strong contributions from all business units. Net-interest revenues continue to be the largest contributor to total revenues at 74% on the back of a 14% growth year on year, driven by asset volumes. Interest expense saw a year-on-year growth of 54% in line with the operating environment. Non-interest revenues posted a robust growth of 74%, bolstered largely by the successful implementation of trade and cash management initiatives. As a result, non-interest income accounted for 26% of total revenue.
- Profit before Tax:** The bank delivered strong profitability for the 9 months to September 2024, with a profit before tax of GH¢1.5 billion reflecting a growth of 85% on prior year performance. This was driven by healthy income growth along key product lines and reflected costs containment initiatives being implemented by the bank. Additionally, this profitability is due to lower net impairment on investment securities.
- Operating efficiency.** Cost to income ratio improved from 48.2% to 46.2% between September 2023 and September 2024. This reflects the disciplined approach the bank has embedded in cost management, yielding significant revenue upside while keeping costs under control. The Bank expects the positive impact of the costs management measures to continue throughout the year.
- Return on Average Equity and Return on Average Assets** stood at 32.1% and 3.6%, respectively, indicating the value delivered to the bank's shareholders despite the adverse economic conditions. These also showed improvement versus the same period in 2023.
- Total assets:** Ecobank Ghana's balance sheet remains strong, with total assets of GH¢41.9 billion, a growth of 36.5% from the prior year.
- Customer deposits** surged to GH¢33.3 billion reflecting a 38.1% increase year-on-year, indicative of enhanced product offerings and strengthened customer trust in the Ecobank brand. This growth was broad-based, driven primarily by active customer engagement, improved deposit products, and the support of digital channels.
- Ecobank Ghana's capital and liquidity** levels consistently exceeded regulatory requirements, with a Common Equity Tier 1 ratio of 10.03% and an overall Capital Adequacy of 13.03% against a regulatory minimum requirement of 10% at the end of September 2024.

Signed
Abena Osei-Poku
Managing Director

Signed
Samuel Ashitey Adjei
Chairman