



PRESS RELEASE

PR. No 104/2022

REPUBLIC BANK GHANA LIMITED (RBGH)-

UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2021

RBGH has released its First Quarter Unaudited Financial Statements for the period ended March 31, 2022, as per attached.

Issued in Accra, this 4th
Day of April 2022

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att'd.

Distribution:

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

For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

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UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2022

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH, 2022

In thousands of GHS

| | 2022 | | 2021 | |
|---|----------------|----------------|---------------|----------------|
| | Bank | Group | Bank | Group |
| Interest income | 125,315 | 129,422 | 113,769 | 117,139 |
| Interest expense | (45,476) | (45,215) | (45,025) | (44,812) |
| Net interest income | 79,839 | 84,207 | 68,744 | 72,327 |
| Fee and commission income | 15,477 | 23,238 | 11,782 | 17,854 |
| Fee and commission expense | (306) | (306) | (615) | (615) |
| Net fee and commission income | 15,171 | 22,932 | 11,167 | 17,239 |
| Net trading income | 13,447 | 13,447 | 5,832 | 5,832 |
| Net income from investments at fair value thru. P&L | 3,572 | 4,088 | 2,736 | 2,977 |
| Other operating income | 2,146 | 2,146 | 1,286 | 1,286 |
| Other income | 5,893 | 6,962 | 643 | 1,368 |
| Operating income | 120,068 | 133,782 | 90,408 | 101,029 |
| Net impairment loss on financial asset | (12,230) | (12,230) | (3,871) | (3,871) |
| Personnel expenses | (37,302) | (43,322) | (31,307) | (36,184) |
| Operating lease expenses | (231) | (231) | (637) | (637) |
| Depreciation and amortization | (5,734) | (6,175) | (5,211) | (5,633) |
| Other expenses | (22,280) | (25,078) | (15,448) | (17,998) |
| Profit before income tax for the period | 42,291 | 46,746 | 33,934 | 36,706 |
| National Fiscal Stabilization Levy | (2,116) | (2,318) | (1,692) | (1,823) |
| Financial Sector Recovery Levy | (2,116) | (2,116) | - | - |
| Tax expense | (10,578) | (11,614) | (8,656) | (9,311) |
| Profit for the period | 27,481 | 30,698 | 23,586 | 25,572 |
| Other comprehensive income | | | | |
| Other comprehensive income, net of tax | - | - | - | - |
| Total comprehensive income for the period | 27,481 | 30,698 | 23,586 | 25,572 |
| Profit attributable to: | | | | |
| Controlling Equity holders of the Bank | 27,481 | 30,049 | 23,586 | 25,272 |
| Non-controlling interest | - | 649 | - | 300 |
| Profit for the period | 27,481 | 30,698 | 23,586 | 25,572 |
| Total comprehensive income attributable to: | | | | |
| Controlling Equity holders of the bank | 27,481 | 30,049 | 23,586 | 25,272 |
| Non-controlling interest | - | 649 | - | 300 |
| Total comprehensive income for the period | 27,481 | 30,698 | 23,586 | 25,572 |

