

## PRESS RELEASE

PR. No. 240/2022

# GCB BANK LIMITED (GCB) -

## SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDING JUNE 30, 2022

GCB has released its Second Quarter Unaudited Financial Statements for the period ending June 30, 2022, as per the attached.

Issued in Accra, this 27<sup>th</sup> Day of July 2022.

- END-

att'd.

### **Distribution:**

- 1. All LDMs
- 2. General Public
- 3. Company Secretary, GCB
- 4. Securities and Exchange Commission
- 5. Central Securities Depository
- 6. GCB Registrar (Registrars for GCB shares)
- 7. Custodians
- 8. GSE Council Members
- 9. GSE Notice Board

For enquiries, contact: Head of Listing, GSE on 0302 669908, 669914, 669935 \*XA

# **CB Bank Plc**

Summary consolidated and separate financial statements for the period ended 30 June 2022(unaudited)

## All amounts are in thousands of Ghana cedis unless otherwise stated

# Statements of comprehensive income

## for the period ended 30 June 2022

	202	22	2021		
	Bank	Group	Bank	Group	
Interest income	1,299,164	1,305,097	1,145,808	1,150,389	
Interest expense	(318,668)	(318,668)	(230,113)	(230,113)	
Net interest income	980,496	986,429	915,695	920,276	
Fee and commission income	210,388	217,656	176,418	184,299	
Fee and commission expense	(32,484)	(32,484)	(24,894)	(24,894)	
Net fee and commission income	177,904	185,172	151,524	159,405	
Net trading income	176,204	176,204	77,526	77,526	
Other operating income	1,736	821	4,504	4,554	
Operating income	1,336,340	1,348,626	1,149,249	1,161,761	
Net impairment loss on financial assets	(124,934)	(124,934)	(190,000)	(190,000)	
Personnel expenses	(400,593)	(401,690)	(341,563)	(342,779)	
Depreciation and amortisation	(73,415)	(73,591)	(73,184)	(73,318)	
Other expenses	(268,354)	(268,835)	(203,659)	(204,100)	
Profit before income tax	469,044	479,576	340,843	351,564	
Income tax expense	(164,009)	(166,775)	(113,036)	(115,721)	
Profit for the period	305,035	312,801	227,807	235,843	
Other Comprehensive Income:					
Items that will not be reclassified to profit or loss					
FVTOCI financial assets - net changes in fair value	1,110	900	(671)	(160)	
Related tax	-	53	168	40	
Total items that will not be reclassified to profit or loss	1,110	953	(503)	(120)	
Total comprehensive income	306,145	313,754	227,304	235,723	
Profit attributable to:					
Owners of the parent	305,035	312,801	227,807	235,843	
Profit for the period	305,035	312,801	227,807	235,843	
Total comprehensive income attributable to:					
Owners of the parent	306,145	313,754	227,304	235,723	
Total comprehensive income for the period	306,145	313,754	227,304	235,723	
Basic and diluted earnings per share (in GH¢)	2.30	2.36	1.72	1.78	

#### Statements of financial position as at 30 June 2022

2022 2021 Bank Group Bank Group Assets Cash and cash equivalents 4,296,788 4,302,105 2,283,348 2,287,852 Non-pledged trading assets 244,888 244,888 654,098 654,098 Investments (other than securities) 1,663 20,768 4,890 29,242 Loans and advances to customers 5,148,439 5,148,439 3,559,559 3,559,559 Advances to banks 201,643 201,643 200,708 200,708 Investment securities 9,460,715 9,529,384 8,933,697 8,984,652 Investment in associates 28,274 82,280 28,274 91,682 Investment in subsidiaries 1,000 2,000 Deferred tax asset 230,138 281,512 281,809 229,312 Intangible assets 141,378 141,560 167,297 167,551 Other assets 693,757 701,714 504,803 512,243 279,802 Property, equipment & right-of-use-assets 280,802 316,343 317,108 Total assets 21,229,837 21,389,382 16,434,351 16,580,843 Liabilities Deposits from banks & other financial institutions 204,850 204,850 610,264 610,264 Deposits from customers 14,315,084 14,315,084 12,514,107 12,514,107 Borrowings 380,882 380,882 2,949,014 2,949,014 Current tax liabilities 74,863 41,032 41,521 76,500 Employee benefit obligation 143,510 143,510 152,473 152,473 Other liabilities 723,179 491,582 491,314 Total liabilities 18,376,660 18,377,158 14,224,171 14,225,540 Equity Stated capital 500,000 500.000 500.000 500.000 Retained earnings 1,860,636 1,280,980 1,739,372 1,175,062 Statutory reserve 639,555 639.555 569,971 569,971 Fair value reserve (2,424) 1,004 15,950 5,107 Other reserves (26,754) (3,916) (32,429) (755) Total shareholders' equity 2,210,180 2,853,177 3,012,225 2,355,303 Total liabilities and shareholders' equity 21,229,837 21,389,383 16,434,351 16,580,843

