



**PRESS RELEASE**

**PR. No 203/2018**

**AGRICULTURAL DEVELOPMENT BANK (ADB) -  
AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 2017**

ADB has released its audited Financial Statements for the year ended December 31, 2017 as per the extracts attached.

Issued in Accra, this 8<sup>th</sup>  
day of May, 2018

- E N D -

att'd.

**Distribution:**

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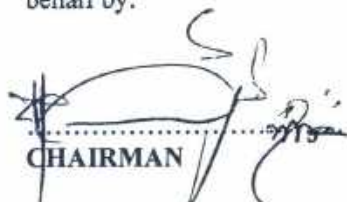
**Listing Department, GSE on 0302 669908, 669914, 669935**

*\*JEB*

**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2017**

	Note	2017 GH¢'000	2016 GH¢'000
<b>Assets</b>			
Cash and cash equivalents	17	951,675	610,563
Investment securities	18	1,099,177	1,085,752
Loans and advances to customers	19	1,139,356	1,005,302
Investment (other than securities)	20	91,832	94,299
Investment in associate companies	21	357	538
Deferred tax assets	22	33,773	44,519
Current tax assets	22	5,679	16,653
Intangible assets	24	35,861	29,858
Other assets	25	82,316	42,994
Property and equipment	23	105,117	105,015
<b>Total Assets</b>		<u>3,545,143</u>	<u>3,035,493</u>
<b>Liabilities</b>			
Borrowed funds	26	458,551	381,025
Deposits from customers	27	2,541,010	2,147,450
Other liabilities	28	66,569	52,240
		<u>3,066,130</u>	<u>2,580,715</u>
<b>Equity</b>			
Stated capital	29	275,100	275,100
Income surplus	34	(189,429)	(188,778)
Revaluation reserve	33	57,531	57,531
Statutory reserve	30	98,146	84,891
Credit risk reserve	31	185,323	171,417
Available for sale reserve	32	52,342	54,617
<b>Shareholders' funds</b>		<u>479,013</u>	<u>454,778</u>
<b>Total liabilities and Shareholders' Funds</b>		<u>3,545,143</u>	<u>3,035,493</u>

These financial statements were approved by the Board of Directors on March 28, 2018 and signed on its behalf by:

  
**CHAIRMAN**

  
**DIRECTOR**

The notes on pages 28 to 105 form an integral part of these financial statements.

**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 GH¢'000	2016 GH¢'000
Interest income	8	520,862	361,066
Interest expense	9	(211,251)	(166,752)
<b>Net interest income</b>		<u>309,611</u>	<u>194,314</u>
Fees and commission income	10	72,947	64,391
Fees and commission expense	10	(8,593)	(6,480)
<b>Net fees and commission income</b>		<u>64,354</u>	<u>57,911</u>
Net trading income	11	28,328	18,251
Other operating income	12	4,611	7,771
<b>Operating Income</b>		<u>406,904</u>	<u>278,247</u>
Impairment loss on financial assets	19	(49,823)	(104,022)
Personnel expenses	13	(167,052)	(136,848)
Depreciation and amortization	23, 24	(18,365)	(15,813)
Other operating expenses	14	(124,325)	(127,278)
<b>Profit/ (Loss) before tax</b>		<u>47,339</u>	<u>(105,714)</u>
Income tax	22	(20,829)	35,688
<b>Profit/ (Loss) after tax</b>		<u>26,510</u>	<u>(70,026)</u>

The notes on pages 28 to 108 form an integral part of these financial statements.

**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2017 - (CONT'D)**

	Note	2017 GH¢'000	2016 GH¢'000
Profit/(Loss) after tax		26,510	(70,026)
<b>Other comprehensive income, net of tax</b>			
Items that are or may be reclassified to profit or loss			
Net change in value of available for sale financial assets	32	(2,275)	6,996
<b>Other comprehensive income for the year</b>		(2,275)	6,996
<b>Total comprehensive income for the year</b>		24,235	(63,030)
Profit/(Loss) attributable to: Equity holders of the Bank		26,510	(70,026)
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Bank		24,235	(63,030)
<b>Earnings per share</b>			
Basic earnings per share (in Ghana pesewas)	16	11	(166)
Diluted earnings per share (in Ghana pesewas)	16	11	(166)

The notes on pages 28 to 105 form an integral part of these financial statements.

