

GCB Bank PLC

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



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

	2023		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)	(66,530)	(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 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	(335)	6,015	497	17,014
Income tax relating to items that will not be reclassified	13,324	15,865	(2,648)	(7,068)
Total items that will not be reclassified to profit or 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 tax	(39,971)	71,501	(12,248)	26,299
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 GH¢)	375	381	(210)	(224)
Diluted earnings per share (in GH¢)	375	381	(210)	(224)

Statements of financial position as at 31 December 2023

	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

	2023		2022	
	Bank	Group	Bank	Group
Cash flows from operating activities				
Profit for the year	994,104	1,009,722	(555,798)	(593,398)
Adjustments for:				
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:				
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	2,376,508	2,320,026	1,878,047	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)	(433,431)	(439,187)
Net cash from operating activities	4,605,666	4,584,162	3,579,102	3,615,060
Cash flows from investing activities				
Purchase of investment securities	(3,225,784)	(3,203,734)	(753,121)	(773,144)
Sale of equity investments	-	1,416	-	34
Purchase of investments (subsidiary)	-	-	(2,000)	(100)
Purchase of property and equipment	(61,395)	(61,747)	(199,616)	(200,329)
Proceeds from sale of property and equipment	503	508	358	358
Purchase of intangible assets	(17,126)	(18,741)	(20,622)	(37,778)
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	5,653,778	4,476,878	4,476,878

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

	Stated capital	Fair value reserve	Other reserves	Statutory reserve	Regulatory credit risk reserve	Total reserves	Retained earnings	Total equity
	Bank							
Balance at 1 January 2023	500,000	267	(39,375)	639,555	-	600,447	746,039	1,846,486
Profit for the year	-	-	-	-	-	994,104	994,104	-
Other comprehensive income, net of tax								
Fair value change in equity instruments	-	(251)	-	-	-	(251)	-	(251)
Remeasurement of defined benefit liability	-	-	(39,720)	-	-	(39,720)	-	(39,720)
Total comprehensive income for the year	-	(251)	(39,720)	-	-	(39,971)	994,104	954,133
Transfer to/from reserves								
Statutory reserve	-	-	-	124,263	-	124,263	(124,263)	-
Regulatory credit risk reserve	-	-	-	-	102,074	102,074	(102,074)	-
Total transfer to/from reserves	-	-	-	124,263	102,074	226,337	(226,337)	-
Transactions with owners								
Dividends	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-
Balance at 31 December 2023	500,000	16	(79,095)	763,818	102,074	786,813	1,513,806	2,800,619
Bank								
Balance at 1 January 2022	500,000	(106)	(26,754)	639,555	-	612,695	1,434,337	2,547,032
Profit for the year	-	-	-	-	-	-	(555,798)	(555,798)
Other comprehensive income, net of tax								
Fair value change in equity instruments	-	373	-	-	-	373	-	373
Remeasurement of defined benefit liability	-	-	(12,621)	-	-	(12,621)	-	(12,621)
Total comprehensive income for the year	-	373	(12,621)	-	-	(12,248)	(555,798)	(568,046)

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

	Stated capital	Fair value reserve	Other reserves	Statutory reserve	Regulatory credit risk reserve	Total reserves	Retained earnings	Total equity
	Transfer to/from reserves							
Statutory reserve	-	-	-	-	-	-	-	-
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	1,846,486
Group								
Balance at 1 January 2023	500,000	21,030	16,350	639,555	-	676,935	821,937	1,998,872
Profit for the year	-	-	-	-	-	-	1,009,722	1,009,722
Other comprehensive income, net of tax								
Fair value change in equity instruments	-	8,641	-	-	-	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	-	98,274