



PRESS RELEASE

PR. No.226/2024

GCB BANK PLC (GCB) –

UNAUDITED FINANCIAL STATEMENTS FOR
THE PERIOD ENDED JUNE 30, 2024.

GCB has released its Unaudited Financial Statements for the period ended June 30, 2024, as per the attached.

Issued in Accra, this 29th.
Day of July 2024.

- E N D -

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

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All amounts are in thousands of Ghana cedis unless otherwise stated

Statements of comprehensive income for the period ended 30 June 2024

| | 2024 | | 2023 | |
|--|------------------|------------------|------------------|------------------|
| | Bank | Group | Bank | Group |
| Interest income | 1,905,836 | 1,914,191 | 1,773,083 | 1,778,816 |
| Interest expense | (480,246) | (480,246) | (416,275) | (416,329) |
| Net interest income | 1,425,590 | 1,433,945 | 1,356,808 | 1,362,487 |
| Fee and commission income | 317,462 | 323,397 | 248,185 | 254,268 |
| Fee and commission expense | (72,051) | (73,916) | (55,750) | (57,454) |
| Net fee and commission income | 245,411 | 249,481 | 192,435 | 196,814 |
| Net trading income | 211,769 | 211,769 | 245,235 | 245,235 |
| Other operating income | 6,562 | 6,562 | 1,243 | 1,243 |
| Operating income | 1,889,332 | 1,901,757 | 1,795,721 | 1,805,779 |
| Net impairment loss on financial assets | (104,803) | (104,803) | (354,564) | (354,564) |
| Personnel expenses | (581,647) | (587,648) | (478,982) | (483,035) |
| Depreciation and amortisation | (72,016) | (72,263) | (65,920) | (70,481) |
| Other expenses | (430,611) | (442,118) | (376,168) | (384,229) |
| Profit before income tax | 700,255 | 694,925 | 520,087 | 513,470 |
| Income tax expense | (276,698) | (277,857) | (186,714) | (188,016) |
| Profit for the period | 423,557 | 417,068 | 333,373 | 325,454 |
| Other Comprehensive Income: | | | | |
| Items that will not be reclassified to profit or loss | | | | |
| FVTOCI financial assets - net changes in fair value | 20 | 20 | (160) | (160) |
| Related tax | - | - | - | - |
| Total items that will not be reclassified to profit or loss | 20 | 20 | (160) | (160) |
| Total comprehensive income | 423,577 | 417,088 | 333,213 | 325,294 |
| Profit attributable to: | | | | |
| Owners of the parent | 423,557 | 417,068 | 333,373 | 325,454 |
| Profit for the period | 423,557 | 417,068 | 333,373 | 325,454 |
| Total comprehensive income attributable to: | | | | |
| Owners of the parent | 423,577 | 417,088 | 333,213 | 325,294 |
| Total comprehensive income for the period | 423,577 | 417,088 | 333,213 | 325,294 |
| Basic and diluted earnings per share (in GH¢) | 3.20 | 3.15 | 2.52 | 2.46 |

