

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH 2024

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

	March 2024	March 2023
Interest income	277,318	281,637
Interest expense	(101,475)	(76,789)
Net interest income	175,843	204,848
Fees and commission income	41,966	21,258
Fees and commission expense	(27,485)	(7,904)
Net fees and commission income	14,481	13,354
Net trading and revaluation income	13,127	26,345
Other operating income	40	24
Net trading and other income	13,167	26,369
Net Operating income	203,491	244,571
Allowance for credit losses on financial assets	8,654	(22,827)
Personnel expenses	(25,586)	(26,645)
Depreciation and amortisation	(4,332)	(3,773)
Other operating expenses	(29,946)	(26,950)
Profit before income tax	152,281	164,376
Income tax expense	(45,713)	(56,334)
Profit for the period	106,568	108,042
Other comprehensive income		
<i>Items that will be reclassified to the income statement:</i>		
Net change in fair value during the period (net of tax)	-	-
Total comprehensive income for the period	106,568	108,042
Basic and diluted earnings per share (Ghana cedis)	0.014	0.015

UNAUDITED STATEMENT OF CASHFLOWS FOR THE THREE MONTHS ENDED 31 MARCH 2024

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

	March 2024	March 2023
Cash flows from operating activities		
Profit before income tax	152,281	164,376
<i>Adjustments for:</i>		
Depreciation and amortisation	4,332	3,773
Allowance for credit losses on financial assets	(8,654)	22,827
Net interest income	(175,843)	(204,848)
	(27,884)	(13,872)
Change in operating assets and liabilities		
Change in mandatory reserve deposits	9,169	(15,696)
Change in loans and advances to customers	214,133	(47,726)
Change in other assets	(58,025)	(290,862)
Change in deposits from banks	-	(72,940)
Change in deposits from customers	(61,126)	156,959
Change in other liabilities	71,770	(34,664)
Interest received	277,318	281,637
Interest paid	(101,475)	(76,789)
Income tax paid	(41,511)	(59,118)
Net cash (used)/from operating activities	282,369	(173,071)
Cash flows from investing activities		
Purchase of investment securities	(1,875,405)	(1,397,554)
Proceeds from sale/redemption of investment securities	1,427,925	1,241,296
Purchase of property and equipment	(4,479)	(4,442)
Net cash from investing activities	(451,959)	(160,700)
Cash flows from financing activities		
	-	-
Net cash from financing activities	-	-
Net increase in cash and cash equivalents	(169,590)	(333,771)
Cash and cash equivalents at 1 January	2,615,911	1,855,756
Cash and cash equivalents at 31 March	2,446,321	1,521,985
<i>Cash and cash equivalents for the purpose of statement of cashflow comprises:</i>		
Cash and balances with Bank of Ghana	588,410	251,394
Add Mandatory reserve	941,599	489,301
	1,530,009	740,695
Due from other banks less than 90 days	916,312	781,290
Cash and cash equivalents at 31 March	2,446,321	1,521,985

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2024

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

	March 2024	March 2023
Assets		
Cash and bank balances	2,446,321	1,521,985
Investment securities:		
- At amortised cost	4,158,323	2,595,167
Loans and advances to customers	936,663	1,569,587
Other assets	221,176	468,230
Property and equipment	72,757	71,926
Intangible assets	1,695	1,863
Income tax asset	30,666	33,200
Deferred tax asset	180,205	89,805
Total assets	8,047,806	6,351,763
Liabilities		
Deposits from customers	6,277,325	4,893,211
Other liabilities	296,804	159,244
Total liabilities	6,574,129	5,052,455
Equity		
Stated capital	400,000	400,000
Retained earnings	592,956	547,412
Credit reserve	84,864	-
Statutory reserve	395,857	351,896
Total equity	1,473,677	1,299,308
Total liabilities and equity	8,047,806	6,351,763

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH 2024

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

For the three months ended 31 March 2024

	Stated capital	Retained Earnings	Statutory reserve	Credit risk reserve	Total
At 31 December 2023	400,000	486,388	395,857	84,864	1,367,109
Profit for the period	-	106,568	-	-	106,568
Total comprehensive income for the period	-	106,568	-	-	106,568
At 31 March 2024	400,000	592,956	395,857	84,864	1,473,677

For the three months ended 31 March 2023

	Stated capital	Retained Earnings	Statutory reserve	Credit risk reserve	Total
At 31 December 2022	400,000	439,370	351,896	-	1,191,266
Profit for the period	-	108,042	-	-	108,042
Total comprehensive income for the period	-	108,042	-	-	108,042
At 31 March 2023	400,000	547,412	351,896	-	1,299,308

NOTES TO THE FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

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 2023. 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

	March 2024	March 2023
Capital adequacy ratio	15.89%	18.23%
Common equity tier 1 ratio	13.95%	16.23%
Leverage ratio	8.43%	9.41%
Liquidity ratio	75.08%	65.36%
Non-performing loans ratio	23.14%	15.50%
Off balance sheet exposure (GHS'M)	1,498	1,182

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 2024	March 2023
Default in statutory liquidity	Nil	Nil
Sanctions (GHS '000)	-	-
Default in prudential requirement (times)	Nil	Nil
Sanctions (GHS '000)	-	-

Kwaku Andoh Awotwi
Board Chairman

Uzochina Molokwu
Managing Director/CEO