

UNAUDITED RESULTS FOR THE HALF-YEAR ENDED 30 JUNE 2025

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IZWE SAVINGS & LOANS
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Unaudited Financial Highlights

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Revenues*	102 065	94 255
Net Interest income	31 532	24 296
Credit loss expenses	(11 304)	(9 854)
(Loss)/Profit after tax	3 377	(3 172)
Net advances	402 117	412 436
Total Shareholders' Equity	70 920	64 023

*Revenue includes interest and non-interest revenue

Unaudited Statement of Comprehensive Income

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Interest income	81 289	76 789
Interest expense	(49 757)	(52 493)
Net Interest Income	31 532	24 296
Fee and commission income	20 776	17 466
Fee and commission expenses	(6 201)	(3 634)
Credit loss expenses	(11 304)	(9 854)
Net Operating Income	34 803	28 274
Admin and operating expenses	(29 979)	(32 276)
Profit before FX costs and tax	4 824	(4 003)
Foreign exchange costs	0	(529)
(Loss)/Profit before tax	4 824	(4 532)
Tax	(1 447)	1 360
(Loss)/Profit after tax	3 377	(3 172)

Unaudited Statement of Financial Position

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Assets		
Cash and cash equivalents	45 113	23 151
Other receivables	67 687	93 048
Net loans and advances to customers	402 117	412 436
Right of use assets	12 154	10 034
Deferred tax	10 573	8 876
Property, plant and equipment	9 691	7 294
Total Assets	547 335	554 839
Liabilities		
Bank overdraft	0	0
Accruals and other liabilities	37 855	41 058
Lease liabilities	12 612	5 849
Bilateral facilities	2 275	50 106
Deposits from customers	344 417	288 414
Corporate senior notes	52 493	78 596
Corporate subordinated notes	26 763	26 794
Total Liabilities	476 415	490 816
Equity		
Stated Capital	34 833	18 533
Money held towards capital	0	16 300
Retained Earnings	22 578	15 792
Statutory Reserve	13 509	13 398
Total Equity	70 920	64 023
Total Shareholders' Equity and Liabilities	547 335	554 839

Reconciliation of Retained Earnings

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Retained Earnings - 1 January	19,201	18 964
(Loss)/Profit after tax	3 377	(3 172)
Transfer to Statutory Reserve	0	0
Retained Earnings - 30 June	22 578	15 792

Unaudited Statement of Cash Flows

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Net cash flows from operating activities	21 846	(60 566)
Net cash flows from investing activities	(1 349)	4 007
Change in borrowings	(17 120)	(47 296)
Change in deposits from customers	45 654	89 972
Change in corporate senior notes	(26 209)	26 170
Change in corporate subordinated notes	(46)	0
Net cash flows from financing activities	2 279	68 846
Net change in cash and cash equivalents	22 776	12 288
Cash and cash equivalents at 1 January	22 337	10 863
Cash and cash equivalents at 30 June	45 113	23 151

Earnings per share

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
(Loss)/Profit after tax	3 377	(3 172)
Number of Shares	2 020	2 020
Earnings per share	1.67	(1.57)

Reconciliation of Debt Securities

	Unaudited 30-Jun-25 (GHS '000)	Unaudited 30-Jun-24 (GHS '000)
Balance at 1 January	100 000	75 000
Debt Securities issued		25 000
Debt Securities repaid	25 000	0
Balance at 30 June	75 000	100 000

Significant Accounting Policies

These unaudited results have been compiled in line with the requirements of International Financial Reporting Standards, the accounting policies having been applied consistently when compared to the audited financial statements for the year ended 31 December 2024

Directors' Approval

The Directors of Izwe Savings and Loans PLC ("Izwe") are pleased to present the following unaudited financial results for the first half of 2025. This period marks a significant milestone in our growth trajectory, driven by disciplined execution and efficiency improvements, which underscored our resilient performance amidst a broadly positive economic landscape.

Optimistic Economic Outlook

Ghana's economy has entered a decisive recovery phase, marked by accelerating GDP growth, easing inflation, and renewed investor confidence – all of which create a supportive environment for credit expansion and financial inclusion. Recent reports from the Bank of Ghana highlight a rise in the Ghana Purchasing Managers' Index above the 50-mark, reflecting increased output and new orders - clear signs of strengthening economic momentum. Confidence among consumers and businesses has risen to levels not seen in the past seven years, driven by easing inflationary pressures and a promising macroeconomic environment.

Global institutions such as the World Bank, the IMF, and Fitch Solutions have expressed strong confidence in Ghana's economic prospects. The IMF has revised its 2025 growth forecast from 4.0% to 4.4%, while Fitch has increased its projection from 4.2% to 4.9%, reinforcing a shared optimism about Ghana's continued economic growth.

Inflation has demonstrated consistent improvement, decreasing to 13.7% p.a. by June 2025 from 23.8% p.a. at the end of 2024, supported by prudent monetary policies, exchange rate stability, and fiscal consolidation efforts. The Ghanaian cedi has rebounded strongly against major currencies, ending June 2025 at USD/GHC 10.32—an appreciation of 42% from USD/GHC 14.70 in December 2024, driven by prudent monetary policy measures, record gross international reserves, and positive market sentiment.

Interest rates in the money market declined by the end of June 2025, with Treasury bill rates at 14.69% p.a. and 15.25% p.a. for the 91-day and 182-day bills, respectively, compared to the same period in 2024. The Monetary Policy Rate ("MPR") is currently set at 28% per annum, with potential reductions expected in the upcoming months.

The macroeconomic stability observed during the period under review has substantially reduced systemic risk and improved the lending environment, which Izwe is leveraging to its advantage.

Robust Financial Performance

Izwe has delivered a positive bottom line during the first half of 2025. Our financial results underscore our resilience and proactive management amidst a rapidly recovering economy. Profit after tax improved to GHS 3.37 million from a loss of GHS 3.17 million in June 2024.

Deposits grew to GHS 344.42 million – up GHS 56 million YoY - driven by strategic shifts towards an optimised deposit mix. Optimising our funding mix lowered interest expenses to GHS 49.76 million (from GHS 52.50 million), improving our Net Interest Income to GHS 31.53 million from GHS 24.30 million.

Total assets declined marginally to GHS 547.33 million as we strategically manage our advances, currently at GHS 402.12 million. This aligns with our strategy to maintain a stable and profitable loan book. Shareholders' equity increased to GHS 71 million from GHS 64 million, due to new capital, steady profits, and growing confidence in Izwe's outlook.

Bright Outlook for the Future

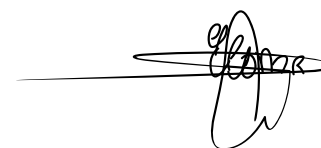
Izwe is on a powerful growth path, and management is confident in continuing to deliver strong results in the second half of 2025. We are committed to leveraging innovative technologies to enhance customer experiences, ensuring our financial solutions are accessible, efficient, and tailored to meet the evolving needs of our clients across all sectors.

We reaffirm our commitment to transparency and integrity. Our financial statements accurately reflect our operations, providing stakeholders with clear insights into our performance.

We remain grateful for the trust and support of our stakeholders, whose confidence continues to power Izwe's journey toward becoming a market-leading inclusive finance provider in Ghana. Together, we look forward to a prosperous and impactful 2025.



Raymond K. Bismarck
Managing Director



Carole Ramella
Chairperson