Statements of cash flows for the period ended 30 June 2024

| | 2024 | | 2023 | |
|---|-------------------|-------------------|--------------------|--------------------|
| | Bank | Group | Bank | Group |
| Cash flows from operating activities | | | | |
| Profit for the period | 423,557 | 417,068 | 333,373 | 325,454 |
| Adjustments for: | | | | |
| Depreciation and amortisation | 72,016 | 72,263 | 65,920 | 70,481 |
| Net impairment loss on financial assets | 104,803 | 104,803 | 354,564 | 354,564 |
| Employee benefit expense | 48,000 | 48,000 | 52,200 | 52,200 |
| PPE written off | 498 | 498 | - | - |
| Net Interest income | (1,425,591) | (1,433,945) | (1,356,808) | (1,362,541) |
| Dividend income | (3,228) | (3,228) | - | - |
| Profit on sale of property and equipment | (91) | (91) | (454) | (454) |
| Income tax expense | 276,698 | 277,857 | 186,714 | 188,016 |
| | (503,338) | (516,775) | (364,491) | (372,280) |
| Changes in: | | | | |
| Non-pledged trading assets | 201,979 | 201,979 | 173,152 | 173,152 |
| Advances to banks | (354,190) | (354,190) | (139,449) | (139,449) |
| Loans and advances to customers | (963,128) | (963,128) | (816,767) | (816,767) |
| Other assets | (165,853) | (186,890) | 250,634 | 244,031 |
| Deposits from banks and other financial institutions | (71,180) | (71,180) | 78,138 | 78,138 |
| Deposits from customers | 4,640,244 | 4,760,009 | 1,418,436 | 1,426,710 |
| Borrowings | 1,164,695 | 1,164,695 | 85,737 | 85,737 |
| Other liabilities | 179,139 | 224,676 | 313,599 | 409,361 |
| Employee benefit paid | (12,529) | (12,529) | (12,126) | (12,126) |
| Cash (used in)/generated from operations | 4,115,839 | 4,246,667 | 986,863 | 1,076,507 |
| Interest received | 1,974,273 | 1,977,610 | 1,756,380 | 1,762,214 |
| Dividend received | 3,228 | 3,228 | - | - |
| Interest paid | (524,072) | (524,072) | (389,138) | (389,138) |
| Net income tax paid | (545,422) | (546,478) | (265,795) | (267,223) |
| Net cash from operating activities | 5,023,846 | 5,156,955 | 2,088,310 | 2,182,360 |
| Cash flows from investing activities | | | | |
| Purchase of investments (subsidiary) | (750) | - | (750) | - |
| Purchase of investments (other than securities) | - | (5,799) | - | 698 |
| Purchase of investment securities | (94,646) | (134,862) | (2,371,220) | (2,377,585) |
| Purchase of property, equipment & right-of-use-assets | (61,303) | (61,627) | (23,927) | (23,969) |
| Proceeds from sale of property, equipment & right-of-use assets | 91 | 91 | 454 | 454 |
| Purchase of intangible assets | (100,887) | (101,667) | (5,879) | (6,679) |
| Net cash used in investing activities | (257,495) | (303,864) | (2,400,572) | (2,407,081) |
| Cash flows from financing activities | | | | |
| Dividends paid | - | (750) | - | - |
| Net Cash used in financing activities | - | (750) | - | - |
| Net (decrease)/increase in cash and cash equivalents | 4,766,351 | 4,852,341 | (312,262) | (224,721) |
| Cash and cash equivalents at 1 January | 5,653,778 | 5,653,778 | 4,476,878 | 4,476,878 |
| Cash and cash equivalents at 30 September | 10,420,129 | 10,506,119 | 4,164,616 | 4,252,157 |

Statements of financial position as at 30 June 2024

| | 2024 | | 2023 | |
|--|-------------------|-------------------|-------------------|-------------------|
| | Bank | Group | Bank | Group |
| Assets | | | | |
| Cash and cash equivalents | 10,420,129 | 10,506,119 | 4,164,616 | 4,252,157 |
| Non-pledged trading assets | 117,086 | 117,086 | 102,841 | 102,841 |
| Investments (other than securities) | 3,962 | 53,766 | 4,117 | 42,487 |
| Loans and advances to customers | 7,627,630 | 7,627,630 | 6,079,184 | 6,079,184 |
| Advances to banks | 737,045 | 737,045 | 368,689 | 368,689 |
| Investment securities | 11,784,129 | 11,867,590 | 10,863,593 | 10,932,899 |
| Investment in associates | 28,274 | 206,109 | 28,274 | 92,678 |
| Investment in subsidiaries | 3,750 | 100 | 3,000 | 100 |
| Deferred tax asset | 903,635 | 902,519 | 872,528 | 872,827 |
| Current tax asset | 132,157 | 132,613 | - | - |
| Intangible assets | 150,649 | 153,955 | 95,786 | 100,986 |
| Other assets | 842,864 | 825,170 | 687,953 | 658,953 |
| Property, equipment & right-of-use-assets | 413,580 | 414,824 | 411,679 | 412,588 |
| Total assets | 33,164,890 | 33,544,526 | 23,682,260 | 23,916,389 |
| Liabilities | | | | |
| Deposits from banks & other financial institutions | 273,168 | 273,168 | 337,285 | 337,285 |
| Deposits from customers | 26,180,194 | 26,180,194 | 18,943,381 | 18,935,319 |
| Borrowings | 2,221,224 | 2,221,224 | 1,123,345 | 1,123,345 |
| Current tax liabilities | - | - | 28,803 | 29,516 |
| Employee benefit obligation | 221,984 | 221,984 | 169,671 | 169,671 |
| Other liabilities | 1,044,124 | 1,151,522 | 900,076 | 997,087 |
| Total liabilities | 29,940,694 | 30,048,092 | 21,502,561 | 21,592,223 |
| Equity | | | | |
| Stated capital | 500,000 | 500,000 | 500,000 | 500,000 |
| Retained earnings | 1,978,721 | 2,062,998 | 1,027,539 | 1,095,518 |
| Statutory reserve | 763,818 | 763,818 | 639,555 | 639,555 |
| Fair value reserve | 36 | 33,998 | 107 | 20,870 |
| Credit risk reserves | 60,716 | 60,716 | 51,873 | 51,873 |
| Other reserves | (79,095) | 74,904 | (39,375) | 16,350 |
| Total shareholders' equity | 3,224,196 | 3,496,434 | 2,179,699 | 2,324,166 |
| Total liabilities and shareholders' equity | 33,164,890 | 33,544,526 | 23,682,260 | 23,916,389 |

