

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

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

| | September 2024 | September 2023 |
|--|-----------------|-----------------|
| Interest income | 797,043 | 791,686 |
| Interest expense | (316,844) | (217,251) |
| Net interest income | 480,199 | 574,435 |
| Fees and commission income | 138,194 | 67,768 |
| Fees and commission expense | (93,437) | (18,867) |
| Net fees and commission income | 44,757 | 48,901 |
| Net trading and revaluation income | 50,761 | 63,493 |
| Other operating income | 1,208 | 30 |
| Net trading and other income | 51,969 | 63,523 |
| Net Operating income | 576,925 | 686,859 |
| Allowance for credit losses on financial assets | 12,126 | (155,636) |
| Employee benefit expenses | (74,097) | (79,238) |
| Depreciation and amortisation | (11,814) | (11,591) |
| Other operating expenses | (79,179) | (85,816) |
| Profit before income tax | 423,961 | 354,578 |
| Income tax expense | (120,864) | (121,099) |
| Profit for the period | 303,097 | 233,479 |
| Other comprehensive income | - | - |
| <i>Items that will be reclassified to the income statement:</i> | | |
| Fair value changes on financial assets at fair value through other comprehensive income (net of tax) | - | - |
| Total comprehensive income for the period | 303,097 | 233,479 |
| Basic and diluted earnings per share (Ghana cedis) | 0.041 | 0.032 |

UNAUDITED STATEMENT OF CASHFLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

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

| | September 2024 | September 2023 |
|--|------------------|--------------------|
| Cash flows from operating activities | | |
| Profit before income tax | 423,961 | 354,578 |
| <i>Adjustments for:</i> | | |
| Depreciation and amortisation | 11,814 | 11,591 |
| Allowance for credit loss on loans to customers | 56,084 | 94,063 |
| (Reversal)/allowance for credit loss on investment securities | (68,210) | 61,573 |
| Net interest income | (480,199) | (574,435) |
| | (56,550) | (52,630) |
| Change in operating assets and liabilities | | |
| Change in mandatory reserve deposits | (819,365) | (261,082) |
| Change in loans and advances to customers | (15,506) | 140,802 |
| Change in other assets | (372,263) | 118,300 |
| Change in deposits from banks | 561,995 | (72,940) |
| Change in deposits from customers | 1,561,444 | 422,878 |
| Change in other liabilities | 87,461 | (47,652) |
| Interest received | 797,043 | 791,685 |
| Interest paid | (316,844) | (217,251) |
| Income tax paid | (124,532) | (175,099) |
| Net cash (used)/from operating activities | 1,302,883 | 647,011 |
| Cash flows from investing activities | | |
| Purchase of investment securities | (2,712,356) | (6,566,655) |
| Proceeds from sale/redemption of investment securities | 2,455,962 | 5,537,762 |
| Purchase of property and equipment | (7,186) | (7,834) |
| Proceeds from sale of property and equipment | 9 | 38 |
| Purchase of intangible assets | (507) | - |
| Net cash used in investing activities | (264,078) | (1,036,689) |
| Cash flows from financing activities | | |
| Dividend Paid | (40,000) | - |
| Net cash used in financing activities | (40,000) | - |
| Net Increase/ (decrease) in cash and cash equivalents | 998,805 | (389,678) |
| Cash and cash equivalents at 1 January | 2,615,911 | 1,855,756 |
| Cash and cash equivalents at 30 September | 3,614,716 | 1,466,078 |
| Cash and cash equivalents for the purpose of statement of cash flow | | |
| Cash and balances with Bank of Ghana | 337,213 | 480,054 |
| Add Mandatory reserve | 1,910,631 | 660,326 |
| | 2,247,844 | 1,140,380 |
| Due from other banks less than 90 days | 1,366,872 | 325,698 |
| Cash and cash equivalents at 30 September | 3,614,716 | 1,466,078 |

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

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

| | September 2024 | September 2023 |
|-------------------------------------|------------------|------------------|
| Assets | | |
| Cash and bank balances | 3,614,716 | 1,466,078 |
| Investment securities: | | |
| - At amortised cost | 4,035,447 | 3,406,229 |
| Loans and advances to customers | 1,101,565 | 1,309,825 |
| Other assets | 543,576 | 101,843 |
| Property and equipment | 69,826 | 67,857 |
| Intangible assets | 1,469 | 1,488 |
| Income tax asset | 29,254 | 41,620 |
| Deferred tax asset | 180,205 | 89,805 |
| Total assets | 9,576,058 | 6,484,745 |
| Liabilities | | |
| Deposits from customers | 7,080,530 | 4,898,048 |
| Deposits from banks | 561,995 | - |
| Other liabilities | 303,327 | 161,953 |
| Total liabilities | 7,945,852 | 5,060,001 |
| Equity | | |
| Stated capital | 400,000 | 400,000 |
| Income surplus | 749,485 | 672,848 |
| Credit reserve | 84,864 | - |
| Statutory reserve | 395,857 | 351,896 |
| Total equity | 1,630,206 | 1,424,744 |
| Total liabilities and equity | 9,576,058 | 6,484,745 |

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

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

For the nine months ended 30 September 2024

| | Stated capital | Income surplus | Statutory reserve | Credit risk reserve | Fair value reserve | Total |
|--|----------------|-----------------|-------------------|---------------------|--------------------|------------------|
| At 1 January 2024 | 400,000 | 486,388 | 395,857 | 84,864 | - | 1,367,109 |
| Profit for the period | - | 303,097 | - | - | - | 303,097 |
| Total comprehensive income for the period | - | 303,097 | - | - | - | 303,097 |
| Transactions with owners | | | | | | |
| Dividend paid | - | (40,000) | - | - | - | (40,000) |
| Total transactions with owners | - | (40,000) | - | - | - | (40,000) |
| At 30 September 2024 | 400,000 | 749,485 | 395,857 | 84,864 | - | 1,630,206 |

For the nine months ended 30 September 2023

| | Stated capital | Income surplus | Statutory reserve | Credit risk reserve | Fair value reserve | Total |
|--|----------------|----------------|-------------------|---------------------|--------------------|------------------|
| At 1 January 2024 | 400,000 | 439,369 | 351,896 | - | - | 1,191,265 |
| Profit for the period | - | 233,479 | - | - | - | 233,479 |
| Total comprehensive income for the period | - | 233,479 | - | - | - | 233,479 |
| Transfer between reserves: | | | | | | |
| At 30 September 2023 | 400,000 | 672,848 | 351,896 | - | - | 1,424,744 |

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

| | September 2024 | September 2023 |
|---|----------------|----------------|
| Capital adequacy ratio per Capital Requirements Directive (CRD) | 15.7% | 21.3% |
| Common equity tier 1 ratio | 12.7% | 18.8% |
| Leverage ratio | 8.2% | 10.8% |
| Liquidity ratio | 73.2% | 101.8% |
| Gross Non-Performing Loan Ratio | 13.8% | 23.3% |
| Off-balance sheet exposure (GHS M) | 1,005 | 1,292 |

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

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

Kweku Andoh Awotwi
Board Chairman

Uzoechina Molokwu
Managing Director/CEO