



GCB Bank Limited

Consolidated financial statements for the period ended September 30, 2015 (un-audited)

Statements of comprehensive income for the period ended September 30, 2015

	The Group		The Bank	
	Sept-15	Sept-14	Sept-15	Sept-14
	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Interest income	612,849	498,427	611,935	497,794
Interest expense	(79,242)	(69,965)	(79,242)	(69,965)
Net interest income	533,607	428,462	532,693	427,829
Fee and commission income	89,886	85,235	89,886	85,235
Fee and commission expense	(17,481)	(16,908)	(17,481)	(16,908)
Net fee and commission income	72,405	68,327	72,405	68,327
Net trading income	8,875	46,234	8,875	46,234
Other income	15,146	11,654	10,715	9,882
Revenue	630,033	554,677	624,688	552,272
Impairment charge on loans and advances	(83,131)	(15,602)	(83,131)	(15,602)
Operating expenses	(306,530)	(248,998)	(306,505)	(248,964)
Profit before tax	240,372	290,077	235,052	287,706
Income tax expense	(61,066)	(70,834)	(60,489)	(70,534)
National fiscal stabilization levy	(11,753)	(14,385)	(11,753)	(14,385)
Profit for the period	167,553	204,858	162,810	202,787
Other comprehensive income (OCI):				
Items that may be reclassified to profit or loss				
Available-for-sale financial assets - net changes in fair value	(131)	3,087	(66)	3,055
Related tax	33	(463)	17	(458)
Other comprehensive income, net of tax	(98)	2,624	(49)	2,597
Total comprehensive income	167,455	207,482	162,761	205,384
Basic and diluted earnings per share (in GH¢)	0.84	1.03	0.82	1.02

Statements of financial position at September 30, 2015

	The Group		The Bank	
	Sept-15	Sept-14	Sept-15	Sept-14
	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Assets				
Cash and cash equivalents	420,146	440,552	412,769	437,338
Government securities	1,914,900	1,612,794	1,909,658	1,607,588
Advances to banks	483,290	212,291	483,290	212,291
Loans and advances to customers	1,529,609	1,279,868	1,529,033	1,279,868
Investment securities: available-for-sale	8,457	9,810	6,744	7,956
Investment in subsidiary	-	-	1	1
Investment in associates	49,468	41,007	30,126	30,126
Investment in other equity securities	524	247	390	113
Income tax asset	19,099	-	19,196	-
National fiscal stabilization levy	5,466	-	5,612	-
Property and equipment	126,817	119,419	126,817	119,419
Intangible assets	12,719	2,277	12,719	2,276
Other assets	154,711	239,406	154,711	239,406
Deferred tax asset	28,969	19,191	28,995	19,256
Total assets	4,754,175	3,976,862	4,720,061	3,955,638
Liabilities				
Deposits from customers	3,314,413	2,719,422	3,314,413	2,719,422
Other liabilities	400,987	399,411	401,003	399,361
Borrowings	192,436	161,981	192,436	161,981
Income tax liabilities	-	14,456	-	14,294
Employee benefit obligations	74,368	63,231	74,368	63,231
Total liabilities	3,982,204	3,358,501	3,982,220	3,358,289
Equity				
Stated capital	100,000	100,000	100,000	100,000
Retained earnings	513,103	385,497	478,325	365,482
Fair value reserve	1,836	5,169	2,484	4,172
Statutory reserve	179,505	145,748	179,505	145,748
Credit risk reserve	-	1,319	-	1,319
Other reserves	(22,473)	(19,372)	(22,473)	(19,372)
Total equity	771,971	618,361	737,841	597,349
Total liabilities and equity	4,754,175	3,976,862	4,720,061	3,955,638

Statements of cash flows for the period ended September 30, 2015

	The Group		The Bank	
	Sept-15	Sept-14	Sept-15	Sept-14
	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Cash flows from operating activities				
Profit for the period	240,372	290,077	235,052	287,706
Adjustments for:				
Depreciation and amortization	27,269	15,374	27,269	15,374
Impairment charge on loans and advances	83,131	15,602	83,131	15,602
Allowance for employee benefit obligations	13,500	9,000	13,500	9,000
Interest income	(612,849)	(498,427)	(611,935)	(497,794)
Interest expense	79,242	69,965	79,242	69,965
Dividend income	(13,086)	(7,610)	(8,655)	(5,887)
Profit on sale of property and equipment	(42)	(42)	(42)	(42)
	(182,463)	(106,061)	(182,438)	(106,076)
Change in:				
Loans and advances to customers	(357,178)	(334,763)	(356,602)	(334,763)
Advances to banks	(375,883)	(41,969)	(375,883)	(41,969)
Other assets	(91,109)	(166,066)	(91,109)	(166,066)
Deposits from customers	236,342	89,142	236,342	89,142
Borrowings	29,228	53,832	29,228	53,832
Other liabilities	108,142	273,396	108,468	267,083
Employee benefits paid	(7,493)	(7,447)	(7,493)	(7,447)
Government securities	(16,205)	80,054	(16,205)	85,043
	(656,619)	(159,882)	(655,692)	(161,221)
Interest received	589,507	516,887	588,516	516,461
Dividend received	13,086	7,610	8,655	5,887
Interest paid	(74,205)	(69,666)	(77,671)	(69,716)
Income tax paid	(93,985)	(85,814)	(93,379)	(85,546)
Net cash flow from operating activities	(222,216)	209,135	(229,571)	205,865
Cash flows from investing activities				
Acquisition of property and equipment	(25,889)	(51,632)	(25,889)	(51,632)
Proceeds from sale of property and equipment	42	42	42	42
Investment in equity securities	(255)	(56)	(277)	-
Acquisition of intangible assets	(4,817)	(84)	(4,817)	(84)
Net cash used in investing activities	(30,919)	(51,730)	(30,941)	(51,674)
Cash flows from financing activities				
Dividend paid	(84,800)	(55,650)	(84,800)	(55,650)
Net cash used in financing activities	(84,800)	(55,650)	(84,800)	(55,650)
Net change in cash and cash equivalents	(337,935)	101,755	(345,312)	98,541
Cash and cash equivalents at January 1	758,081	338,797	758,081	338,797
Cash and cash equivalents at September 30,	420,146	440,552	412,769	437,338

Disclosures

- The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB)
- The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated financial statements of December 31, 2014
- For the period under review, the Bank did not record any statutory breaches and therefore did not incur regulatory sanctions
- Social Responsibility

	Sept 2015	Sept 2014
	GH¢'000	GH¢'000
Amount spent on corporate social responsibility	1,258	1,296
- Contingent Liabilities

	Sept 2015	Sept 2014
	GH¢'000	GH¢'000
Letters of credit	60,880	58,586
Guarantees and Indemnities	123,827	145,225
Total	184,707	203,811
- Capital Adequacy Ratio: 22.9% (2015) vs 22.2% (2014)
- Non-performing loan ratio: 12.3% (2015) vs 9.4% (2014)
- The Bank has exposure to the following risks from its use of financial instruments and from operations:
 - Credit risk
 - Liquidity risk
 - Market risk
 - Operational risk
- The financial statements do not contain any untrue statements, misleading facts or omit material facts to the best of our knowledge.

Daniel Owiredo
Board Chairman

Simon Dornoo
Managing Director