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH, 2022

In thousands of GHS

| | 2022 | | 2021 | |
|--|------------------|------------------|------------------|------------------|
| | Bank | Group | Bank | Group |
| Assets | | | | |
| Cash and cash equivalents | 658,193 | 658,219 | 880,930 | 880,958 |
| Non-pledged trading assets | 10,304 | 10,304 | 3,180 | 3,180 |
| Pledged assets | 15,434 | 15,434 | 6,293 | 6,293 |
| Investment securities | 1,292,800 | 1,322,621 | 1,175,938 | 1,198,342 |
| Loans and advances to customers | 1,920,415 | 1,920,415 | 1,557,168 | 1,557,168 |
| Investment in subsidiaries | 13,543 | - | 12,043 | - |
| Current income tax assets | - | - | 1,296 | 974 |
| Deferred tax assets | 19,877 | 20,412 | 16,361 | 16,400 |
| Intangible assets | 8,447 | 8,612 | 7,388 | 7,548 |
| Other assets | 28,113 | 35,488 | 25,466 | 34,263 |
| Property, plant and equipment | 134,640 | 137,853 | 118,465 | 121,902 |
| Total assets | 4,101,766 | 4,129,358 | 3,804,528 | 3,827,028 |
| Liabilities and equity | | | | |
| Deposits from banks | - | - | 15,006 | 15,006 |
| Deposits from customers | 3,030,399 | 3,013,184 | 2,916,982 | 2,893,613 |
| Borrowing | 124,994 | 124,994 | 100,753 | 100,753 |
| Current tax liabilities | 6,237 | 6,646 | - | - |
| Deferred tax liabilities | 9,957 | 10,121 | - | - |
| Other liabilities | 212,766 | 217,627 | 139,967 | 155,872 |
| Total liabilities | 3,384,353 | 3,372,572 | 3,172,708 | 3,165,244 |
| Equity | | | | |
| Stated capital | 401,191 | 401,191 | 401,191 | 401,191 |
| Income surplus | 47,852 | 79,929 | 9,109 | 33,767 |
| Revaluation reserve | 24,852 | 24,852 | 24,852 | 24,852 |
| Statutory reserve fund | 192,326 | 192,326 | 151,476 | 151,476 |
| Regulatory credit risk reserve | 50,448 | 50,448 | 44,448 | 44,448 |
| Housing development assistance reserve | 744 | 744 | 744 | 744 |
| Total equity attributable to equity holders of the Bank | 717,413 | 749,490 | 631,820 | 656,478 |
| Non-controlling interest | - | 7,296 | - | 5,306 |
| Total equity | 717,413 | 756,786 | 631,820 | 661,784 |
| Total liabilities and equity | 4,101,766 | 4,129,358 | 3,804,528 | 3,827,028 |

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MARCH, 2022

In thousands of GHS

| | 2022 | | 2021 | |
|---|------------------|------------------|------------------|------------------|
| | Bank | Group | Bank | Group |
| Profit before tax | 42,292 | 46,747 | 33,934 | 36,706 |
| Adjustments for: | | | | |
| Depreciation and amortization | 5,734 | 6,175 | 5,211 | 5,633 |
| Profit on disposal of property and equipment | (37) | (37) | - | - |
| Net impairment loss on loans and advances | 12,229 | 12,229 | 3,871 | 3,871 |
| Impairment of goodwill | 699 | 699 | - | - |
| Net interest income | (79,839) | (84,207) | (68,744) | (72,327) |
| Fair value change— investments securities FVTPL | (3,572) | (4,088) | (2,736) | (2,977) |
| Realised exchange difference | 22,628 | 22,628 | 1,161 | 1,161 |
| Effect of foreign exchange fluctuations on cash & cash equiv. | (27,319) | (27,319) | (7,137) | (7,137) |
| Decrease in trading assets | 7,357 | 7,357 | - | - |
| Decrease / (increase) in pledged assets | 58,972 | 58,972 | (35,941) | (35,941) |
| Increase in loans and advances to customers | (172,420) | (172,420) | (32,069) | (32,069) |
| (Increase) / decrease in other receivable and assets | (12,865) | (8,939) | 28,485 | 28,410 |
| (Decrease) / increase in deposits from customers | (179,696) | (176,144) | 162,585 | 153,295 |
| Increase in payables and other liabilities | 60,112 | 28,672 | 5,598 | 4,257 |
| Cash generated from operations | (265,724) | (289,674) | 94,218 | 82,882 |
| Interest paid | (53,269) | (53,269) | (52,063) | (52,063) |
| Interest received | 125,315 | 129,422 | 113,769 | 117,139 |
| Corporate tax paid | (6,876) | (7,650) | (5,707) | (6,505) |
| National fiscal stabilization levy paid | (1,387) | (1,580) | (925) | (1,039) |
| Financial Sector recovery levy paid | (1,387) | (1,387) | - | - |
| Net cash generated from operating activities | (203,327) | (224,137) | 149,292 | 140,414 |
| Cash flows from investing activities | | | | |
| Purchase of property, plant and equipment | (3,567) | (5,804) | (5,862) | (5,953) |
| Proceeds from sale of property, plant and equipment | 249 | 249 | - | - |
| Purchase of investment securities at amortised cost | (2,839,859) | (2,894,477) | (413,490) | (413,490) |
| Sale of investment securities at amortised cost | 2,757,614 | 2,835,298 | 261,334 | 270,321 |
| Proceeds from sale of investment securities / interest received - FVTPL | 7,015 | 7,015 | 111 | 111 |
| Purchase of investment securities - FVTPL | - | - | (10,000) | (10,000) |
| Net cash used in investing activities | (78,548) | (57,719) | (167,907) | (159,011) |
| Cash flows from financing activities | | | | |
| Redemption of bonds | - | - | (12,200) | (12,200) |
| Proceeds from bonds issued | - | - | 12,000 | 12,000 |
| Repayment of borrowings | (33,305) | (33,305) | (14,033) | (14,033) |
| Net cash generated from financing activities | (33,305) | (33,305) | (14,233) | (14,233) |
| Decrease in cash and cash equivalents | (315,181) | (315,162) | (32,848) | (32,830) |
| Effect of foreign exch. fluctuations on cash & cash equiv. | 27,319 | 27,319 | 7,137 | 7,137 |
| At 1 January | 946,055 | 946,062 | 906,641 | 906,651 |
| Cash and cash equivalents as at 31 March | 658,193 | 658,219 | 880,930 | 880,958 |

