

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2022**

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

	March 2022	March 2021
Interest income	143,359	107,847
Interest expense	(49,733)	(33,425)
<b>Net interest income</b>	<b>93,626</b>	<b>74,422</b>
Fees and commission income	16,157	19,130
Fees and commission expense	(5,936)	(3,109)
<b>Net fees and commission income</b>	<b>10,221</b>	<b>16,021</b>
Net trading and revaluation income	21,236	7,770
Other operating income	20	2
<b>Net trading and other income</b>	<b>21,256</b>	<b>7,772</b>
<b>Net operating income</b>	<b>125,103</b>	<b>98,215</b>
Allowance for credit losses on financial assets	(26,305)	(12,880)
Personnel expenses	(17,537)	(14,736)
Depreciation and amortization	(3,008)	(1,191)
Other operating expenses	(22,952)	(14,176)
<b>Profit before income tax</b>	<b>55,301</b>	<b>55,232</b>
Income tax expense	(19,319)	(16,678)
<b>Profit for the period</b>	<b>35,982</b>	<b>38,555</b>
<b>Other comprehensive income</b>		
<i>Items that will be reclassified to the income statement</i>		
Net change to fair value during the year (net of tax)	-	725
<b>Total comprehensive income for the period</b>	<b>35,982</b>	<b>39,280</b>
<b>Basic and diluted earnings per share</b>	<b>0.005</b>	<b>0.005</b>

**UNAUDITED STATEMENT OF CASHFLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2022**

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

	March 2022	March 2021
<b>Cash flows from operating activities</b>		
Profit before income tax	55,301	55,233
<i>Adjustments for:</i>		
Depreciation and amortisation	3,008	1,191
Allowance for credit losses on financial assets	26,305	12,880
Loss/(gain) on disposal of property and equipment	-	6
Net interest income	(93,626)	(74,422)
	(9,012)	(5,112)
<b>Change in operating assets and liabilities</b>		
Change in mandatory reserve deposits	(39,358)	(21,388)
Change in loans and advances to customers	(48,986)	161,048
Change in other assets	(286,281)	(28,530)
Change in deposits from banks	(59,050)	(17,424)
Change in deposits from customers	393,576	213,876
Change in other liabilities	15,250	8,744
<b>Interest received</b>	<b>143,359</b>	<b>107,847</b>
Interest paid	(49,733)	(33,425)
Income tax paid	(18,278)	(19,053)
<b>Net cash (used)/from operating activities</b>	<b>41,487</b>	<b>366,583</b>
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(46,919,839)	(1,083,562)
Proceeds from sale/redemption of investment securities	46,781,093	673,665
Purchase of property and equipment	(2,024)	(2,221)
<b>Net cash from investing activities</b>	<b>(140,770)</b>	<b>(412,118)</b>
<b>Net cash from investing activities</b>		
<b>Cash flows from financing activities</b>		
<b>Net cash from financing activities</b>		
<b>Net decrease in cash and cash equivalents</b>	<b>(99,283)</b>	<b>(45,535)</b>
<b>Cash and cash equivalents at 1 January</b>	<b>798,120</b>	<b>779,309</b>
<b>Cash and cash equivalents at 31 March</b>	<b>698,837</b>	<b>733,774</b>
<i>Cash and cash equivalents for purposes of the statements of cash flows comprises:</i>		
Cash and balances with Bank of Ghana	212,922	337,384
Due from other banks less than 90 days	791,624	580,210
	1,004,546	917,594
Mandatory deposit reserve	(446,907)	(300,064)
	557,639	617,530
Short term treasury bills	141,198	116,244
<b>Cash and cash equivalents at 31 March</b>	<b>698,837</b>	<b>733,774</b>

