

AGRICULTURAL DEVELOPMENT BANK PLC.

UNAUDITED SUMMARY FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

	2025 GH¢ '000	2024 GH¢ '000
<b>Assets</b>		
Cash and bank balances	6,635,255	3,338,251
Restricted cash	35,719	33,810
Net Investment securities	4,655,153	2,788,353
Loans and advances to customers	2,527,970	3,083,797
Investment (other than securities)	218,407	208,403
Corporate tax assets	17,912	0
Intangible assets	10,202	17,793
Other assets	181,739	163,814
Property and equipment	190,042	205,512
Right of use asset	67,200	91,226
Deferred Tax Asset	334,894	56,074
<b>Total Assets</b>	<b>14,874,493</b>	<b>9,987,033</b>
	=====	=====
<b>Liabilities</b>		
Borrowed funds	1,045,743	635,734
Deposits from customers	12,092,971	9,051,873
Corporate tax liability	-	3,348
Other liabilities	236,278	220,887
Lease liability	152,628	151,231
<b>Total liabilities</b>	<b>13,527,620</b>	<b>10,063,073</b>
	=====	=====
<b>Equity</b>		
Share capital	2,146,745	698,700
Deposit for Shares	23,310	-
Accumulated losses	(2,010,648)	(1,686,106)
Statutory reserve	233,958	195,527
Revaluation reserve	124,319	124,319
Credit risk reserve	672,388	440,404
Fair value through OCI	156,801	151,116
<b>Shareholders' funds</b>	<b>1,346,873</b>	<b>(76,040)</b>
	=====	=====
<b>Total liabilities and shareholders' funds</b>	<b>14,874,493</b>	<b>9,987,033</b>
	=====	=====

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2025

	2025	2024
	GH¢ '000	GH¢ '000
Interest income calculated using effective interest method	499,023	334,574
Interest expense	(251,147)	(206,289)
<b>Net interest income</b>	<b>247,876</b>	<b>128,285</b>
Fees and commission income	65,108	55,326
Fees and commission expense	(7,261)	(6,842)
<b>Net fees and commission income</b>	<b>57,847</b>	<b>48,484</b>
Net trading income	16,143	14,005
<b>Revenue</b>	<b>321,866</b>	<b>62,489</b>
Other operating income	492	3,384
<b>Operating Income</b>	<b>322,358</b>	<b>65,873</b>
Impairment loss on Loans and Advances	17,822	31,105
Impairment loss- Investment Securities	-	(92)
Personnel expenses	(130,264)	(94,662)
Other expenses	(85,379)	(71,432)
Depreciation and Amortization	(18,651)	(17,503)
<b>Profit before tax</b>	<b>105,886</b>	<b>41,574</b>
Income tax expense	(37,060)	(14,551)
<b>Profit after tax</b>	<b>68,826</b>	<b>27,023</b>
<b>Earnings per share</b>		
Basic (in Ghana pesewas)	0.04	0.08
Diluted (in Ghana pesewas)	0.04	0.08

UNAUDITED STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED MARCH 31, 2025

	2025 GH¢'000	2024 GH¢'000
<b>Cash flows from operating activities</b>		
(Loss)/Profit before tax	105,885	41,574
<b>Adjustments for:</b>		
Unrealised exchange differences	42,565	31,148
Depreciation and amortization	18,651	17,503
Impairment charge on Loans	(17,754)	(31,105)
Impairment of other Financial assets investment	-	92
Dividend received	(185)	-
Net interest income	(247,876)	(128,285)
<b>Loss before working capital changes</b>	<b>(98,714)</b>	<b>(69,073)</b>
<b>Changes in :</b>		
Loans & advances	63,969	(143,431)
Other assets	(57,136)	(46,483)
Deposits from customers	46,083	508,171
Restricted cash	(1,909)	(10,018)
Other liabilities	28,324	(27,915)
	(19,383)	211,251
Interest Income received	437,583	311,444
Interest expense paid	(244,455)	(204,406)
Dividend Income	-	(2,154)
Income Tax Paid	(7,775)	-
<b>Net cash generated from/(used in) operating activities</b>	<b>158,195</b>	<b>316,135</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(2,008)	(1,349)
Purchase of medium and long term government securities	(792,596)	(470,412)
Proceeds from the sale of property and equipment	202	219
Purchase of intangible assets	-	(622)
Advance payment of lease rentals	(723)	(4,341)
<b>Net cash generated from/(used in) investing activities</b>	<b>(795,125)</b>	<b>(476,505)</b>
<b>Cash flows from financing activities</b>		
Payments in borrowed funds	98,941	91,916
Payments of Principal portion of Lease liability	(1,284)	(29,254)
<b>Net cash generated from/(used in) from financing activities</b>	<b>97,657</b>	<b>62,662</b>
Increase in cash and cash equivalents	(539,273)	(97,707)
Cash and cash equivalents at January 1	7,176,917	3,800,039
Effect of exchange rate fluctuation on cash held	(2,389)	63,673
<b>Cash and cash equivalents at March 31</b>	<b>6,635,255</b>	<b>3,766,005</b>