Statement of changes in equity for the period ended 30 June 2024

| | Stated capital | Fair value reserve | Other Reserves | Statutory reserve | Credit risk reserve | Total Reserves | Retained earnings | Total equity |
|---|----------------|--------------------|-----------------|-------------------|---------------------|----------------|-------------------|------------------|
| The Bank | | | | | | | | |
| Balance at 1 January 2024 | 500,000 | 16 | (79,095) | 763,818 | 102,074 | 786,813 | 1,513,806 | 2,800,619 |
| Profit for the period | - | - | - | - | - | - | 423,557 | 423,557 |
| Other comprehensive income, net of tax | | | | | | | | |
| FVTOCI financial assets - net changes in fair value | - | 20 | - | - | - | 20 | - | 20 |
| Dividend Paid | - | - | - | - | - | - | - | - |
| Transfer from reserves | - | - | - | - | (41,358) | (41,358) | 41,358 | - |
| Balance at 30 June 2024 | 500,000 | 36 | (79,095) | 763,818 | 60,716 | 745,475 | 1,978,721 | 3,224,196 |
| The Group | | | | | | | | |
| Balance at 1 January 2024 | 500,000 | 33,978 | 74,904 | 763,818 | 102,074 | 974,774 | 1,605,322 | 3,080,096 |
| Profit for the period | - | - | - | - | - | - | 417,068 | 417,068 |
| Other comprehensive income, net of tax | | | | | | | | |
| FVTOCI financial assets - net changes in fair value | - | 20 | - | - | - | 20 | - | 20 |
| Deferred tax | - | - | - | - | - | - | - | - |
| Dividend Paid | - | - | - | - | - | - | (750) | (750) |
| Transfer from reserves | - | - | - | - | (41,358) | (41,358) | 41,358 | - |
| Balance at 30 June 2024 | 500,000 | 33,998 | 74,904 | 763,818 | 60,716 | 933,436 | 2,062,998 | 3,496,434 |

Disclosures

1. Reporting entity - GCB Bank PLC is a limited liability company incorporated and domiciled in Ghana. These consolidated financial statements as at and for the period ended 30 June 2024 comprise the Bank and its subsidiaries, (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 2024 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 2023.

3. Quantitative disclosures

| | June 2024 | June 2023 |
|---|-----------|-----------|
| Capital adequacy ratio (capital requirements directive) | 18.5% | 18.5% |
| Common equity tier 1 ratio | 16.1% | 16.4% |
| Leverage ratio | 7.0% | 8.6% |
| Non-performing loan ratio | 19.9% | 20.2% |
| Non-performing loan ratio (less loss category) | 3.1% | 6.1% |
| Liquid ratio | 64.8% | 54.3% |
| 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 statements, misleading facts or omit material facts to the best of our knowledge.


Daniel Kwaku Tweneboah Asirifi
Board Chairman


John Kofi Adomakoh
Managing Director