



PRESS RELEASE

PR. No 193/2020

STANDARD CHARTERED BANK GHANA LIMITED (SCB)
UNAUDITED FINANCIAL STATEMENTS FOR
THE FIRST QUARTER ENDING MARCH 2020

SCB has released its un-audited Financial Statements for the first quarter ending 31st March, 2020 as per the attached.

Issued in Accra, this 4th
day of May, 2020.

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att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, SCB
4. GCB Registrars, (Registrars for SCB shares)
5. Custodians
6. Central Securities Depository
7. Securities and Exchange Commission
8. GSE Council Members
9. GSE Notice Board

For enquiries, contact:

Head of Listings, GSE on 0302 669908, 669914, 669935

**JEB*

Standard Chartered Bank Ghana Limited

Here for good

(Driving commerce and prosperity through our unique diversity in Ghana)



Unaudited financial statements

31 March 2020

Standard Chartered Bank Ghana Limited
Corporate information

Board of directors

Dr. Emmanuel Oteng Kumah
Mansa Neltey (Managing Director)
Kweku Nimfah-Essuman
Sheikh Jobe
Harriet-Ann Omobolanle Adesola
Professor (Mrs) Akua Kuenyehia
Mr. Ebenezer Twum Asante
Kwabena Nifa Aning

Secretary

Angela Okai
Standard Chartered Building
87 Independence Avenue
P. O. Box 768
Accra

Auditors

KPMG
Chartered Accountants
Marlin Hse. 13 Yiyiwa Drive
Abelemkpe
P.o.Box GP 242
Accra

Solicitors

Bentsi-Enchill Letsa & Ankomah
#4 Momotse Avenue
Adabraka, Accra
P. O. Box GP 1632
Accra, Ghana

Registrars

GCB Bank Limited
Share Registry Department
Thorpe Road,
John Evans Atta Mills High Street
P.O. Box 134
Accra

Registered office

Standard Chartered Bank Building
87 Independence Avenue
P. O. Box 768
Accra

Standard Chartered Bank Ghana Limited
Unaudited statement of profit or loss
for the period ended 31 March 2020

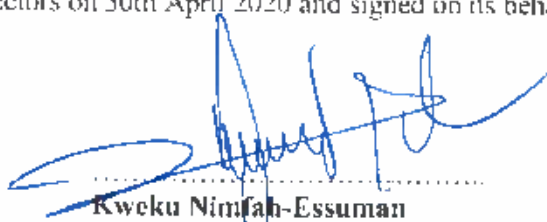
	Note	Mar 2020	Mar 2019
		GH¢'000	GH¢'000
Interest income	5	194,753	160,836
Interest expense	6	(34,927)	(34,780)
Net interest income		<u>159,826</u>	<u>126,056</u>
Fees and commission income		47,206	28,761
Fees and commission expense		(2,253)	(4,264)
Net fee and commission income		<u>44,953</u>	<u>24,497</u>
Net trading income		37,789	42,464
Net income from other financial instruments carried at fair value		(6,541)	(639)
Total other and trading income		<u>31,248</u>	<u>41,825</u>
Operating income		236,027	192,378
Net impairment (charge)/recovery on financial assets	7	6,098	3,032
Operating income net of impairment charges		<u>242,125</u>	<u>195,410</u>
Personnel expenses	8	(46,556)	(42,298)
Operating lease expenses		(123)	(4,127)
Depreciation and amortisation	9	(8,274)	(7,345)
Other expenses	10	(30,813)	(16,486)
		<u>(85,766)</u>	<u>(70,256)</u>
Profit before income tax		<u>156,359</u>	<u>125,154</u>
Income tax expense:			
Corporate tax		(39,090)	(31,288)
National fiscal stabilization levy		(7,818)	(6,258)
Profit for the period:		<u>109,451</u>	<u>87,608</u>
Basic earnings per share (Ghana Cedis per share)		<u>0.81</u>	0.64
Diluted earnings per share (Ghana Cedis per share)		<u>0.81</u>	0.64

