

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2022

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

	Sept 2022	Sept 2021
Interest income	530,274	362,999
Interest expense	(179,190)	(120,872)
Net interest income	351,084	242,127
Fees and commission income	53,492	53,653
Fees and commission expense	(17,265)	(11,759)
Net fees and commission income	36,227	41,894
Net trading and revaluation income	68,025	36,606
Other operating income	142	910
Net trading and other income	68,167	37,516
Operating income	455,478	321,537
Allowance for credit losses on financial assets	(104,466)	(69,114)
Employee benefit expenses	(58,610)	(46,913)
Depreciation and amortisation	(9,377)	(8,774)
Other operating expenses	(68,306)	(36,451)
Profit before income tax	214,719	160,285
Income tax expense	(71,938)	(63,607)
Profit for the period	142,781	96,678
Other comprehensive income		
<i>Items that will be reclassified to the income statement:</i>		
Net change in fair value during the year (net of tax)	-	(885)
Total comprehensive income for the period	142,781	95,793
Basic and diluted earnings per share (Ghana cedis)	0.02	0.01

UNAUDITED STATEMENT OF CASHFLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2022

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

	Sept 2022	Sept 2021
Cash flows from operating activities		
Profit before income tax	214,719	160,285
<i>Adjustments for:</i>		
Depreciation and amortisation	9,377	8,774
Allowance for credit losses on financial assets	104,466	69,114
Gain on disposal of property and equipment	114	-
Write-off of property and equipment	309	2,119
Finance cost on lease liabilities	-	975
Net interest income	(351,084)	(242,127)
	(22,099)	(860)
Change in operating assets and liabilities		
Change in mandatory reserve deposits	(46,465)	(88,151)
Change in loans and advances to customers	(356,024)	34,393
Change in other assets	354,692	(150,332)
Change in placements with banks	-	-
Change in deposits from banks	(11,016)	15,936
Change in deposits from customers	464,642	881,515
Change in other liabilities	46,377	8,316
Interest received	530,274	362,999
Interest paid	(179,190)	(120,872)
Income tax paid	(54,834)	(54,126)
Net cash used in operating activities	726,357	888,818
Cash flows from investing activities		
Purchase of investment securities	(2,233,820,467)	(3,488,286)
Proceeds from sale/redemption of investment securities	2,233,650,464	2,494,506
Purchase of property and equipment	(11,660)	(5,497)
Proceeds from sale of property and equipment	-	43
Purchase of intangible assets	(590)	(1,177)
Net cash from investing activities	(182,253)	(1,000,411)
Cash flows from financing activities		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Payments of principal on lease liabilities	-	(3,784)
Net cash used in financing activities	-	(3,784)
Net increase/decrease in cash and cash equivalents	544,104	(115,377)
Cash and cash equivalents at 1 January	798,120	779,309
Cash and cash equivalents at 30 September	1,342,224	663,932
<i>Cash and cash equivalents for the purpose of statement of cashflow comprises:</i>		
Cash and balances with Bank of Ghana	732,343	533,886
Less mandatory deposit reserve	(454,014)	(366,828)
	278,329	167,058
Due from other banks	1,039,970	336,639
Short term treasury bills	23,925	160,235
Cash and cash equivalents at 30 September	1,342,224	663,932

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

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

	Sept 2022	Sept 2021
Assets		
Cash and bank balances	1,772,314	870,526
Investment securities:		
- At amortised cost	2,810,549	2,506,937
- At fair value through other comprehensive income	-	259,607
Loans and advances to customers	1,284,077	1,004,949
Other assets	68,097	239,494
Property and equipment	65,696	64,212
Intangible assets	1,796	1,683
Income tax asset	-	271
Deferred tax asset	13,452	3,340
Total assets	6,015,981	4,951,019
Liabilities		
Deposits from customers	4,540,140	3,668,279
Deposits from banks	48,034	88,380
Other liabilities	136,422	106,819
Current tax liability	15,922	-
Total liabilities	4,740,518	3,863,478
Equity		
Stated capital	400,000	400,000
Income surplus	538,451	378,904
Fair value reserve	14	(39)
Credit risk reserve	-	7,120
Statutory reserve	336,998	301,556
Total equity	1,275,463	1,087,541
Total liabilities and equity	6,015,981	4,951,019

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2022

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

For the nine months ended 30 September 2022

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Fair value reserve	Total
At 31 December 2021	400,000	395,670	336,998	-	14	1,132,682
Profit for the period	-	142,781	-	-	-	142,781
Net change in fair value during the year (net of tax)	-	-	-	-	-	-
Total comprehensive income for the period	-	142,781	-	-	-	142,781
Transfer between reserves	-	-	-	-	-	-
At 30 September 2022	400,000	538,451	336,998	-	14	1,275,463

For the nine months ended 30 September 2021

	Stated capital	Income surplus	Statutory reserve	Credit risk reserve	Fair value reserve	Total
At 31 December 2020	400,000	289,346	301,556	-	846	991,748
Profit for the period	-	96,678	-	-	-	96,678
Net change in fair value during the year (net of tax)	-	-	-	-	(885)	(885)
Total comprehensive income for the period	-	96,678	-	-	(885)	95,793
Transfer between reserves	-	(7,120)	-	7,120	-	-
At 30 September 2021	400,000	378,904	301,556	7,120	(39)	1,087,541

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 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).

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 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

	Sept 2022	Sept 2021
Capital adequacy ratio	23.33%	23.38%
Common equity tier 1 ratio	21.33%	21.38%
Leverage ratio	12.17%	14.33%
Liquidity ratio	77.10%	87.99%
Non-performing loans ratio	18.31%	40.41%

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

	Sept 2022	Sept 2021
Default in statutory liquidity	Nil	Nil
Sanctions (GHS '000)	-	-
Default in prudential requirement (times)	2	Nil
Sanctions (GHS '000)	468	-

Kweku Andoh Awotwi
Board Chairman

Chris Ofikulu
MD/CEO