

# Ecobank Ghana PLC and its Subsidiaries

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

Financial highlights	Growth
<b>June 2022 - June 2023</b>	
Revenue	42%
Total Assets	39%
Loans	49%
Deposits	42%

## Statements of comprehensive income

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

	Group		Bank	
	Jun-23	Jun-22	Jun-23	Jun-22
Interest income	1,719,238	999,804	1,648,425	947,848
Interest expense	(286,710)	(140,360)	(241,071)	(129,099)
<b>Net interest income</b>	<b>1,432,528</b>	<b>859,444</b>	<b>1,407,354</b>	<b>818,749</b>
Fee and commission income	322,439	236,591	303,236	230,194
Fee and commission expense	(65,738)	(32,715)	(65,738)	(32,715)
<b>Net fee and commission income</b>	<b>256,701</b>	<b>203,876</b>	<b>237,498</b>	<b>197,479</b>
Net trading income	(38,072)	101,808	(39,720)	101,808
Other operating income	32,748	20,375	32,601	20,299
(Loss)/gain on sale of equipment	(15)	326	(15)	326
	(5,339)	122,509	(7,134)	122,433
<b>Net income</b>	<b>1,683,890</b>	<b>1,185,829</b>	<b>1,637,718</b>	<b>1,138,661</b>
Net Impairment charge	(383,052)	(101,607)	(380,470)	(100,553)
Personnel expenses	(334,294)	(235,650)	(321,341)	(225,761)
Depreciation and amortisation	(40,295)	(34,454)	(38,608)	(33,055)
Finance cost on lease liabilities	(2,970)	(2,118)	(2,716)	(1,943)
Other operating expenses	(487,922)	(273,109)	(476,580)	(246,641)
<b>Net income before taxes and levies</b>	<b>435,357</b>	<b>538,891</b>	<b>418,003</b>	<b>530,708</b>
Income tax expense	(152,928)	(188,743)	(146,301)	(185,748)
<b>Net income after tax</b>	<b>282,429</b>	<b>350,148</b>	<b>271,702</b>	<b>344,960</b>
<b>Other Comprehensive Income</b>				
Items that may be reclassified subsequently to profit or loss:				
Change in value of investment securities valued at FVOCI	279,495	(235,068)	279,495	(235,068)
Income tax relating to components of other comprehensive income	(69,874)	58,767	(69,874)	58,767
<b>Other comprehensive income for the period, net of tax</b>	<b>209,621</b>	<b>(176,301)</b>	<b>209,621</b>	<b>(176,301)</b>
<b>Total comprehensive income for the period</b>	<b>492,050</b>	<b>173,847</b>	<b>481,323</b>	<b>168,659</b>
<i>Profit for the period attributable to:</i>				
Parent	282,276	350,136	271,702	344,960
Non-controlling interest	153	12	-	-
<i>Comprehensive income for the period attributable to:</i>				
Parent	491,897	173,835	481,323	168,659
Non-controlling interest	153	12	-	-
<b>Earnings per share</b>				
Basic & diluted (in Ghana Cedis)	1.75	2.17	1.68	2.14

## Statements of financial position

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

	Group		Bank	
	Jun-23	Jun-22	Jun-23	Jun-22
<b>Assets</b>				
Cash and balances with banks	7,470,277	4,828,810	7,432,443	5,102,076
Loans & advances to customers	10,256,679	6,903,228	10,186,504	6,839,958
Non pledged trading assets	414,888	1,703,558	414,888	1,703,558
Non-trading assets	9,265,239	6,174,414	9,228,156	6,147,255
Other assets	1,105,009	1,293,662	1,098,911	1,055,591
Deferred income tax asset	262,183	59,605	258,181	56,067
Investment in subsidiaries	-	-	39,883	39,883
Right-of-use-assets	38,907	41,549	30,747	36,969
Intangible assets	11,960	29,668	11,848	29,634
Property and equipment	1,245,639	579,964	1,244,164	574,981
Non-current assets held for sale	19,952	32,670	19,952	32,670
<b>Total Assets</b>	<b>30,090,733</b>	<b>21,647,128</b>	<b>29,965,677</b>	<b>21,618,642</b>
<b>Liabilities</b>				
Deposits from banks	1,511,009	691,188	1,870,457	839,324
Deposits from customers	23,866,346	16,794,877	23,646,798	16,659,529
Borrowings	-	23,481	-	23,481
Other liabilities	1,443,365	1,180,168	1,242,036	1,175,733
Current income tax liabilities	8,960	47,021	4,325	43,522
Lease liabilities	63,208	53,204	60,110	51,978
<b>Total liabilities</b>	<b>26,892,888</b>	<b>18,789,939</b>	<b>26,823,726</b>	<b>18,793,567</b>
<b>Equity and reserves</b>				
Stated capital	416,641	416,641	416,641	416,641
Retained earnings	1,481,905	1,813,244	1,432,621	1,787,529
Statutory reserve	641,710	641,658	635,860	635,860
Credit risk reserve	48,123	-	48,123	-
Other reserves	608,706	(14,955)	608,706	(14,955)
Non-controlling interest	760	601	-	-
<b>Total equity attributable to equity holders</b>	<b>3,197,845</b>	<b>2,857,189</b>	<b>3,141,951</b>	<b>2,825,075</b>
<b>Total liabilities and equity</b>	<b>30,090,733</b>	<b>21,647,128</b>	<b>29,965,677</b>	<b>21,618,642</b>