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH, 2022

The Bank-2022

| In thousands of GHS | Stated Capital | Income surplus account | Statutory reserve fund | Revaluation reserve | Housing development assistance reserve | Regulatory credit risk reserve | Total Equity |
|--|----------------|------------------------|------------------------|---------------------|--|--------------------------------|----------------|
| Balance at 1 January 2022 | 401,191 | 24,371 | 192,326 | 24,852 | 744 | 46,448 | 689,932 |
| Profit for the period | - | 27,481 | - | - | - | - | 27,481 |
| Transfers from income surplus to reserves | | | | | | | |
| Transfer to regulatory credit risk reserve | - | (4,000) | - | - | - | 4,000 | - |
| Total transfers | - | (4,000) | - | - | - | 4,000 | - |
| At 31 March 2022 | 401,191 | 47,852 | 192,326 | 24,852 | 744 | 50,448 | 717,413 |

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UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2022

The Bank-2021

| In thousands of GH¢ | Stated Capital | Income surplus account | Statutory reserve fund | Revaluation reserve | Housing development assistance reserve | Regulatory credit risk reserve | Total Equity |
|--|----------------|------------------------|------------------------|---------------------|--|--------------------------------|--------------|
| Balance at 1 January 2021 | 401,191 | (14,477) | 151,476 | 24,852 | 744 | 44,448 | 608,234 |
| Profit for the period | - | 23,586 | - | - | - | - | 23,586 |
| Transfers from income surplus to reserves | | | | | | | |
| Transfer from regulatory credit risk reserve | - | - | - | - | - | - | - |
| Total transfers | - | - | - | - | - | - | - |
| At 31 March 2021 | 401,191 | 9,109 | 151,476 | 24,852 | 744 | 44,448 | 631,820 |

