United Bank for Africa (Ghana) Limited Unaudited Condensed Financial Statements for the Three Months Ended 31 March 2019



(All amounts are expressed in thousands of Ghana cedis unless otherwise stated)

| | March 2019 | March 2018 |
|--|------------|------------|
| Interest income | 107,246 | 107,521 |
| Interest expense | (34,405) | (40,572) |
| Net interest income | 72,841 | 66,949 |
| Fees and commission income | 10,482 | 11,457 |
| Fees and commission expense | (2,650) | (1,349) |
| Net fees and commission income | 7,832 | 10,108 |
| Net trading and revaluation income | 16,461 | 6,835 |
| Other operating income | 25 | 99 |
| Net trading and other income | 16,486 | 6,934 |
| Net operating income | 97,159 | 83,991 |
| Allowance for credit losses on financial assets | (2,472) | (1,168) |
| Employee benefit expenses | (10,569) | (12,607) |
| Depreciation and amortisation | (895) | (948) |
| Other operating expenses | (16,425) | (16,211) |
| Profit before income tax | 66,798 | 53,057 |
| Income tax expense | (19,521) | (14,548) |
| Profit for the period | 47,277 | 38,509 |
| Other comprehensive income | | |
| Items that will be reclassified to the income statement: | | |
| Fair value changes on financial assets at fair value through other comprehensive income (net of tax) | (214) | (190) |
| Total comprehensive income for the period | 47,063 | 38,319 |

UNAUDITED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2019

(All amounts are expressed in thousands of Ghana cedis unless otherwise stated)