Standard Chartered Bank Ghana Limited
Unaudited statement of financial position at 31 March 2020

	Note	Mar 2020 GHC'000	Mar 2019 GHC'000
Assets			
Cash and cash equivalents	11	3,208,142	2,187,524
Derivative assets held for risk management		4,891	21,269
Non-pledged trading assets		195,587	105,373
Loans to other banks		299,975	671,563
Loans and advances to customers	12	1,891,613	1,401,216
Investment securities		2,090,995	2,070,221
Current tax assets		63,240	23,240
Deferred tax assets		-	2,256
Property, plant and equipment	13	274,435	274,266
Equity investment		1	1
Other assets	14	<u>237,848</u>	<u>230,803</u>
Total assets		<u>8,266,727</u>	<u>6,987,732</u>
Liabilities			
Derivative liabilities held for risk management		12,604	36,896
Deposits from other financial institutions		87,666	16,313
Deposits from customers		6,082,909	4,701,243
Borrowings		272,115	643,008
Deferred tax liability		31,255	-
Provisions		46,281	49,981
Other liabilities	15	<u>475,244</u>	<u>405,585</u>
Total liabilities		<u>7,008,074</u>	<u>5,853,026</u>
Shareholders' funds			
Stated capital		400,000	400,000
Income surplus		400,172	314,557
Reserve fund		370,122	299,658
Credit risk reserve		135,018	129,192
Other reserves		<u>(46,659)</u>	<u>(8,701)</u>
Total shareholders' funds		<u>1,258,653</u>	<u>1,134,706</u>
Total liabilities and shareholders' funds		<u>8,266,727</u>	<u>6,987,732</u>

These financial statements were approved by the Board of Directors on 30th April 2020 and signed on its behalf by:


Mansa Nettey
Director


Kwaku Nimfah-Essuman
Director

Standard Chartered Bank Ghana Limited
 Unaudited statement of changes in equity
 for the period ended 31 March 2020

2020	Stated capital GH¢'000	Income surplus GH¢'000	Reserve fund GH¢'000	Credit risk reserve GH¢'000	Other reserves GH¢'000	Total GH¢'000
Balance at 1 January 2020	400,000	317,043	370,122	109,518	(29,823)	1,166,860
<i>Movement during the period</i>						
Profit for the period	-	109,451	-	-	-	109,451
Dividend paid	-	(822)	-	-	-	(822)
Transfer to credit risk	-	(25,500)	-	25,500	-	-
Other movements	-	-	-	-	(16,836)	(16,836)
As at 31 March 2020	<u>400,000</u>	<u>400,172</u>	<u>370,122</u>	<u>135,018</u>	<u>(46,659)</u>	<u>1,258,653</u>
2019	Stated Capital GH¢'000	Income Surplus GH¢'000	Reserve Fund GH¢'000	Credit Risk Reserve GH¢'000	Other Reserves GH¢'000	Total GH¢'000
Balance at 1 January 2019	400,000	230,215	299,658	126,647	(8,701)	1,047,819
<i>Movement during the period</i>						
Profit for the period	-	87,608	-	-	-	87,608
Dividend paid	-	(721)	-	-	-	(721)
Transfer to credit risk	-	(2,545)	-	2,545	-	-
As at 31 March 2019	<u>400,000</u>	<u>314,557</u>	<u>299,658</u>	<u>129,192</u>	<u>(8,701)</u>	<u>1,134,706</u>

