

# Ecobank Ghana Limited and its Subsidiaries

Consolidated Financial Statements (un-audited) for the period ended 30 September 2016

## Key ratios

Cost to Income	46.71%
Return on Average Assets	5.30%
Return on Average Equity	42.30%

## Statements of comprehensive income

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

At 30 September

	Group 2016	Group 2015	Bank 2016	Bank 2015
Interest income	772,752	607,331	729,774	587,113
Interest expense	(146,582)	(107,461)	(119,716)	(98,259)
<b>Net interest income</b>	<b>626,170</b>	<b>499,870</b>	<b>610,058</b>	<b>488,854</b>
Fee and commission income	114,057	149,169	113,820	141,493
Fee and commission expense	(2,500)	(2,885)	(2,500)	(2,885)
<b>Net fees and commission income</b>	<b>111,557</b>	<b>146,284</b>	<b>111,320</b>	<b>138,608</b>
Lease income	3,973	2,499	3,973	2,499
Net trading income	91,438	108,807	91,412	102,340
Dividend income	2,300	2,539	2,300	2,539
Other Revenue	7,673	7,253	7,654	7,063
<b>Revenue</b>	<b>843,111</b>	<b>767,252</b>	<b>826,717</b>	<b>741,903</b>
Impairment charge on loans and advances	(44,400)	(40,563)	(44,400)	(40,563)
Operating expenses	(393,832)	(310,385)	(393,417)	(302,395)
<b>Operating profit</b>	<b>404,879</b>	<b>416,304</b>	<b>388,900</b>	<b>398,945</b>
<b>Share of profit of associates (net of tax)</b>	<b>583</b>	<b>643</b>	<b>-</b>	<b>-</b>
<b>Profit before income tax</b>	<b>405,462</b>	<b>416,947</b>	<b>388,900</b>	<b>398,945</b>
Income tax	(100,864)	(99,494)	(95,687)	(91,384)
National fiscal stabilisation levy	(20,273)	(20,847)	(19,445)	(19,947)
<b>Profits after tax</b>	<b>284,325</b>	<b>296,606</b>	<b>273,768</b>	<b>287,614</b>
<b>Other Comprehensive Income</b>				
Items that may be reclassified subsequently to profit or loss:				
Change in value of available for sale investment securities	-	1,344	-	855
Income tax relating to components of other comprehensive income	-	(336)	-	(214)
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>1,008</b>	<b>-</b>	<b>641</b>
<b>Total comprehensive income for the period</b>	<b>284,325</b>	<b>297,614</b>	<b>273,768</b>	<b>288,255</b>
<b>Profit for the year attributable to:</b>				
Equity holders of the Bank	284,325	296,606	273,768	287,614
<b>Comprehensive income for the period attributable to:</b>				
Equity holders of the Bank	284,325	297,614	273,768	288,255
<b>Earnings per share (annualised) Basic and Undiluted</b>	<b>1.29</b>	<b>1.35</b>	<b>1.24</b>	<b>1.31</b>

## Statement of consolidated financial position

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

At 30 September

	Group 2016	Group 2015	Bank 2016	Bank 2015
Cash and balances with Bank of Ghana	828,337	886,769	822,352	886,769
Government Securities	495,498	471,871	411,461	429,167
Loans & advances to banks	2,443,122	1,224,492	2,471,824	1,245,664
Loans & advances to customers	3,457,927	3,304,940	3,480,082	3,328,951
Investment securities: available for sale	83,721	22,888	55,114	21,888
Investment in subsidiaries	-	-	19,179	16,673
Investment in associates	7,969	7,181	4,841	4,841
Intangible assets	6,143	10,072	6,143	10,072
Deferred tax	431	3,669	431	3,669
Property and equipment	359,680	233,347	359,680	233,347
Other assets	198,600	289,351	155,057	227,379
<b>Total Assets</b>	<b>7,881,428</b>	<b>6,454,580</b>	<b>7,786,164</b>	<b>6,408,420</b>
Deposits from banks	547,661	139,983	710,442	480,311
Customer deposits	5,611,953	4,582,435	5,372,644	4,166,206
Other liabilities	471,571	583,677	479,082	643,855
Income tax	7,972	2,742	7,972	2,742
Borrowings	312,839	281,411	306,713	275,503
<b>Total liabilities</b>	<b>6,951,996</b>	<b>5,590,248</b>	<b>6,876,853</b>	<b>5,568,617</b>
<b>Equity and reserves</b>				
Stated capital	226,641	226,641	226,641	226,641
Income surplus account	300,425	279,093	280,793	254,897
Revaluation reserve	59,056	56,821	59,056	56,947
Statutory reserve fund	317,953	278,519	317,464	278,060
Regulatory credit risk reserve	25,357	23,258	25,357	23,258
<b>Total equity attributable to equity holders of the Bank</b>	<b>929,432</b>	<b>864,332</b>	<b>909,311</b>	<b>839,803</b>
<b>Total liabilities and equity</b>	<b>7,881,428</b>	<b>6,454,580</b>	<b>7,786,164</b>	<b>6,408,420</b>

