

GHL BANK LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2019

(All amounts are expressed in Ghana Cedis)

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH		
	2019	2018
Assets		
Cash and Cash Equivalent	44,101,343	30,110,983
Placement with other banks	8,010,001	6,008,384
Investment Securities	39,041,916	51,947,348
Loan and advances to customers	584,321,515	492,680,140
Prepaid Expenses	7,319,448	8,165,550
other assets	5,991,047	8,749,359
Property and equipment	46,678,650	33,661,263
Total Assets	735,463,919	631,323,028
Liabilities		
Deposit and Current Accounts	82,701,399	14,569,276
Deposits from Banks & Other FI	19,425,864	-
Mortgage Retainers	24,584,207	34,367,876
Tax Liabilities	2,333,409	566,928
Provisions and other Liabilities	19,030,024	5,776,001
Long Term Borrowings	372,009,779	358,138,382
Total Liabilities	520,084,682	413,418,463
Shareholders' Fund		
Ordinary Share capital	127,079,493	127,079,493
Income Surplus	38,792,686	44,708,346
Statutory Reserves	18,576,796	16,223,208
Statutory credit risk reserve	30,930,263	29,893,518
Shareholders' Fund	215,379,238	217,904,565
Total Liabilities and Shareholders' Fund	735,463,919	631,323,027

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH		
	2019	2018
Interest Income	21,626,724	17,345,409
Interest Expense	(7,770,203)	(5,662,100)
Net Interest Income	13,856,521	11,683,309
Fee and Commission Revenue		
Fee and commission revenue	1,328,636	685,315
Fee and commission expense	(432,066)	(917,483)
Net Fee and Commission Revenue	896,570	(232,168)
Net Trading Revenue	812,720	2,986,681
Unrealised Exchange Gain/(Loss)	8,133,685	(922,625)
Total Income	23,699,496	13,515,198
Credit Impairment Charges	-	(614,051)
Income after Impairment Charges	23,699,496	12,901,147
Operating Expenses		
Staff Cost	(8,443,425)	(5,292,180)
Depreciation and Amortisation	(2,368,507)	(845,135)
Other Operating Expenses	(5,551,409)	(3,700,117)
Total Operating Expenses	(16,363,342)	(9,837,432)
Net Income Before Taxes	7,336,154	3,063,714
Income tax expense	(1,980,762)	(714,999)
Profit for the Year	5,355,392	2,348,715

UNAUDITED STATEMENT OF CASHFLOW FOR THE QUARTER ENDED 31 MARCH		
	2019	2018
Cashflow from operating activities		
Profit after tax	5,355,392	2,348,714
Adjustment for:		
Depreciation	2,368,507	845,135
Net Interest income	(13,856,521)	(11,683,309)
Impairment Loss	-	614,051
Income Tax expense	1,980,762	715,000
	(4,151,860)	(7,160,409)
Changes in:		
loans and advances	(91,641,375)	(40,079,923)
Receivables and other Assets	3,604,415	(4,643,910)
customer deposits	68,132,122	14,569,276
Short term Liabilities	19,425,864	-
Inter Company balances	-	7,627,333
other liabilities	5,236,835	14,182,497
mandatory reserves	606,001	(15,505,136)
Interest received	21,626,724	17,345,409
Interest Paid	(7,770,203)	(5,662,100)
Income Tax Paid	(452,155)	(4,077,221)
Net cash generated from operating activities	14,010,367	(7,899,048)
Cash flow from investing activities		
Cash flow from investing activities	-	-
Purchase of software, property and equipment	(24,796,220)	(26,380,889)
(investment in securities)/Sales of Securities	10,903,815	(5,018,595)
Net Cash used in investing activities	(13,892,405)	(31,399,485)
Cash flow from financing activities		
Dividend paid	-	-
Movement in Long term loans	13,871,398	(14,669,485)
Net cash used in financing activities	13,871,398	(14,669,485)
Net increase in cash and cash equivalent	13,989,360	(53,968,018)
Cash and cash equivalent at beginning of year	30,111,983	84,080,001
Cash and cash equivalent at end of year.	44,101,343	30,111,983

UNAUDITED STATEMENT OF MOVEMENT IN EQUITY FOR THE QUARTER ENDED 31 MARCH					
	Stated Capital	Retained Earnings	Credit Risk Reserve	Statutory Reserve	Total
Balance at 1-Jan-2019	127,079,493	32,247,860	30,930,263	18,576,796	208,834,412
Profit for the period	-	5,355,392	-	-	5,355,392
Movements in Retained Earnings	-	1,189,433	-	-	1,189,433
Balance at 31 March 2019	127,079,493	38,792,686	30,930,263	18,576,796	215,379,238

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019

1 Reporting Entity

GHL Bank Limited is incorporated in Ghana

2 Registered Office

The address of the Bank's registered office is No. 1 Kofi Annan Street, Airport Residential Area, PMB CT 470, Cantonments, Accra.

3 Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standard Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG), and in the manner required by the Bank's Specialised Deposit-Taking Institutions Act, 2016, ACT 930.

The principal accounting policies applied in the preparation of these financial statements are consistent with the accounting policies applied in the financial statements for the year ended December 31, 2018. These policies have been consistently applied to all the periods presented unless otherwise stated.

4 Functional and Presentation Currency

These financial statements are presented in Ghana Cedis, which is the Bank's functional currency.

5 Use of Judgements and Estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Bank's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

6 Quantitative Disclosures:

	Mar-19	Mar-18
Capital Adequacy Ratio	23.23%	46.38%
Non Performing Loans (NPL) Ratio	11.19%	5.28%
Liquidity ratio	87.26%	177.90%

7 Risk Management

The Bank's activities expose the business to the following types of risks:

Credit Risk	Liquidity Risk
Market Risk	Operational Risk

The risks inherent in the Bank's activities are managed through an ongoing process of identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Bank's continuing profitability and each individual within the Bank is accountable for the risk exposures relating to his or her responsibilities. The Board of Directors is responsible for the overall risk management approach and for approving the risk management strategies and principles. In addition, the Board's Risk Committee has responsibility for the development of risk strategy and implementing principles, frameworks, policies and limits.

Risk management policies and systems, when implemented, are reviewed regularly to reflect changes in market conditions, products and services offered by the bank.

8 Defaults in Statutory Liquidity and Accompanying Sanctions

	Mar-19	Mar-18
a) Default in statutory liquidity	Nil	Nil
b) Sanctions	Nil	Nil

Signed	Signed
Dominic Adu	Albert K. Essien
(Chief Executive Officer)	(Board Chairman)