

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2024

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

	June 2024	June 2023
Interest income	545,776	525,356
Interest expense	(215,291)	(143,486)
Net interest income	330,485	381,870
Fees and commission income	92,041	45,635
Fees and commission expense	(58,357)	(15,023)
Net fees and commission income	33,684	30,612
Net trading and revaluation income	34,690	45,431
Other income	43	40
Net trading and other income	34,733	45,471
Operating income	398,902	457,953
Allowance for credit losses on financial assets	5,332	(48,299)
Employee benefit expenses	(52,061)	(53,071)
Depreciation and amortisation	(7,889)	(7,651)
Other operating expenses	(64,927)	(53,410)
Profit before income tax	279,357	295,522
Income tax expense	(79,914)	(102,607)
Profit for the period	199,443	192,915
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	199,443	192,915
Basic and diluted earnings per share	0.03	0.03

UNAUDITED STATEMENT OF CASHFLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2024

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

	June 2024	June 2023
Cash flows from operating activities		
Profit before income tax	279,357	258,222
<i>Adjustments for:</i>		
Depreciation and amortisation	7,889	7,652
Allowance for credit loss on loans to customers	52,910	83,604
Allowance for credit loss on investment securities	(33,888)	2,000
Gain on disposal of property and equipment	(4)	(30)
Foreign currency exchange difference on borrowings	(1,721)	(3,527)
Recovery	(24,353)	(6)
Net interest income	(330,485)	(381,870)
	(50,295)	3,345
Change in operating assets and liabilities		
Change in loans and advances to customers	40,455	200,154
Change in other assets	(325,774)	44,018
Change in deposits from banks	631,688	(72,940)
Change in deposits from customers	224,394	551,585
Change in other liabilities	55,983	(41,597)
Interest received	545,776	525,356
Interest paid	(214,119)	(143,486)
Income tax paid	(83,021)	(118,237)
Net cash used in operating activities	825,087	948,198
Cash flows from investing activities		
Purchase of investment securities	(1,673)	(3,966,493)
Proceeds from sale/redemption of investment securities	(211,481)	3,005,964
Purchase of property and equipment	(6,050)	(6,192)
Proceeds from sale of property and equipment	8	-
Net cash from investing activities	(219,196)	(966,721)
Cash flows from financing activities		
Interest paid on finance lease	(1,172)	-
Net cash used in financing activities	(1,172)	-
Net increase in cash and cash equivalents	604,719	(18,523)
Effects of exchange rate changes on cash and cash equivalents	1,721	3,527
Cash and cash equivalents at 1 January	2,615,911	1,855,756
Cash and cash equivalents at 30 June	3,222,351	1,840,760
<i>Cash and cash equivalents for the purpose of statement of cashflow comprises:</i>		
Cash and balances with Bank of Ghana	798,914	716,989
Due from other banks less than 90 days	782,726	606,988
	1,581,640	1,323,977
Mandatory Deposit	1,640,711	516,783
Cash and cash equivalents at 30 June	3,222,351	1,840,760

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

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

	June 2024	June 2023
Assets		
Cash and bank balances	3,222,351	1,840,760
Investment securities:		
- At amortised cost	3,957,887	3,397,438
Loans and advances to customers	1,073,131	1,260,936
Other assets	498,208	142,678
Property and equipment	71,100	69,967
Intangible assets	1,362	1,676
Income tax asset	28,694	36,765
Deferred tax asset	180,205	89,805
Total assets	9,032,938	6,840,025
Liabilities		
Deposits from customers	6,562,847	5,167,837
Deposits from banks	631,688	120,000
Other liabilities	271,852	168,008
Total liabilities	7,466,387	5,455,845
Equity		
Stated capital	400,000	400,000
Retained earnings	685,830	632,284
Credit risk reserve	84,864	-
Statutory reserve	395,857	351,896
Total equity	1,566,551	1,384,180
Total liabilities and equity	9,032,938	6,840,025

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2024

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

For the six months ended 30 June 2024

	Stated capital	Retained Earnings	Statutory reserve	Credit risk reserve	Total
At 31 December 2023	400,000	486,387	395,857	84,864	1,367,108
Profit for the period	-	199,443	-	-	199,443
Total comprehensive income for the period	-	199,443	-	-	199,443
At 30 June 2024	400,000	685,830	395,857	84,864	1,566,551

For the six months ended 30 June 2023

	Stated capital	Retained Earnings	Statutory reserve	Total
At 31 December 2022	400,000	439,369	351,896	1,191,265
Profit for the period	-	192,915	-	192,915
Total comprehensive income for the period	-	192,915	-	192,915
At 30 June 2023	400,000	632,284	351,896	1,384,180

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

	June 2024	June 2023
Capital adequacy ratio	16.45%	19.46%
Common equity tier 1 ratio	13.45%	16.46%
Leverage ratio	7.70%	9.01%
Liquidity ratio	78.07%	85.65%
Gross Non-Performing Loan Ratio	14.34%	26.30%
Contingent	GHs917m	GHs 1,430m

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.

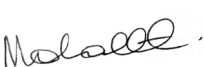
The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established a Risk Management Committee in support of their risk oversight objectives and responsibilities. There is also a Risk Management Department which has 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

	June 2024	June 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


Uzoehina Molokwu
Managing Director/CEO