## Statements of cash flows

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

	Group		Bank	
	Jun-23	Jun-22	Jun-23	Jun-22
<b>Cash flows from operating activities</b>				
Net income before tax and levies	435,357	538,891	418,003	530,708
Depreciation expense	40,295	34,454	38,608	33,055
Net impairment charge	422,315	122,881	419,733	121,495
Unrealised exchange gains - net	(21,810)	(2,308)	(21,803)	(2,297)
Loss/(gain) on disposal of property and equipment	15	(326)	15	(326)
Interest expense on leases	2,970	2,118	2,716	1,943
<b>Changes in operating assets and liabilities</b>				
Loans and advances	(1,186,191)	(1,332,355)	(1,177,242)	(1,326,592)
Other assets	(171,412)	(505,039)	(174,424)	(267,547)
Other liabilities	583,129	547,982	422,696	584,441
Deposits from banks	(331,997)	(607,623)	(764,679)	(814,264)
Deposits from customers	3,442,485	3,566,428	4,056,380	3,782,004
Mandatory reserves	(929,982)	(526,730)	(929,982)	(526,730)
<b>Cash generated from operations</b>	<b>2,285,174</b>	<b>1,838,373</b>	<b>2,290,021</b>	<b>2,115,890</b>
Tax paid	(29,168)	(145,571)	(28,000)	(142,836)
<b>Cash flows from operating activities</b>	<b>2,256,006</b>	<b>1,692,802</b>	<b>2,262,021</b>	<b>1,973,054</b>
<b>Cash flows from investing activities</b>				
Investment securities - net	(434,346)	(863,315)	(676,760)	(1,252,317)
Proceeds from sale of property and equipment	263	326	263	326
Payments for property and equipment	(12,607)	(17,078)	(12,059)	(17,078)
Payments for intangible assets	(2,480)	-	(2,338)	-
<b>Net cash used in investing activities</b>	<b>(449,170)</b>	<b>(880,067)</b>	<b>(690,894)</b>	<b>(1,269,069)</b>
<b>Cash flows from financing activities</b>				
Repayment of borrowed funds	(12,715)	(18,695)	(12,715)	(18,695)
Financing lease repayment	(9,621)	(3,909)	(5,903)	(1,676)
<b>Net cash used in financing activities</b>	<b>(22,336)</b>	<b>(22,604)</b>	<b>(18,618)</b>	<b>(20,371)</b>
Net increase in cash and cash equivalents	1,784,500	790,131	1,552,509	683,614
Effects of exchange rate changes on cash and cash equivalents	1,382	2,308	1,374	2,294
Cash and cash equivalents at 1st January	3,648,753	1,652,465	3,705,708	1,845,027
<b>Cash and cash equivalents at 30 June</b>	<b>5,434,635</b>	<b>2,444,904</b>	<b>5,259,591</b>	<b>2,530,935</b>

## 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	-	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
Group 2022							
At 1 January 2022	416,641	1,463,241	161,346	641,525	-	589	2,683,342
Profit for the period	-	350,136	-	-	-	12	350,148
Other comprehensive income, net of tax	-	-	(176,301)	-	-	-	(176,301)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>350,136</b>	<b>(176,301)</b>	<b>-</b>	<b>-</b>	<b>12</b>	<b>(173,847)</b>
Regulatory Transfer							
Statutory reserve	-	(133)	-	133	-	-	-
	-	(133)	-	133	-	-	-
At 30 June 2022	416,641	1,813,244	(14,955)	641,658	-	601	2,857,189

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

## 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	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>271,702</b>	<b>209,621</b>	-	-	<b>481,323</b>
At 30 June 2023	416,641	1,432,621	608,706	635,860	48,123	3,141,951

Bank 2022	Stated capital	Retained earnings	Other reserves	Statutory reserve fund	credit risk	Total
At 1 January 2022	416,641	1,442,569	161,346	635,860	-	2,656,416
Profit for the period	-	344,960	-	-	-	344,960
Other comprehensive income, net of tax	-	-	(176,301)	-	-	(176,301)
<b>Total comprehensive income for the period</b>	-	<b>344,960</b>	<b>(176,301)</b>	-	-	<b>168,659</b>
At 30 June 2022	416,641	1,787,529	(14,955)	635,860	-	2,825,075

## 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	
	Jun-23 GHC '000	Jun-22 GHC '000	Jun-23 GHC '000	Jun-22 GHC '000
Guarantees and indemnities	569,994	1,049,608	569,994	1,049,608
Documentary letters of credit	1,127,221	2,154,212	1,127,221	2,154,212
Loan Commitments	1,659,503	1,684,417	1,659,503	1,684,417
	<b>3,356,718</b>	<b>4,888,237</b>	<b>3,356,718</b>	<b>4,888,237</b>

### 4. Quantitative Disclosures

	June 23	June 22
i. Capital adequacy ratio	16.02%	16.05%
ii. Non-performing loan ratio		
Per BOG	11.26%	10.92%
Per IFRS	5.30%	4.98%
iii. Liquid ratio	53.35%	81.97%
iv. Common equity Tier 1 ratio	13.02%	14.05%
v. Leverage ratio	793%	7.77%

### 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  
Daniel Sackey  
Managing Director

Signed  
Edward N. Botchway  
Executive Director