## Consolidated cashflow statement

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

At 30 September

	Group 2016	Group 2015	Bank 2016	Bank 2015
<b>Cashflow from operating activities</b>				
Interest paid	(144,837)	(104,715)	(118,291)	(96,351)
Interest received	772,742	588,540	664,327	516,922
Net fees and commissions	111,616	147,332	111,379	139,655
Other income received	7,673	7,253	7,654	7,063
Dividend received	2,300	2,539	2,300	2,539
Net trading income	81,728	105,120	81,769	98,832
Lease income	3,973	2,499	3,973	2,499
Payments to employees and suppliers	(363,481)	(282,523)	(346,879)	(274,430)
Corporate tax and national stabilisation levy paid	(95,987)	(116,793)	(93,150)	(114,224)
<b>Cashflow from operating activities before changes in operating assets and liabilities</b>	<b>375,727</b>	<b>349,252</b>	<b>313,082</b>	<b>282,505</b>
<b>Changes in operating assets and liabilities</b>				
Loans and advances (to Customers and Banks)	(1,582,142)	(354,275)	(1,639,126)	(409,109)
Other assets	(288,423)	(352,668)	(100,809)	(171,980)
Investment securities	-	-	-	-
Customer deposits	772,258	353,001	706,706	138,082
Other liabilities	(58,198)	(106,715)	45,654	(103,783)
Mandatory Reserves	133,998	100,554	133,998	100,554
<b>Net cash generated from operating activities</b>	<b>(1,022,507)</b>	<b>(360,103)</b>	<b>(853,575)</b>	<b>(446,236)</b>
<b>Cash flow from investing activities</b>				
Purchase of property and equipment	(106,847)	(99,416)	(106,847)	(99,416)
Purchase of software	(830)	(7,531)	(830)	(7,531)
Proceeds from sale of equipment	196	109	196	109
Purchase of government securities	(4,588,100)	(1,108,415)	(4,453,514)	(923,698)
Proceeds from the sale of government securities	4,812,205	1,355,361	4,664,778	1,138,624
<b>Net cash used in investing activities</b>	<b>116,624</b>	<b>140,108</b>	<b>103,783</b>	<b>108,088</b>
<b>Cash from financing activities</b>				
Proceeds from borrowed funds	-	38,676	-	38,676
Repayment of borrowed funds	(45,216)	(16,579)	(45,216)	(16,579)
Dividend Paid	(246,312)	(231,650)	(246,312)	(231,650)
<b>Net cash generated from/(used in) financing activities</b>	<b>(291,528)</b>	<b>(209,553)</b>	<b>(291,528)</b>	<b>(209,553)</b>
<b>Net gain on exchange rate changes on cash and cash equivalents</b>				
Net increase (decrease) in cash and cash equivalents	(821,684)	(80,296)	(728,238)	(265,196)
Cash and cash equivalents at beginning of year	1,511,559	1,371,189	1,322,256	1,172,575
<b>Cash and cash equivalents at end of the period</b>	<b>689,875</b>	<b>1,290,893</b>	<b>594,018</b>	<b>907,379</b>
Effect of exchange rate fluctuations on cash and cash equivalents	(1,942)	(5,777)	(1,942)	(5,777)
<b>Cash and cash equivalents at end of the period</b>	<b>687,933</b>	<b>1,285,116</b>	<b>592,076</b>	<b>901,602</b>

## 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 2015.

3. Contingent liabilities	Group 2016 GHC 000	Group 2015 GHC 000	Bank 2016 GHC 000	Bank 2015 GHC 000
<b>Guarantees, indemnities and letters of credit</b>	<b>571,520</b>	<b>1,033,124</b>	<b>571,520</b>	<b>1,033,124</b>

4. Quantitative Disclosures		
i. Capital Adequacy Ratio	14.86%	15.55%
ii. Non-performing loan Ratio	18.30%	2.57%

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

**George Mensah-Asante**  
Executive Director