**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Stated Capital GH¢'000	Credit risk Reserve GH¢'000	Statutory Reserve GH¢'000	Revaluation Reserve GH¢'000	Available for Sale Reserve GH¢'000	Income Surplus GH¢'000	Total GH¢'000
Balance at 1 January 2017	275,100	171,417	84,891	57,531	54,617	(188,778)	454,778
<b>Total Comprehensive income, net of income tax Profit</b>	-	-	-	-	-	26,510	26,510
<b>Other Comprehensive income, net of income tax Net change in fair value</b>	-	-	-	-	(2,275)	-	(2,275)
<b>Total Other Comprehensive income</b>	-	-	-	-	(2,275)	-	(2,275)
<b>Transfers from income surplus to reserves And transactions with owners, recorded directly in equity</b>	-	-	-	-	-	-	-
Transfer to/(from) credit risk reserve	-	13,906	-	-	-	(13,906)	-
Transfer to/ (from) statutory reserve	-	-	13,255	-	-	(13,255)	-
<b>Total transfers and transactions with owners</b>	-	13,906	13,255	-	-	(27,161)	-
<b>Balance at 31 December 2017</b>	<u>275,100</u>	<u>185,323</u>	<u>98,146</u>	<u>57,531</u>	<u>52,342</u>	<u>(189,429)</u>	<u>479,013</u>

The notes on pages 28 to 105 form an integral part of these financial statements.



**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2017 – (CONT'D)**

	Stated Capital GH¢'000	Credit risk Reserve GH¢'000	Statutory Reserve GH¢'000	Revaluation Reserve GH¢'000	Available for Sale Reserve GH¢'000	Income Surplus GH¢'000	Total GH¢'000
Balance at 1 January 2016	75,000	103,236	84,891	57,531	47,621	(35,386)	332,893
<b>Total Comprehensive income, net of income tax Loss</b>	-	-	-	-	-	(70,026)	(70,026)
<b>Other Comprehensive income, net of income tax</b>	-	-	-	-	6,996	-	6,996
Net change in fair value	-	-	-	-	6,996	-	6,996
<b>Total Other Comprehensive income</b>	-	-	-	-	6,996	-	6,996
<b>Transfers from income surplus to reserves</b>	-	-	-	-	-	-	-
<b>And transactions with owners, recorded directly in equity</b>	-	-	-	-	-	-	-
Issue of ordinary shares	200,100	-	-	-	-	-	200,100
Transactional costs related to issue of shares	-	-	-	-	-	(15,185)	(15,185)
Transfer to credit risk reserve	-	68,181	-	-	-	(68,181)	-
Total transfers and transactions with owners	200,100	68,181	-	-	-	(83,366)	184,915
Balance at 31 December 2016	275,100	171,417	84,891	57,531	54,617	(188,778)	454,778

The notes on pages 28 to 105 form an integral part of these financial statements.

**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 GH¢'000	2016 GH¢'000
<b>Cash flows from operating activities</b>			
Profit/(Loss) after tax		26,510	(70,026)
Adjustments for:			
Depreciation and Amortization	23, 24	18,365	15,813
Unrealised exchange difference		1,434	(2,869)
Impairment on financial assets	19, 20	49,823	104,022
Loss on disposal of property and equipment	23	4	210
Dividend received		(2,921)	(2,996)
Net Interest income		(309,611)	(194,314)
Tax expense	22	20,829	(35,688)
		-----	-----
Loss before working capital changes		(195,567)	(185,848)
<i>Changes in:</i>			
Loans and advances	19	(175,159)	(37,149)
Other assets	25	(39,322)	2,296
Deposits from customers	27	391,066	637,974
Other liabilities	28	14,329	9,150
		-----	-----
		(4,653)	426,423
Interest Income received		512,144	376,965
Interest expense paid		(202,463)	(169,167)
Dividend received		2,921	2,996
Taxes paid (NFSL)		(2,378)	-
Income tax paid		(6,442)	-
Tax refund		10,470	-
		-----	-----
<b>Net cash generated from operating activities</b>		309,599	637,217
		-----	-----
<b>Cash flows from investing activities</b>			
Purchase of property and equipment	23	(12,989)	(9,419)
Proceeds from the sale of property and equipment	23	-	176
Purchase of intangible assets	24	(11,485)	(28,055)
Purchase/Redemption of Medium and long term government securities	18	(118,732)	(22,766)
Proceeds from disposal of associated company		181	-
		-----	-----
Net cash used in investing activities		(143,025)	(60,064)
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**AGRICULTURAL DEVELOPMENT BANK LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017 – (CONT'D)**

	Note	2017 GH¢'000	2016 GH¢'000
<b>Cash flows from financing activities</b>			
Net receipts/ (payments) of borrowed funds		71,232	134,753
Proceeds from issue of ordinary shares		-	200,100
Transaction costs related to issue of ordinary shares		-	(15,185)
		-----	-----
Net cash generated from financing activities		71,232	319,668
		-----	-----
Net increase in cash and cash equivalents		237,806	896,821
		-----	-----
Cash and cash equivalent at 1 January		1,532,555	632,865
Effect of exchange rate fluctuations on cash held		(1,434)	2,869
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<b>Cash and cash equivalents at 31 December</b>	17	<u>1,768,927</u>	<u>1,532,555</u>

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