



PRESS RELEASE

PR. No 452/2020

**STANDARD CHARTERED BANK GHANA LIMITED (SCB)
UNAUDITED FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDING 30 SEPTEMBER 2020**

SCB has released its Unaudited Financial Statements for the third quarter ending September 30, 2020 as per the attached.

Issued in Accra, this 30th
day of October, 2020

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att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, SCB
4. GCB, (Registrars for SCB Preference 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 Listing, GSE on 0302 669908, 669914, 669935

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Unaudited statement of comprehensive income for the period ended 30 September 2020

	2020 GH¢'000	2019 GH¢'000
Interest income	612,331	534,711
Interest expense	(111,841)	(110,795)
Net interest income	500,490	423,916
Fees and commission income	109,102	93,040
Fees and commission expense	(8,422)	(12,993)
Net fee and commission income	100,680	80,047
Net trading income	174,818	129,109
Net income from other financial instruments carried at fair value	(6,367)	(9,235)
Total other and trading income	168,451	119,874
Operating income	769,621	623,837
Net impairment charge on financial assets	(17,293)	(94,927)
Operating income net of impairment charges	752,328	528,910
Personnel expenses	(154,805)	(133,647)
Operating lease expenses	(545)	(167)
Depreciation and amortisation	(25,648)	(23,681)
Other expenses	(79,893)	(82,049)
Operating expenses	(260,891)	(239,544)
Profit before income tax	491,437	289,366
Income tax expense:		
Corporate tax	(122,859)	(72,342)
National fiscal stabilization levy	(24,572)	(14,468)
Profit for the period:	344,006	202,556
Basic earnings per share (Ghana Cedis per share)	2.54	1.49
Diluted earnings per share (Ghana Cedis per share)	2.54	1.49

Unaudited statement of financial position at 30 September 2020

	2020 GH¢'000	2019 GH¢'000
Assets		
Cash and cash equivalents	3,198,478	3,072,255
Derivative assets held for risk management	6,073	4,069
Non-pledged trading assets	34,661	75,525
Loans to other banks	300,000	604,742
Loans and advances to customers	1,762,942	1,693,271
Investment securities	2,423,691	2,258,832
Current tax assets	-	46,421
Property, plant and equipment	264,998	283,075
Equity investment	1	1
Other assets	369,958	334,390
Total assets	8,360,802	8,372,581
Liabilities		
Deposits from other financial institutions	149,752	110,035
Deposits from customers	5,867,706	5,788,347
Borrowings	85,541	691,093
Derivative liabilities held for risk management	5,883	-
Current tax liability	17,181	-
Deferred tax liability	23,390	4,483
Other liabilities	873,702	669,998
Total liabilities	7,023,155	7,263,956
Shareholders' funds		
Stated capital	400,000	400,000
Income surplus	414,318	290,297
Reserve fund	370,122	299,658
Credit risk reserve	144,380	126,647
Other reserves	8,827	(7,977)
Total shareholders' funds	1,337,647	1,108,625
Total liabilities and shareholders' funds	8,360,802	8,372,581

Unaudited statement of cash flows for the period ended 30 September 2020

	2020 GH¢'000	2019 GH¢'000
Cash flows from operating activities		
Profit before tax for the period	491,437	289,366
<i>Adjustments for:</i>		
Depreciation and amortisation	25,648	23,681
Impairment on financial Assets	17,293	94,927
Net interest income	(500,490)	(423,916)
	33,888	(15,942)
<i>Change in:</i>		
Trading assets	131,080	(20,459)
Investment securities	(74,306)	(593,920)
Derivate assets held for risk management	7,761	(1,621)
Loans to other banks	183,792	(460,142)
Loans and advances to customers	7,724	(486,104)
Other assets	(104,827)	(56,412)

Unaudited statement of cash flows for the period ended 30 September 2020

	2020 GH¢'000	2019 GH¢'000
Deferred tax assets	-	4,483
Derivate liabilities held for risk management	501	(3,787)
Deposits from customers	448,402	1,486,275
Deposits from banks	(21,215)	65,431
Current tax liability	17,181	-
Other liabilities and provisions	(253,256)	786,773
	376,725	704,575
Interest received	589,352	499,450
Interest paid	(72,490)	(64,427)
Income tax paid	(67,010)	(70,189)
Net cash generated from operating activities	826,577	1,069,409
Cash flows in investing activities		
Property, plant and equipment change	(5,050)	(241,910)
Net cash used in investing activities	(5,050)	(241,910)
Cash flows from financing activities		
Dividend paid	(211,869)	(141,751)
Net cash used in financing activities	(211,869)	(141,751)
Net increase in cash and cash equivalents	609,658	685,748
Cash and cash equivalents at 1 January	2,588,820	2,386,507
Cash and cash equivalents at 30 September	3,198,478	3,072,255

Unaudited statement of changes in equity for the period ended 30 September 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
2020						
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	-	344,006	-	-	-	344,006
Dividend paid	-	(211,869)	-	-	-	(211,869)
Transfer to credit reserve	-	(34,862)	-	34,862	-	-
FVOCI-debt securities	-	-	-	-	38,650	38,650
As at 30 September 2020	400,000	414,318	370,122	144,380	8,827	1,337,647
2019						
Balance at 1 January 2019	400,000	230,216	299,658	126,647	(8,701)	1,047,820
<i>Movement during the period</i>						
Profit for the period	-	202,556	-	-	-	202,556
Dividend paid	-	(141,751)	-	-	-	(141,751)
Transfer from credit reserve	-	-	-	-	-	-
FVOCI-debt securities	-	(724)	-	-	724	-
As at 30 September 2019	400,000	290,297	299,658	126,647	(7,977)	1,108,625

The financial statements presented in this publication are extracts from the unaudited financial statements for the period ended 30 September 2020, which are available for inspection at the Head Office of Standard Chartered Bank Ghana Limited located on the No. 87 Independence Avenue, Accra.

Notes to the unaudited financial statements for the period ended 30 September 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

	2020	2019
i. Capital requirement directive (CRD) (%)	17.96	26.63
ii. CET1 (%)	15.74	24.35
iii. Tier 1(%)	15.96	24.63
iv. Leverage ratio (%)	6.77	6.84
v. Non-performing loan (NPL) ratio (%) - Gross basis	23.42	17.84
vi. Non-performing loan (NPL ratio less loss category) (%)	7.85	2.39
vii. Liquid ratio (%)	87.67	96.41

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 30 September 2020 are consistent with those followed for the year ended 31 December 2019.

4. Defaults in Statutory Liquidity and Accompanying Sanctions

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

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

Signed Mansa Nettey Director	Signed Kweku Nimfah-Essuman Director
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