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022**

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

	March 2022	March 2021
<b>Assets</b>		
Cash and bank balances	1,004,546	917,594
Investment securities:		
- At amortised cost	2,893,888	515,302
- At fair value through other comprehensive income	2,678	1,630,547
Loans and advances to customers	1,055,201	934,528
Other assets	717,640	122,410
Property and equipment	62,527	68,402
Intangible assets	1,531	659
Income tax asset	3,977	2,375
Deferred tax asset	13,452	2,804
<b>Total assets</b>	<b>5,755,440</b>	<b>4,194,621</b>
<b>Liabilities</b>		
Deposits from customers	4,469,074	3,000,641
Deposits from banks	-	55,020
Other liabilities	117,703	107,932
<b>Total liabilities</b>	<b>4,586,777</b>	<b>3,163,593</b>
<b>Equity</b>		
Stated capital	400,000	400,000
Income surplus	431,652	313,178
Fair value reserve	14	1,571
Credit risk reserve	-	5,084
Statutory reserve	336,997	311,195
<b>Total equity</b>	<b>1,168,663</b>	<b>1,031,028</b>
<b>Total liabilities and equity</b>	<b>5,777,440</b>	<b>4,194,621</b>

**UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2022**

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

For the three months ended 31 March 2022

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Fair value reserve	Total
<b>At 31 December 2021</b>	<b>400,000</b>	<b>395,670</b>	<b>336,997</b>	<b>-</b>	<b>14</b>	<b>1,132,681</b>
Profit for the period	-	35,982	-	-	-	35,982
Net change in fair value during the year (net of tax)	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>35,982</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,982</b>
<b>Total transfer between reserves</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>At 31 March 2022</b>	<b>400,000</b>	<b>431,652</b>	<b>336,997</b>	<b>0</b>	<b>14</b>	<b>1,168,663</b>

For the three months ended 31 March 2021

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Fair value reserve	Total
<b>At 31 December 2020</b>	<b>400,000</b>	<b>289,346</b>	<b>301,556</b>	<b>-</b>	<b>846</b>	<b>991,748</b>
Profit for the period	-	38,555	-	-	-	38,555
Other comprehensive income	-	-	-	-	725	725
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>38,555</b>	<b>-</b>	<b>-</b>	<b>725</b>	<b>39,280</b>
<b>Transfer between reserves:</b>	<b>-</b>	<b>(14,722)</b>	<b>9,639</b>	<b>5,084</b>	<b>-</b>	<b>-</b>
<b>At 31 March 2021</b>	<b>400,000</b>	<b>313,178</b>	<b>311,195</b>	<b>5,084</b>	<b>1,571</b>	<b>1,031,028</b>

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2022**

**1. Reporting Entity**

United Bank for Africa (Ghana) Limited ("the Bank") is a limited liability company and is incorporated and domiciled in Ghana. The registered office is Heritage Towers, Ambassadorial Enclave, Accra. The Bank operates under the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

The Bank is a subsidiary of United Bank for Africa Plc of Nigeria and provides retail, corporate banking and investment banking services.

**2. Basis of Preparation and Significant Accounting Policies**

The condensed financial statements have been prepared in accordance with IAS 34 (Interim Financial Reporting) as issued by the International Accounting Standards Board (IASB). Additional information required under the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) have been included where appropriate.

The accounting policies adopted in the preparation of these condensed financial statements are consistent with those applied in the preparation of the Bank's annual financial statements for the year ended 31 December 2021. The Bank has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

These financial statements are presented in Ghana Cedi which is the Bank's functional currency.

**3. Quantitative Disclosures**

	March 2022	March 2021
Capital adequacy ratio	21.02%	24.3%
Common equity tier 1 ratio	20.24%	24.4%
Leverage ratio	13.61%	15.4%
Liquidity ratio	66.88%	83.6%
Gross Non-Performing Loan Ratio	28.03%	44.8%

**4. Qualitative Disclosures**

The Bank's activities expose it to a variety of risks such as credit risk, liquidity risk, operational risks and market risks.

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established a Risk Management Committee in support of their risk oversight objectives and responsibilities. There is also a Risk Management Department which has responsibility for the implementation of the Bank's risk control principles, frameworks and processes across the entire risk spectrum.

The Bank's risk management policies are established to identify and analyse the risks faced by the Bank, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered. The Bank, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees understand their roles and obligations.

**5. Defaults in prudential requirements and accompanying sanctions**

	March 2022	March 2021
Default in statutory liquidity	Nil	Nil
Sanctions (GHS)	-	-
Default in prudential requirement (times)	1	Nil
Sanctions (GHS)	60,000	-

Kweku Awotwi  
Board Chairman

Chris Ofikulu  
Managing Director/CEO