

UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2020

The Board of Directors of Guaranty Trust Bank (Ghana) Limited is pleased to present the summary financial information of the Bank's interim unaudited results for the period ended 30 September, 2020.

CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2020	September 2020	September 2019						
	GH¢'000	GH¢'000						
Interest income calculated using the effective interest method	255,668	267,665						
Interest expense	(55,938)	(86,983)						
Net interest income	199,730	180,682						
Fee and commission income	77,550	58,601						
Net trading income	88,790	57,485						
Net income from other financial instruments carried at fair value through profit or loss	42,132	52,240						
Operating income	408,202	349,008						
Other operating income	244	422						
Net impairment (loss)/reversal on financial assets	(7,762)	(9,145)						
Personnel expenses	(40,499)	(40,540)						
Amortisation of prepaid operating lease	(1,039)	(845)						
Depreciation and amortisation	(13,693)	(12,442)						
Other operating expenses	(61,832)	(44,846)						
Profit before income tax	283,621	241,612						
National fiscal stabilisation levy	(14,181)	(10,354)						
Income tax expense	(70,905)	(64,301)						
Profit for the year and total comprehensive income	198,535	166,957						
			Net interest income	(199,730)	(268,210)			
			Income tax expense	85,086	92,343			
			Lease liability finance charges	2,916	3,087			
			Change in loans and advances to customers	(226,311)	(153,664)			
			Change in investment securities	217,223	(1,110,464)			
			Change in other assets	(53,106)	(33,606)			
			Change in deposit from banks	(241,346)	241,346			
			Change in deposits from customers	476,886	484,750			
			Change in other liabilities	13,481	(1,872)			
			Interest income received	255,668	359,218			
			Interest expense paid	(55,938)	(91,008)			
			Interest paid on lease liability	(2,916)	(3,087)			
			Income tax paid	(55,733)	(82,518)			
			National fiscal stabilisation levy paid	(11,336)	(16,035)			
			Net cash generated from operating activities	408,148	(406,363)			
			Cash flows from investing activities					
			Purchase of property and equipment	(3,714)	(29,409)			
			Purchase of intangible assets	(270)	(1,522)			
			Proceeds from sale of property and equipment	73	566			
			Net cash used in investing activities	(3,911)	(30,365)			
			Cash flows from financing activities					
			Repayment of borrowings	-	(6,525)			
			Lease liability payments	(3,847)	(9,864)			
			Dividends to shareholders	(50,183)	-			
			Net cash used in financing activities	(54,030)	(16,389)			
			Net (decrease)/increase in cash and cash equivalents	350,207	(453,117)			
			Cash and cash equivalents at 1 January	423,746	832,690			
			Effect of exchange rate fluctuations	9,137	44,173			
			Cash and cash equivalents at 30 September	783,090	423,746			
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2020	September 2020	December 2019	CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2020	Stated Capital	Statutory Reserve Fund	Credit Risk Reserve	Income Surplus	Total
	GH¢'000	GH¢'000		GH¢'000	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Assets			Balance at 1 January 2020	404,895	257,667	13,520	112,190	788,272
Cash and cash equivalents	783,090	423,746	Profit for the period	-	-	-	198,535	198,535
Non-pledged trading assets	265,324	436,739	Total comprehensive income	-	-	-	198,535	198,535
Derivative assets under swap	-	10,387	Transfers					
Loans and advances to customers	788,132	569,536	Transfer from credit risk reserve	-	-	-	-	-
Investment securities	1,563,518	1,591,460	Transfer to statutory reserve	-	49,634	-	(49,634)	-
Current tax assets	-	5,911	Dividend to shareholders	-	-	-	(50,183)	(50,183)
Property and equipment	108,205	116,183	Total transfers	-	49,634	-	(99,817)	(50,183)
Intangible assets	3,357	3,861	Total transactions recognized directly in equity	-	49,634	-	(99,817)	(50,183)
Deferred tax assets	1,404	1,404						
Other assets	147,316	93,954	Balance at 30 September 2020	404,895	307,301	13,520	210,908	936,624
Total Assets	3,660,346	3,253,181						
Liabilities			CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2019	Stated Capital	Statutory Reserve Fund	Credit Risk Reserve	Income Surplus	Total
Deposits from customers	2,625,935	2,149,049		GH¢'000	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Deposits from banks	-	241,346	Balance at 1 January 2019	404,895	153,767	16,812	4,997	580,471
Current tax liabilities	12,107	-	Profit for the year	-	-	-	207,801	207,801
Deferred tax liabilities	3,696	3,696	Total comprehensive income	-	-	-	207,801	207,801
Provision on off balance sheet Items	185	138	Transfers					
Other liabilities	81,799	70,680	Transfer from credit risk reserve	-	-	(3,292)	3,292	-
Total liabilities	2,723,722	2,464,909	Transfer to statutory reserve	-	103,900	-	(103,900)	-
Equity			Total transfers	-	103,900	(3,292)	(100,609)	-
Stated capital	404,895	404,895	Total transactions recognized directly in equity	-	103,900	(3,292)	(100,609)	-
Credit risk reserve	13,520	13,520						
Statutory reserve	307,301	257,667	Balance at 31 December 2019	404,895	257,667	13,520	112,190	788,272
Income surplus	210,908	112,190						
Total shareholders' funds	936,624	788,272						
Total Liabilities and Equity	3,660,346	3,253,181						
CONDENSED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2020	September 2020	December 2019						
	GH¢'000	GH¢'000						
Cash flows from Operating Activities								
Profit for the period	198,535	207,801						
Adjustments for:								
Depreciation and amortization	13,693	16,628						
Impairment on financial assets	7,762	8,666						
Foreign exchange difference on borrowings	-	476						
Profit on disposal of property and equipment	(69)	(402)						
Gain/ (loss) on derivative assets	10,387	(10,387)						
Fair value gains on mark to market	(9,252)	(15,725)						
Foreign exchange gains or loss	(17,752)	(33,700)						