Standard Chartered Bank Ghana Limited

Unaudited statement of cash flows

for the period ended 31 March 2020

	Mar 2020 GH¢'000	Mar 2019 GH¢'000
Cash flows from operating activities		
Profit before tax	156,359	125,154
<i>Adjustments for:</i>		
Depreciation and amortisation	8,274	7,345
Impairment on financial Assets	(6,098)	(3,032)
Net interest income	<u>(159,826)</u>	<u>(126,056)</u>
	(1,291)	3,411
<i>Change in:</i>		
Trading assets	105,635	(50,306)
Investment securities	122,909	(405,309)
Derivate assets held for risk management	8,943	18,075
Loans to other banks	(183,767)	(671,564)
Loans and advances to customers	(114,849)	(96,089)
Other assets	(38,780)	160,507
Deferred tax assets	7,865	(2,256)
Derivate liabilities held for risk management	7,222	(3,787)
Deposits from customers	663,605	399,171
Deposits from banks	(83,301)	(28,291)
Current tax asset	-	(23,240)
Other liabilities and provisions	<u>(36,697)</u>	<u>450,031</u>
	457,494	(249,647)
Interest received	187,474	147,680
Interest paid	(24,824)	(24,130)
Income tax paid	-	-
Net cash generated from operating activities	<u>620,144</u>	<u>(126,097)</u>
Cash flows in investing activities		
Property, plant and equipment change	=	(216,765)
Net cash used in investing activities	=	<u>(216,765)</u>
Cash flows from financing activities		
Dividend paid	<u>(822)</u>	<u>(721)</u>
Net cash used in financing activities	<u>(822)</u>	<u>(721)</u>
Net increase in cash and cash equivalents	619,322	(343,583)
Cash and cash equivalents at 1 January	<u>2,588,820</u>	<u>2,531,107</u>
Cash and cash equivalents at 31 March	<u>3,208,142</u>	<u>2,187,524</u>

Standard Chartered Bank Ghana Limited
Notes to the unaudited financial statements
for the period ended 31 March 2020

1. Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual consolidated financial statements.

2. Quantitative Disclosures

	Mar 2020	Mar 2019
i. Capital requirement directive (CRD) (%)	28.77	25.15
ii. CET1 (%)	26.58	22.83
iii. Tier 1(%)	26.81	23.15
iv. Leverage ratio (%)	9.94	9.04
v. Non-performing loan (NPL) ratio (%) - Gross basis	21.36	23.67
vi. Non-performing loan (NPL ratio less loss category) (%)	6.64	5.75
vii. Liquid ratio (%)	93.70	87.68

3. Qualitative Disclosures

i. The Bank's dominant risks are: credit risk, liquidity risk, market risk, and operational risk.

ii. The Bank's Risk Management Framework, defines the approach to risk management and the framework within which risks are managed and risk-return tradeoffs made. The risk management framework establishes common principles & standards for the management and control of all risks, provides a shared framework and language to improve awareness of risk management processes and provides clear accountability and responsibility for risk management. The core components of the risk management framework include our risk classifications, risk principles and standards, definitions of roles and responsibilities and governance structure.

The processes followed in risk measurement and their management for the period ended 31 March 2020 are consistent with those followed for the year ended 31 December 2019.

4. Defaults in Statutory Liquidity and Accompanying Sanctions

	Mar 2020	Mar 2019
i. Default in statutory liquidity (times)	Nil	Nil
ii. Sanctions (GH¢)	Nil	Nil

Standard Chartered Bank Ghana Limited

Notes to the unaudited financial statements

for the period ended 31 March 2020

5. Interest income

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Cash & cash equivalent	7,163	13,217
Loans and advances to customers	79,518	54,245
Investment securities	<u>108,072</u>	<u>93,374</u>
	<u>194,753</u>	<u>160,836</u>

6. Interest expense

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Deposits from banks	10,718	3,955
Deposits from customers	21,512	23,634
Other	<u>2,697</u>	<u>7,191</u>
	<u>34,927</u>	<u>34,780</u>

7. Net Impairment on financial Assets

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Specific Provisions	2,599	2,520
Expected Credit Loss(ECL)	<u>(8,697)</u>	<u>(5,552)</u>
	<u>(6,098)</u>	<u>(3,032)</u>