#### Statements of cash flows

for the period ended 30 June 2022

for the period ended 30 June 2022	20	22	2021		
	Bank Group		Bank	Group	
Cash flows from operating activities					
Profit for the period Adjustments for:	305,035	312,801	227,807	235,843	
Depreciation and amortisation	73,415	73,592	73,184	73,318	
Net impairment loss on financial assets	124,934	124,934	190,000	190,000	
Employee benefit expense	36,350	36,350	48,032	48,032	
Net Interest income	(980,496)	(986,429)	(915,695)	(920,276)	
Dividend income	(1,000)	(85)	(372)	(422)	
Profit on sale of property and equipment	(150)	(150)	(88)	(88)	
Income tax expense	164,009	166,775	113,036	115,721	
	(277,903)	(272,212)	(264,096)	(257,872)	
Changes in :					
Non-pledged trading assets	(176,440)	(176,440)	(23,550)	(23,550)	
Advances to banks	(613)	(613)	196	196	
Loans and advances to customers	(966,993)	(966,993)	(136,971)	(136,971)	
Other assets	(166,494)	(165,162)	(44,371)	(49,542)	
Deposits from banks and other financial institutions	(491,753)	(491,753)	(5,154)	(5,154)	
Deposits from customers	1,098,431	1,109,570	1,161,589	1,168,867	
Borrowings	1,960,941	1,960,941	(391,643)	(391,643)	
Other liabilities	79,292	76,623	70,000	69,920	
Employee benefit paid	(6,304)	(6,304)	(8,881)	(8,881)	
Cash (used in)/generated from operations	1,052,164	1,067,657	357,119	365,370	
Interest received	1,302,106	1,308,038	1,234,267	1,238,847	
Dividend received	1,000	85	373	423	
Interest paid	(329,817)	(329,817)	(251,959)	(251,959)	
Net income tax paid	(221,142)	(225,086)	(83,775)	(85,214)	
Net cash from operating activities	1,804,311	1,820,877	1,256,025	1,267,467	
Cash flows from investing activities					
Purchase of investments (other than securities)	-	(1,975)	-	(2,394)	
Investments in subsidiary	(1,000)	-	-	-	
Purchase of investment securities	254,913	244,663	(424,408)	(428,418)	
Purchase of property, equipment & right-of-use-assets	(49,220)	(49,244)	(32,450)	(32,938)	
Proceeds from sale of property, equipment & right- of-use assets	193	193	407	407	
Purchase of intangible assets	(13,501)	(13,501)	(17,217)	(17,263)	
Net cash used in investing activities	191,385	180,136	(473,668)	(480,606)	
Cash flows from financing activities					
Dividends paid		-	(66,250)	(66,250)	
Net Cash used in financing activities	-	-	(66,250)	(66,250)	
Net (decrease)/increase in cash and cash equivalents	1,995,696	2,001,013	716,107	720,611	
Cash and cash equivalents at 1 January	2,301,092	2,301,092	1,567,241	1,567,241	
Cash and cash equivalents at 30 June	4,296,788	4,302,105	2,283,348	2,287,852	

#### Statements of changes in equity

for the period ended 30 June 2022

	Stated capital	Fair value reserve	Other Reserves	Statu- tory reserve	Total Reserves	Retained earnings	Total equity
The Bank							
Balance at 1 January 2022	500,000	(106)	(26,754)	639,555	1,112,695	1,434,337	2,547,032
Profit for the period	-	-	-	-	-	305,035	305,035
Other comprehensive income, net of tax	-	-	-	-	-	-	-
FVTOCI financial assets - net changes in fair value	-	1,110	-	-	1,110	-	1,110
Dividend Paid	-	-	-	-	-	-	-
Balance at 30 June 2022	500,000	1,004	(26,754)	639,555	1,113,805	1,739,372	2,853,177
The Group							
Balance at 1 January 2022	500,000	14,997	(3,916)	639,555	1,150,636	1,547,835	2,698,471
Profit for the period	-	-	-	-	-	312,801	312,801
Other comprehensive income, net of tax	-	-	-	-	-	-	-
FVTOCI financial assets - net changes in fair value	-	900	-	-	900	-	900
Deferred tax	-	53	-		53	-	53
Dividend Paid	-	-	-	-	-	-	-
Balance at 30 June 2022	500,000	15,950	(3,916)	639,555	1,151,589	1,860,636	3,012,225

#### Disclosures

1. Reporting entity - GCB Bank PIc is a limited liability company incorporated and domiciled in Ghana. These consolidated financial statements as at and for the period ended 30 June 2022 comprise the Bank and its subsidiary, (together referred to as the 'Group') and the Group's interest in associates. The separate financial statements as at and for the period ended 30 June 2022 comprise the financial statements of the Bank. The Bank is listed on the Ghana Stock Exchange.

2. Significant accounting policies - The consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated and separate financial statements at 31 December 2021

#### 3. Quantitative disclosures

	June 2022	June 2021
Capital adequacy ratio (capital requirements directive)	21.1%	20.9%
Common equity tier 1 ratio	19.1%	18.9%
Leverage ratio	9.4%	9.8%
Non-performing loan ratio	15.2%	20.7%
Non-performing loan ratio (less loss category)	2.6%	13.9%
Liquid ratio	78.4%	63.9%
Statutory liquidity breach (times)	Nil	Nil
Sanctions for statutory liquidity breach (GH¢'000')	Nil	Nil

#### 4. Qualitative disclosures

4.1 The Bank has exposure to the following risks from its use of financial instruments and from operations: • Credit risk

• Liquidity risk Market risk • Operational risk

5. Sworn statement The financial statements do not contain any untrue statement, misleading facts or omit material facts to the best of our knowledge.

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Kadonavoli

Kofi Adomakoh

Jude Arthur

Board Chairman