

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2022**

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

	June 2022	June 2021
Interest income	310,017	228,384
Interest expense	(107,296)	(74,597)
<b>Net interest income</b>	<b>202,721</b>	<b>153,787</b>
Fees and commission income	33,761	35,679
Fees and commission expense	(11,643)	(7,063)
<b>Net fees and commission income</b>	<b>22,118</b>	<b>28,616</b>
Net trading and revaluation income	50,030	19,799
Other operating income	119	898
<b>Net trading and other income</b>	<b>50,149</b>	<b>20,697</b>
<b>Net operating income</b>	<b>274,988</b>	<b>203,100</b>
Allowance for credit losses on financial assets	(71,282)	(23,756)
Personnel expenses	(36,960)	(28,583)
Depreciation and amortization	(6,144)	(5,774)
Other operating expenses	(44,955)	(23,997)
<b>Profit before income tax</b>	<b>115,647</b>	<b>120,990</b>
Income tax expense	(37,317)	(38,571)
<b>Profit for the year</b>	<b>78,330</b>	<b>82,419</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)	-	1,734
<b>Total comprehensive income for the period</b>	<b>78,330</b>	<b>84,153</b>
<b>Basic and diluted earnings per share</b>	<b>0.01</b>	<b>0.01</b>

**UNAUDITED STATEMENT OF CASHFLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2022**

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

	June 2022	June 2021
<b>Cash flows from operating activities</b>		
Profit before income tax	115,647	120,990
<i>Adjustments for:</i>		
Depreciation and amortisation	6,144	5,774
Allowance for credit loss on financial assets	71,282	23,756
Gain on disposal of property and equipment	93	(2)
Write-off of property and equipment	309	650
Net interest income	(202,721)	(153,787)
	(9,246)	(2,619)
<b>Change in operating assets and liabilities</b>		
Change in mandatory reserve deposits	(20,058)	(73,663)
Change in loans and advances to customers	(207,398)	148,696
Change in other assets	332,181	(124,103)
Change in deposits from banks	(22,523)	(72,444)
Change in deposits from customers	200,582	736,627
Change in other liabilities	4,327	290
Interest received	310,017	228,384
Interest paid	(107,296)	(74,597)
Income tax paid	(36,556)	(42,210)
<b>Net cash used in operating activities</b>	<b>444,030</b>	<b>724,361</b>
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(1,555,627)	(1,633,362)
Proceeds from sale/redemption of investment securities	1,313,076	1,045,427
Purchase of property and equipment	(4,410)	(4,485)
Proceeds from sale of property and equipment	-	(41)
Purchase of intangible assets	(590)	(18)
<b>Net cash from investing activities</b>	<b>(247,551)</b>	<b>(592,479)</b>
<b>Cash flows from financing activities</b>		
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>196,479</b>	<b>131,882</b>
<b>Cash and cash equivalents at 1 January</b>	<b>798,120</b>	<b>779,309</b>
<b>Cash and cash equivalents at 30 June</b>	<b>994,599</b>	<b>911,191</b>
<i>Cash and cash equivalents for the purpose of statement of cashflow comprises:</i>		
Cash and balances with Bank of Ghana	582,448	611,225
Due from other banks less than 90 days	741,183	553,790
	1,323,631	1,165,015
Less Mandatory reserve	(427,608)	(352,339)
	896,023	812,676
Short term treasury bills	98,576	98,515
<b>Cash and cash equivalents at 30 June</b>	<b>994,599</b>	<b>911,191</b>

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022**

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

	June 2022	June 2021
<b>Assets</b>		
Cash and bank balances	1,323,631	1,165,015
Investment securities:		
- At amortised cost	2,957,748	2,032,260
- At fair value through other comprehensive income	-	267,241
Loans and advances to customers	1,168,635	936,003
Other assets	106,972	227,052
Property and equipment	61,517	66,084
Intangible assets	1,958	624
Income tax asset	-	2,100
Deferred tax asset	13,452	3,045
<b>Total assets</b>	<b>5,633,913</b>	<b>4,699,424</b>
<b>Liabilities</b>		
Deposits from customers	4,276,080	3,523,391
Deposits from banks	36,526	-
Other liabilities	108,170	101,132
Current Tax Liability	2,125	-
<b>Total liabilities</b>	<b>4,422,901</b>	<b>3,623,523</b>
<b>Equity</b>		
Stated capital	400,000	400,000
Income surplus	474,000	364,645
Fair value reserve	14	2,580
Credit risk reserve	-	7,120
Statutory reserve	336,998	301,556
<b>Total equity</b>	<b>1,211,012</b>	<b>1,075,901</b>
<b>Total liabilities and equity</b>	<b>5,633,913</b>	<b>4,699,424</b>

**UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2022**

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

**For the six months ended 30 June 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>336,998</b>	<b>-</b>	<b>14</b>	<b>1,132,682</b>
Profit for the period	-	78,330	-	-	-	78,330
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>78,330</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>78,330</b>
Transfer between reserves	-	-	-	-	-	-
<b>At 30 June 2022</b>	<b>400,000</b>	<b>474,000</b>	<b>336,998</b>	<b>-</b>	<b>14</b>	<b>1,211,012</b>

**For the six months ended 30 June 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>284,263</b>	<b>301,556</b>	<b>-</b>	<b>846</b>	<b>986,665</b>
Profit for the period	-	82,419	-	-	-	82,419
Other comprehensive income	-	-	-	-	1,734	1,734
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>82,419</b>	<b>-</b>	<b>-</b>	<b>1,734</b>	<b>84,153</b>
Transfer between reserves	-	(2,037)	-	7,120	-	5,083
<b>At 30 June 2021</b>	<b>400,000</b>	<b>364,645</b>	<b>301,556</b>	<b>7,120</b>	<b>2,580</b>	<b>1,075,901</b>

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2022**

**1. Reporting Entity**

United Bank for Africa (Ghana) Ltd. ("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**

	June 2022	June 2021
Capital adequacy ratio	24.75%	24.94%
Common equity tier 1 ratio	22.79%	24.4%
Leverage ratio	13.93%	15.4%
Liquidity ratio	73.87%	84.44%
Gross Non-Performing Loan Ratio	27.44%	27.66%

**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

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

  
 Kweku Awotwi  
 Board Chairman

  
 Chris Ofikulu  
 MD/CEO