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH, 2022

The Group-2022

| In thousands of GH¢ | Stated Capital | Income surplus account | Statutory reserve fund | Revaluation reserve | Housing development assistance reserve | Regulatory credit risk reserve | Non-controlling interest | Total Equity |
|--|----------------|------------------------|------------------------|---------------------|--|--------------------------------|--------------------------|--------------|
| Balance at 1 January 2022 | 401,191 | 53,880 | 192,326 | 24,852 | 744 | 46,448.00 | 6,647 | 726,088 |
| Profit for the period | - | 30,049 | - | - | - | - | 649 | 30,698 |
| Transfers from income surplus to reserves | | | | | | | | |
| Transfer to regulatory credit risk reserve | - | (4,000) | - | - | - | 4,000 | - | - |
| Total transfers | - | (4,000) | - | - | - | 4,000 | - | - |
| At 31 March 2022 | 401,191 | 79,929 | 192,326 | 24,852 | 744 | 50,448 | 7,296 | 756,786 |

The Group-2021

| In thousands of GH¢ | Stated Capital | Income surplus account | Statutory reserve fund | Revaluation reserve | Housing development assistance reserve | Regulatory credit risk reserve | Non-controlling interest | Total Equity |
|--|----------------|------------------------|------------------------|---------------------|--|--------------------------------|--------------------------|--------------|
| Balance at 1 January 2021 | 401,191 | 8,495 | 151,476 | 24,852 | 744 | 44,448 | 5,006 | 636,212 |
| Profit for the period | - | 25,272 | - | - | - | - | 300 | 25,572 |
| Transfers from income surplus to reserves | | | | | | | | |
| Transfer from regulatory credit risk reserve | - | - | - | - | - | - | - | - |
| Total transfers | - | - | - | - | - | - | - | - |
| At 31 March 2021 | 401,191 | 33,767 | 151,476 | 24,852 | 744 | 44,448 | 5,306 | 661,784 |

NOTES TO THE UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH, 2022

1. Significant accounting policies

The unaudited consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee ("IFRIC") as adopted by the Institute of Chartered Accountant Ghana (ICAG) and in a manner required by the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) and the Companies Act, 2019, (Act 992).

Basis of preparation

The summary of the Consolidated and Separate Financial Statements have been extracted from the unaudited consolidated and separate financial statements of the Bank and its subsidiaries in accordance with the Bank of Ghana Guide for Financial Publication for Banks & Bank of Ghana (BOG) Licensed Financial Institutions.

2. Quantitative Disclosures

| | 2022 | 2021 |
|--|--------|--------|
| a. Capital Adequacy Ratio (CRD) (%) | 24.29 | 25.72 |
| b. Non-Performing Loan (NPL) Ratio (%) | 15.14 | 18.39 |
| c. Liquidity ratio (%) | 152.16 | 151.89 |
| d. Leverage ratio (%) | 13.99 | 13.45 |

3. Qualitative Disclosures

a. Dominant Risks

The Bank is exposed to the following risks:

- Credit Risk
- Liquidity Risk
- Operational Risk
- Market Risk

The Board of Directors established the Bank's Risk Management Frameworks and Assets and Liabilities Committee (ALCO) to be responsible for the monitoring of the Bank's risks.

The Bank has Risk Management and Compliance Department which have policy and procedure manuals which have been instituted by the Board of Directors and Management. A comprehensive departmental manual has established a framework within which Management effectively manages and controls risks. The tasks involve in the risk management functions are to identify, define, measure, control, monitor and mitigate potential events that could impair the ability of the Group to generate stable and sustainable financial results from its operations.

b. Risk management, compliance frameworks and measurement

All risks are qualitatively and quantitatively evaluated on a recurring basis. Management understands the degree and nature of risk exposures on decisions regarding allocation of resources. Risk assessment is validated by the Risk Department which also tests the effectiveness of risk management activities and makes recommendations for remedial action. The Bank also identifies risk by evaluating the potential impact of internal and external factors, business transactions and positions. Once the risks are identified, various mitigating measures are put in place to regulate the degree of risks involved.

4. Defaults in statutory liquidity and accompanying sanctions

| | 2022 | 2021 |
|--|------|------|
| Default in Statutory Liquidity (Times) | Nil | Nil |
| Default in Statutory Liquidity Sanctions (GHS'000) | Nil | Nil |

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



Charles William Zwennes
Chairman



Farid Antar
Managing Director