

Ecobank Ghana Limited and its Subsidiaries

Consolidated Financial Statements (un-audited) for the period ended 30th June 2017
(All amounts are in thousands of Ghana cedis unless otherwise stated)

Key ratios

Cost to Income	48.85%
Return on Average Assets (annualised)	3.74%
Return on Average Equity (annualised)	33.00%
Non Funded Income to Total Income	31.86%

Statements of comprehensive income

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

At 30 June

	Group 2017	Group 2016	Bank 2017	Bank 2016
Interest income	469,665	533,312	447,312	506,033
Interest expense	(80,378)	(92,077)	(65,463)	(75,064)
Net interest income	389,287	441,235	381,849	430,969
Fee and commission income	101,304	81,787	101,173	81,386
Fee and commission expense	(1,539)	(1,742)	(1,539)	(1,742)
Net fees and commission income	99,765	80,045	99,634	79,644
Net trading income	69,605	58,858	68,815	58,823
Other operating income	10,535	6,782	10,611	6,778
Other revenue	2,081	2,300	2,081	2,300
Revenue	571,273	589,220	562,990	578,514
Other income	78	146	78	146
Net Impairment loss on financial assets	(91,609)	(27,509)	(91,609)	(27,509)
Personnel expenses	(163,314)	(153,060)	(163,111)	(152,906)
Depreciation and amortisation	(9,410)	(8,361)	(11,280)	(10,964)
Other expenses	(106,335)	(99,111)	(104,218)	(96,447)
Operating profit	200,683	301,325	192,850	290,834
Share of profit of associates (net of tax)	411	415	-	-
Profit before income tax	201,094	301,740	192,850	290,834
Income tax expense	(59,130)	(90,143)	(57,743)	(86,223)
Profits after tax	141,964	211,597	135,107	204,611
Profit for the period	141,964	211,597	135,107	204,611
Other Comprehensive Income				
Items that may be reclassified subsequently to profit or loss:				
Change in value of available for sale investment securities	-	839	-	760
Income tax relating to components of other comprehensive income	-	(210)	-	(190)
Other comprehensive income for the period, net of tax	-	629	-	570
Total comprehensive income for the period	141,964	212,226	135,107	205,181
Profit for the year attributable to:				
Equity holders of the Bank	141,964	211,597	135,107	204,611
Comprehensive income for the period attributable to:				
Equity holders of the Bank	141,964	212,226	135,107	205,181
Earnings per share (annualised) Basic & diluted in GHC	0.97	1.44	0.92	1.40

Statement of consolidated financial position

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

At 30 June

	Group 2017	Group 2016	Bank 2017	Bank 2016
Cash and bank balances	2,803,807	1,862,293	2,777,544	1,846,415
Loans & advances to customers	3,440,922	3,575,155	3,449,021	3,575,957
Investment Securities	1,297,345	735,271	1,251,949	767,018
Investment in subsidiaries	-	-	19,179	16,673
Investment in associates	8,484	7,802	4,841	4,841
Deferred tax assets	9	986	9	986
Other assets	489,933	199,439	455,554	98,493
Intangible assets	5,173	6,915	5,173	6,915
Non-currents assets held for sale	60,536	-	60,536	-
Property and equipment	365,510	343,955	365,506	343,957
Total Assets	8,471,719	6,731,816	8,389,312	6,661,255
Deposits from banks	525,217	351,596	684,206	408,083
Deposits from customers	5,983,807	4,677,059	5,761,892	4,536,997
Deferred tax liabilities	6,810	-	6,810	-
Current tax liabilities	-	2,666	-	2,666
Borrowings	222,201	314,203	219,240	309,517
Other liabilities	868,191	531,253	870,295	564,664
Total liabilities	7,606,226	5,876,777	7,542,443	5,821,927
Equity and reserves				
Stated capital	226,641	226,641	226,641	226,641
Income surplus	155,109	263,239	137,843	247,176
Revaluation reserve	50,129	57,390	50,129	58,231
Statutory reserve	340,869	282,412	339,511	281,923
Credit risk reserve	92,745	25,357	92,745	25,357
Total equity attributable to equity holders of the Bank	865,493	855,039	846,869	839,328
Total liabilities and equity	8,471,719	6,731,816	8,389,312	6,661,255

Consolidated cashflow statement

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

At 30 June

	Group 2017	Group 2016	Bank 2017	Bank 2016
Cashflow from operating activities				
Interest paid	(79,764)	(90,512)	(64,492)	(74,484)
Interest received	458,979	548,615	439,277	456,102
Net fees and commissions	95,248	82,869	94,861	82,467
Other income received	10,535	6,928	10,611	6,924
Dividend received	2,081	2,300	2,081	2,300
Net trading income	69,605	55,594	63,123	55,608
Payments to employees and suppliers	(85,360)	(238,993)	(246,355)	(227,814)
Tax paid	(76,270)	(70,118)	(75,334)	(68,302)
Cashflow from operating activities before changes in operating assets and liabilities	395,054	296,683	223,772	232,801
Changes in operating assets and liabilities				
Loans and advances	411,856	(501,116)	363,752	(491,767)
Other assets	(373,489)	(185,808)	(163,389)	(68,830)
Customer deposits	566,277	(162,457)	444,296	(128,096)
Other liabilities	(273,758)	(154,657)	(215,010)	(109,505)
Mandatory reserves	(25,610)	21,006	(25,610)	21,006
Net cash generated from operating activities	305,276	(983,032)	404,039	(777,192)
Cash flow from investing activities				
Purchase of property and equipment	(48,849)	(91,122)	(48,849)	(91,122)
Purchase of software	(1,654)	(669)	(1,654)	(669)
Proceeds from sale of equipment	78	146	78	146
Government securities purchased	(2,075,206)	(3,470,782)	(1,991,485)	(3,372,491)
Proceeds from the sale of government securities	2,026,235	4,001,255	1,925,677	3,861,156
Net cash used in investing activities	(99,396)	438,828	(116,233)	397,020
Cash from financing activities				
Repayment of borrowed funds	(19,094)	(17,840)	(19,094)	(17,840)
Dividend paid	(240,447)	(246,312)	(240,447)	(246,312)
Net cash generated from/(used in) financing activities	(259,541)	(264,152)	(259,541)	(264,152)
Net gain on exchange rate changes on cash and cash equivalents				
Net increase (decrease) in cash and cash equivalents	341,393	(511,673)	252,037	(411,523)
Cash and cash equivalents at beginning of year	2,248,528	1,511,559	2,104,237	1,322,256
Effect of exchange rate fluctuations on cash and cash equivalents	(4,689)	(3,719)	(4,689)	(3,719)
Cash and cash equivalents at end of the period	2,585,232	996,167	2,351,585	907,014

Disclosures

- The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards.
- The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated statements of 31 December 2016.

3. Contingent liabilities	Group 2017 GHC 000	Group 2016 GHC 000	Bank 2017 GHC 000	Bank 2016 GHC 000
Guarantees, indemnities and letters of credit	1,034,168	715,775	1,034,168	715,775

4. Quantitative Disclosures		
i. Capital Adequacy Ratio		10.85% 13.61%
ii. Non-performing loan Ratio		11.69% 17.50%

5. Qualitative Disclosures		
i. Default in statutory liquidity (times)		Nil Nil
ii. Default in statutory liquidity sanction (GHC'000)		Nil Nil

- The financial statements do not contain any untrue statement, misleading facts or omit material facts, to the best of my knowledge.

Signed

Daniel Sackey
Managing Director

Signed

Edward N. Botchway
Executive Director