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2025

In thousands of GH¢	Stated Capital	Deposit for Shares	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
Balance at January 1, 2025	2,146,745	23,310	683,386	199,546	124,319	156,801	(2,056,062)	1,278,046
Profit for the year	-	-	-	-	-	-	68,826	68,826
Transfer from accumulated losses to reserves	-	-	-	-	-	-	-	-
Transfer from accumulated losses to Statutory re	-	-	(10,998)	34,413	-	-	(34,413)	-
Transfer to/(from) credit risk reserve	-	-	672,388	-	-	-	10,998	-
Balance at March 31, 2025	2,146,745	23,310	672,388	233,959	124,319	156,801	(2,010,651)	1,346,872
In thousands of GH¢	Stated Capital	Deposit for Shares	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
Balance at January 1, 2024	698,700	-	466,722	182,015	124,319	151,116	(1,725,168)	(102,295)
Profit for the year	-	-	-	-	-	-	27,023	27,023
Transaction costs related to Right Issue	-	-	-	-	-	-	(768)	(768)
Transfer from accumulated losses to	-	-	-	13,512	-	-	(13,512)	-
Transfer to/(from) credit risk reserve	-	-	(26,319)	-	-	-	26,319	(0)
Balance at March 31, 2024	698,700	-	440,403	195,527	124,319	151,116	(1,686,106)	(76,040)

## 1. General Information

Agricultural Development Bank Limited PLC. (ADB) is a bank incorporated in Ghana. The registered office of the bank is located at Accra Financial Centre, 3rd Ambassadorial Development Area, Accra. The Agricultural Development Bank operates with a universal banking license that allows it to undertake all banking and related services. The Bank is listed on the Ghana Stock Exchange.

## 2. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these condensed financial statements are consistent with the accounting policies applied in the audited financial statements of the bank. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. Additional information required by the Companies Act, 2019 (Act 992) and the Bank and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) have been included where appropriate. The financial statements have been prepared on a historical cost basis except for the following material items; buildings which are carried at revalued amounts and fair value of Equity Investments through Other Comprehensive Income

## 3. Functional and presentation currency

These financial statements are presented in "Ghana Cedis", which is the Bank's functional currency and has been rounded to the nearest thousand.

## 4. Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Bank's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively

## 5. Contingent Liabilities

	2025 GH¢'000	2024 GH¢'000
Guanrantees and indemnities	22,219	28,110
Letters of credit	49,460	51,484
Undrawn commitment	30,325	24,678
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	102,004	104,272
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## 6. Quantitative Disclosures

	2025 %	2024 %
Capital Adequacy Ratio	(4.47)	(19.85)
Non performing loans to gross loans	75.51	67.12
Liquid ratio	113.59	109.04
Common Equity Tier 1	(7.47)	(22.85)
Leverage ratio	(2.25)	(10.82)

## 7. Default in statutory requirments and accompanying sanctions:

For the period under review, the bank did not record any statutory liquidity breaches and not incur any sanctions.

	GH¢'000	GH¢'000
(i) Sanctions (GHS'000)	Nil	Nil
(ii) Default in statutory liquidity	Nil	Nil
Other regulatory breaches (including onsite examination)		
(i) Sanctions (GHS'000)	120	Nil
(ii) Number of breaches	1	Nil

## 8. Corporate Social Responsibility

A total amount of GHS306,648 was spent in respect of Corporate Social responsibility for the period ended 31 March 2025 compared with GHS 1.5million in March, 2024. These included sponsorship, donation to schools and others of national interest

## 9. Risk Management

The Bank's activities expose the business to risks. The Bank has exposure to the following types of risks: credit risk, liquidity risk, market risk and operational risk. It is therefore a fundamental responsibility of management to ensure that all the risks associated with each class of business, each product and each type of transaction are identified and managed as well as the risks associated with the conduct of the bank's affairs. These inherent risks are managed through a process of on-going identification, measurement and monitoring, subject to risk limits and controls. This process is critical to the Bank's continued profitability.

Kenneth Kwamina Thompson  
Chairman

  
Edward Ato Sarpong  
Managing Director