| | March 2019 | March 2018 | Equity | | | | | |
|---|-----------------|----------------------|--|-------------------|-------------------|-----------------------|-----------------------|-------------|
| Cash flows from operating activities | Warch 2019 | Warch 2018 | Stated capital | | | 40 | 0,000 | 74,659 |
| Profit before income tax | 66,798 | 53,057 | Income surplus | | | 7 | 3,526 | 287,925 |
| Adjustments for: | 00,100 | 00,001 | Fair value reserve | | | | 552 | (584) |
| Depreciation and amortisation | 895 | 948 | Statutory reserve | | | 21 | 3,981 | 194,992 |
| Allowance for credit loss on loans to customers | 2,400 | 1,168 | | | | | , | , |
| Allowance for credit loss on other assets | 72 | - | Total equity | | | | 8,059 | 556,992 |
| Gain on disposal of property and equipment | | (96) | Total liabilities and equity | | | 3,62 | 6,114 | 3,420,953 |
| Write-off of property and equipment | 8 | - | | | | | | |
| Foreign currency exchange difference on borrowings | 6,175 | (1,591) | UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2019 | | | | | |
| Net interest income | (72,841) | (66,949) | (All amounts are expressed in thousands | of Ghana cedis un | less otherwise s | tated) | | |
| | 3,507 | (13,463) | | | | | | |
| Change in operating assets and liabilities | | | For the three months ended 31 March | 2019 | | | | |
| Change in mandatory reserve deposits | (25,786) | (27,144) | | Chatad | Income | Ctotutowy | Fairvalue | |
| Change in loans and advances to customers | (53,226) | 193,414 | | Stated capital | Income surplus | Statutory reserves | Fair value reserve | Total |
| Change in other assets | 56,573 | (18,140) | | | | | | |
| Change in deposits from banks | (266,804) | 72,759 | At 31 December 2018 | 400,000 | 27,079 | 213,981 | 766 | 641,826 |
| Change in deposits from customers | 257,863 | 271,441 | Changes on initial application of | | | | | |
| Change in other liabilities | (4,341) | 6,110 | IFRS 16 | - | (830) | - | - | (830) |
| Interest received | 107,246 | 107,521 | At 1 January 2019 | 400,000 | 26,249 | 213,981 | 766 | 640,996 |
| Interest paid | (34,405) | (40,572) | | | , | | | |
| Income tax paid | (19,367) | (24,256) | Profit for the period | - | 47,277 | - | - | 47,277 |
| Net cash from operating activities | 21,260 | 527,670 | Other comprehensive income | - | | - | (214) | (214) |
| Cash flows from investing activities | | | Total comprehensive income for | | | | (/ | () |
| Purchase of investment securities | (878,081) | (314,982) | the period | - | 47,277 | - | (214) | 47,063 |
| Proceeds from sale/redemption of investment securities | 892,956 | 6,154 | Transfer between reserves | _ | | - | | _ |
| Purchase of property and equipment | (1,860) | (696) | | | | | | |
| Proceeds from sale of property and equipment | (_,, | 96 | At 31 March 2019 | 400,000 | 73,526 | 213,981 | 552 | 688,059 |
| Net cash used in investing activities | 13,015 | (309,428) | | | | | | |
| | 20,020 | (000, 120) | For the three months ended 31 March | 2018 | | | | |
| Cash flows from financing activities | | | | Stated | Income | Statutory | Fair value | Total |
| Proceeds from borrowings | | 110,454 | | capital | surplus | reserves | reserve | |
| Net cash from (used in) financing activities | - | 110,454 | | | | | | |
| Net decrease in cash and cash equivalents | 34,275 | 328,696 | At 31 December 2017 | 74,659 | 279,799 | 194,992 | (676) | 548,774 |
| Cash and cash equivalents at 1 January | 434,429 | 1,309,468 | Changes on initial application of | _ | (30,383) | _ | 282 | (30,101) |
| Cash and cash equivalents at 31 March | 468,704 | 1,638,164 | IFRS 9 | | | | | |
| Cash and cash equivalents for the purpose of statement of | | | At 1 January 2018 | 74,659 | 249,416 | 194,992 | (394) | 518,673 |
| cashflow comprises: | | | Profit for the period | - | 38,509 | - | | 38,509 |
| Cash and balances with Bank of Ghana | 445,519 | 260,778 | | | | | | |
| Due from other banks | 259,805 | 279,871 | Other comprehensive income | - | | - | (190) | (190) |
| | 705,324 | 540,649 | Total comprehensive income for the period | | 38,509 | | (190) | 38,319 |
| Mandatory deposit reserve | (237,258) | (234,511) | | | | | | |
| Short term treasury bills | 468,066 638 | 306,138 1,332,026 | Transfer between reserves | - | - | - | - | - |
| | 468,704 | | At 31 March 2018 | 74,659 | 287,925 | 194,992 | (584) | 556,992 |
| Cash and cash equivalents at 31 March | 400,704 | 1,638,164 | | | | | | |
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| | | | | | | | | |

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019

(All amounts are expressed in thousands of Ghana cedis unless otherwise stated)

| | March 2019 | March 2018 |
|--|------------|------------|
| Assets | | |
| Cash and cash equivalents | 705,324 | 540,649 |
| Investment securities: | | |
| - At amortised cost | 1,463,083 | 1,821,098 |
| - At fair value through other comprehensive income | 692,306 | 99,163 |
| Loans and advances to customers | 685,033 | 873,880 |
| Other assets | 18,419 | 48,942 |
| Property and equipment | 57,305 | 28,741 |
| Intangible assets | 1,144 | 993 |
| Income tax asset | 2,864 | 5,225 |
| Deferred tax asset | 636 | 2,262 |
| Total assets | 3,626,114 | 3,420,953 |
| | | |