8. Personnel expenses

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Wages, salaries, bonus and allowances	34,429	30,727
Social security costs	3,040	2,760
Pension and retirement benefits	1,955	1,593
Training	20	949
Other staff costs	<u>7,112</u>	<u>6,269</u>
	<u>46,556</u>	<u>42,298</u>

Standard Chartered Bank Ghana Limited
Notes to the unaudited financial statements
for the period ended 31 March 2020

9. Depreciation and amortisation

	Mar 2020 GHe'000	Mar 2019 GHe'000
Leasehold premises	615	685
Plant	48	48
Computer equipment	1,704	1,488
Office equipment	141	110
Furniture & fixtures	524	450
Leased property assets (IFRS16)	<u>5,242</u>	<u>4,564</u>
	<u>8,274</u>	<u>7,354</u>

10. Other expenses

	Mar 2020 GHe'000	Mar 2019 GHe'000
Advertising and marketing	2,699	1,016
Donations and sponsorship	-	43
Premises and equipment	8,224	3,883
Administrative	18,260	10,359
Others	<u>1,630</u>	<u>1,185</u>
	<u>30,813</u>	<u>16,486</u>

11. Cash and cash equivalents

	Mar 2020 GHe'000	Mar 2019 GHe'000
Cash and balances with other banks	237,125	112,081
Unrestricted balances with BoG	2,182,164	1,528,300
Vostro balances with BoG	761,820	154,060
Placements	<u>27,033</u>	<u>393,083</u>
	<u>3,208,142</u>	<u>2,187,524</u>

11a. Unrestricted balances with BoG

	Mar 2020 GHe'000	Mar 2019 GHe'000
Local currency	483,126	235,232
Foreign currency	<u>1,699,038</u>	<u>1,293,068</u>
	<u>2,182,164</u>	<u>1,528,300</u>

Standard Chartered Bank Ghana Limited

Notes to unaudited financial statements
for the period ended 31 March 2020

12. Loans and advances to customers

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Individuals	512,332	378,359
Public and private institutions	1,725,996	1,397,700
Staff	<u>149,847</u>	<u>150,622</u>
Gross loans and advances	2,388,175	1,926,681
Interest in suspense	(358,560)	(331,344)
Impairment allowance	<u>(138,002)</u>	<u>(194,121)</u>
Net loans and advances	<u>1,891,613</u>	<u>1,401,216</u>

13. Property, plant and equipment

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Leased property asset (IFRS 16)	207,770	211,642
Leasehold property	27,117	29,803
Computer equipment	14,424	21,426
Furniture & fittings	6,711	8,806
Office equipment	1,131	1,697
Plant	700	892
Work in progress	<u>16,582</u>	<u>-</u>
	<u>274,435</u>	<u>274,266</u>

14. Other assets

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Accounts receivable and prepayments	37,746	58,527
LC acceptance	99,866	39,454
Accrued interest receivable	88,181	120,905
Impersonal accounts	<u>12,055</u>	<u>11,917</u>
	<u>237,848</u>	<u>230,803</u>

Standard Chartered Bank Ghana Limited
Notes to unaudited financial statements
for the period ended 31 March 2020

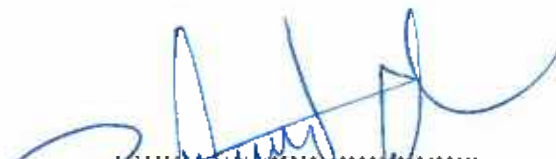
15. Other liabilities

	Mar 2020	Mar 2019
	GH¢'000	GH¢'000
Accrued interest payable	15,628	13,523
LC acceptance	99,866	39,454
lease liability (IFRS 16)	221,344	211,642
Other creditors and accruals	<u>138,406</u>	<u>140,966</u>
	<u>475,244</u>	<u>405,585</u>

The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge"



Mansa Nettey
Director



Kwaku Simfah-Essuman
Director