Significant Accounting Policies			Defaults in statutory liquidity and accompanying sanctions	2020	2019
The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) in the preparation of the Financial Statements for the periods ended 30 September 2020. All December 2019 figures are audited.			Default in statutory liquidity (No. of times)	nil	nil
			Sanctions for statutory liquidity default (GHS'000)	nil	nil
Going Concern			Risk Management Framework		
We have no plans or intentions, for example to dispose off the business or cease operations that may materially alter the carrying value or classification of assets and liabilities reflected in the financial statements.			As a Bank, risk is at the core of our operations. To manage it, we have designed a Risk Management Framework covering the strategic framework, organisational structure, risk appetite, operational framework and risk monitoring and reporting.		
Quantitative Disclosures	September 2020	December 2019	Nature of Business		
i. Capital adequacy ratio (per CRD)	37.24%	43.57%	The Bank is licensed to carry out Universal Banking business in Ghana. There was no change in the nature of the Bank's business for the period ended 30 September 2020.		
ii. Non-performing loan (NPL) to gross loan (BOG basis)	2.31%	2.66%	Holding Company		
iii. Loan loss provision ratio	1.48%	0.71%	The Bank is a subsidiary of Guaranty Trust Bank Plc, a company incorporated in the Federal Republic of Nigeria and licensed to carry out universal banking business.		
iv. Liquidity ratio	78.33%	89.80%			
v. Tier 1 leverage ratio	18.20%	23.82%	The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.		
vi. Contingents (GHS'000)	154,300	158,814			
Qualitative Disclosures			Signed:		Signed:
The Bank's dominant risks are: credit risk, liquidity risk, market risk, operational risk and foreign exchange risk. The processes followed in risk measurement and their management for the period ended 30 September 2020 are consistent with those followed for the period ended 31 December 2019.			Kwasi M. Tagbor Board Chairman		Thomas Attah John Managing Director