

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023**

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

	Sept 2023	Sept 2022
Interest income	791,686	530,274
Interest expense	(217,251)	(179,190)
<b>Net interest income</b>	<b>574,435</b>	<b>351,084</b>
Fees and commission income	67,768	53,492
Fees and commission expense	(18,867)	(17,265)
<b>Net fees and commission income</b>	<b>48,901</b>	<b>36,227</b>
Net trading and revaluation income	63,493	68,025
Other operating income	30	142
<b>Net trading and other income</b>	<b>63,523</b>	<b>68,167</b>
<b>Operating income</b>	<b>686,859</b>	<b>455,478</b>
Allowance for credit losses on financial assets	(155,636)	(104,466)
Employee benefit expenses	(79,238)	(58,610)
Depreciation and amortisation	(11,591)	(9,377)
Other operating expenses	(85,816)	(68,306)
<b>Profit before income tax</b>	<b>354,578</b>	<b>214,719</b>
Income tax expense	(121,099)	(71,938)
<b>Profit for the period</b>	<b>233,479</b>	<b>142,781</b>
<b>Other comprehensive income</b>		
<i>Items that will be reclassified to the income statement:</i>		
Net change in fair value during the period (net of tax)	-	-
<b>Total comprehensive income for the period</b>	<b>233,479</b>	<b>142,781</b>
Basic and diluted earnings per share (Ghana cedis)	0.02	0.02

**UNAUDITED STATEMENT OF CASHFLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023**

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

	Sept 2023	Sept 2022
<b>Cash flows from operating activities</b>		
Profit before income tax	354,578	214,719
<i>Adjustments for:</i>		
Depreciation and amortisation	11,591	9,377
Allowance for credit losses on financial assets	155,636	104,466
Gain on disposal of property and equipment	-	114
Write-off of property and equipment	-	309
Net interest income	(574,435)	(351,084)
	(52,630)	(22,099)
<b>Change in operating assets and liabilities</b>		
Change in mandatory reserve deposits	(186,701)	(46,465)
Change in loans and advances to customers	140,802	(356,024)
Change in other assets	118,290	354,692
Change in deposits from banks	(72,940)	(11,016)
Change in deposits from customers	161,796	464,642
Change in other liabilities	(47,643)	46,377
Interest received	791,686	530,274
Interest paid	(217,251)	(179,190)
Income tax paid	(175,099)	(54,834)
<b>Net cash used in operating activities</b>	<b>460,310</b>	<b>726,357</b>
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(6,566,655)	(2,233,820,467)
Proceeds from sale/redemption of investment securities	5,617,824	2,233,650,464
Purchase of property and equipment	(7,834)	(11,660)
Proceeds from sale of property and equipment	38	-
Purchase of intangible assets	-	(590)
<b>Net cash from investing activities</b>	<b>(956,627)</b>	<b>(182,253)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Payments of principal on lease liabilities	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>(496,317)</b>	<b>544,104</b>
<b>Cash and cash equivalents at 1 January</b>	<b>1,882,049</b>	<b>798,120</b>
<b>Cash and cash equivalents at 30 September</b>	<b>1,385,732</b>	<b>1,342,224</b>
<i>Cash and cash equivalents for the purpose of statement of cashflow comprises:</i>		
Cash and balances with Bank of Ghana	1,140,380	732,343
Less mandatory deposit reserve	(660,326)	(454,014)
	480,054	278,329
Due from other banks	325,698	1,039,970
Short term treasury bills	579,980	23,925
<b>Cash and cash equivalents at 30 September</b>	<b>1,385,732</b>	<b>1,342,224</b>

**UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

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

	Sept 2023	Sept 2022
<b>Assets</b>		
Cash and bank balances	1,466,078	1,772,314
Investment securities:		
- At amortised cost	3,406,229	2,810,549
- At fair value through other comprehensive income	-	-
Loans and advances to customers	1,309,825	1,284,077
Other assets	101,843	68,097
Property and equipment	67,857	65,696
Intangible assets	1,488	1,796
Income tax asset	41,620	-
Deferred tax asset	89,805	13,452
<b>Total assets</b>	<b>6,484,745</b>	<b>6,015,981</b>
<b>Liabilities</b>		
Deposits from customers	4,898,048	4,540,140
Deposits from banks	-	48,034
Other liabilities	161,953	136,422
Current Tax Liability	-	15,922
<b>Total liabilities</b>	<b>5,060,001</b>	<b>4,740,518</b>
<b>Equity</b>		
Stated capital	400,000	400,000
Retained Earnings	672,848	538,451
Fair value reserve	-	14
Statutory reserve	351,896	336,998
<b>Total equity</b>	<b>1,424,744</b>	<b>1,275,463</b>
<b>Total liabilities and equity</b>	<b>6,484,745</b>	<b>6,015,981</b>

**UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023**

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

For the nine months ended 30 September 2023

	Stated capital	Retained Earnings	Statutory reserve	Credit risk reserve	Fair value reserve	Total
<b>At 31 December 2022</b>	<b>400,000</b>	<b>439,369</b>	<b>351,896</b>	<b>-</b>	<b>-</b>	<b>1,191,265</b>
Profit for the period	-	233,479	-	-	-	233,479
Net change in fair value during the year (net of tax)	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>233,479</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>233,479</b>
Transfer between reserves	-	-	-	-	-	-
<b>At 30 September 2023</b>	<b>400,000</b>	<b>672,848</b>	<b>351,896</b>	<b>-</b>	<b>-</b>	<b>1,424,744</b>

For the nine months ended 30 September 2022

	Stated capital	Retained Earnings	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	-	142,781	-	-	-	142,781
Net change in fair value during the year (net of tax)	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>142,781</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>142,781</b>
Transfer between reserves	-	-	-	-	-	-
<b>At 30 September 2022</b>	<b>400,000</b>	<b>538,451</b>	<b>336,998</b>	<b>-</b>	<b>14</b>	<b>1,275,463</b>

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2023**

**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 2022. 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**

	Sept 2023	Sept 2022
Capital adequacy ratio	21.30%	23.33%
Common equity tier 1 ratio	18.30%	21.33%
Leverage ratio	10.84%	12.17%
Liquidity ratio	101.77%	77.10%
Non-performing loans ratio	23.26%	18.31%

**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**

	Sept 2023	Sept 2022
Default in statutory liquidity	Nil	Nil
Sanctions (GHS '000)	-	-
Default in prudential requirement (times)	Nil	2
Sanctions (GHS '000)	-	468

Kweku Andoh Awotwi  
Board Chairman

Chris Ofikulu  
MD/CEO