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| Liabilities | | |
|-------------------------|-----------|-----------|
| Deposits from customers | 2,372,581 | 2,345,113 |
| Deposits from banks | 314,743 | 328,358 |
| Borrowings | 130,106 | 111,300 |
| Other liabilities | 120,625 | 78,647 |
| Deferred tax liability | - | 543 |
| Total liabilities | 2,938,055 | 2,863,961 |

| Equity | | |
|------------------------------|-----------|-----------|
| Stated capital | 400,000 | 74,659 |
| Income surplus | 73,526 | 287,925 |
| Fair value reserve | 552 | (584) |
| Statutory reserve | 213,981 | 194,992 |
| Total equity | 688,059 | 556,992 |
| Total liabilities and equity | 3,626,114 | 3,420,953 |

| Change in mandatory reserve deposits | (25,786) | (27,144) | | Stated | Incomo | Statutory | Fair value | |
|---|---|-----------|--|-------------------|-------------------|-----------------------|------------|----------|
| Change in loans and advances to customers | (53,226) | 193,414 | | capital | Income surplus | Statutory reserves | reserve | Total |
| Change in other assets | 56,573 | (18,140) | | | | | | |
| Change in deposits from banks | (266,804) | 72,759 | At 31 December 2018 | 400,000 | 27,079 | 213,981 | 766 | 641,826 |
| Change in deposits from customers | 257,863 | 271,441 | Changes on initial application of | | | | | |
| Change in other liabilities | (4,341) | 6,110 | IFRS 16 | - | (830) | - | - | (830) |
| Interest received | 107,246 | 107,521 | At 1 January 2019 | 400,000 | 26,249 | 213,981 | 766 | 640,996 |
| Interest paid | (34,405) | (40,572) | | , | -, - | - , | | , |
| Income tax paid | (19,367) | (24,256) | Profit for the period | - | 47,277 | - | - | 47,277 |
| Net cash from operating activities | 21,260 | 527,670 | Other comprehensive income | | | | (21.4) | (014) |
| | | | Other comprehensive income | - | | - | (214) | (214) |
| Cash flows from investing activities | | | Total comprehensive income for the period | - | 47,277 | | (214) | 47,063 |
| Purchase of investment securities | (878,081) | (314,982) | | | | | | |
| Proceeds from sale/redemption of investment securities | 892,956 | 6,154 | Transfer between reserves | - | - | - | - | - |
| Purchase of property and equipment | (1,860) | (696) | At 31 March 2019 | 400,000 | 73,526 | 213,981 | 552 | 688,059 |
| Proceeds from sale of property and equipment | - | 96 | | 100,000 | | ===0,00= | | |
| Net cash used in investing activities | 13,015 | (309,428) | | 0010 | | | | |
| | | | For the three months ended 31 March | | Incomo | Statutory | Fair value | Total |
| Cash flows from financing activities | | | | Stated capital | Income surplus | Statutory reserves | reserve | TOTAL |
| Proceeds from borrowings | - | 110,454 | | | | | | |
| Net cash from (used in) financing activities | - | 110,454 | | | | | | |
| Net decrease in cash and cash equivalents | 34,275 | 328,696 | At 31 December 2017 | 74,659 | 279,799 | 194,992 | (676) | 548,774 |
| Cash and cash equivalents at 1 January | 434,429 | 1,309,468 | Changes on initial application of IFRS 9 | - | (30,383) | - | 282 | (30,101) |
| Cash and cash equivalents at 31 March | 468,704 | 1,638,164 | At 1 January 2018 | 74,659 | 249,416 | 194,992 | (394) | 518,673 |
| Cash and cash equivalents for the purpose of statement of | | | | | | | | |
| cashflow comprises: Cash and balances with Bank of Ghana | <i>44</i> E E10 | 260,778 | Profit for the period | - | 38,509 | - | - | 38,509 |
| Due from other banks | 445,519 259,805 | 279,871 | Other comprehensive income | - | | - | (190) | (190) |
| | 705,324 | 540,649 | · · · · · · · · · · · · · · · · · · · | | | | () | () |
| Mandatory deposit reserve | (237,258) | (234,511) | Total comprehensive income for the period | | 38,509 | - | (190) | 38,319 |
| | 468,066 | 306,138 | Transfer between reserves | | | | | |
| Short term treasury bills | 638 | 1,332,026 | | - | | - | - | |
| Cash and cash equivalents at 31 March | 468,704 | 1,638,164 | At 31 March 2018 | 74,659 | 287,925 | 194,992 | (584) | 556,992 |
| | | | | | | | | |
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