

# Standard Chartered Bank Ghana Limited

Unaudited Financial Statements for the period ended 30 June 2019



## Unaudited statement of profit or loss for the period ended 30 June 2019

	Jun 2019 GH¢'000	Jun 2018 GH¢'000
Interest income	350,835	293,411
Interest expense	(68,234)	(54,952)
<b>Net interest income</b>	<b>282,601</b>	<b>238,459</b>
Fees and commission income	59,637	65,366
Fees and commission expense	(8,424)	(7,965)
<b>Net fee and commission income</b>	<b>51,213</b>	<b>57,401</b>
Net trading income	85,397	61,626
Net income from other financial instruments carried at fair value	(3,715)	53
<b>Total other and trading income</b>	<b>81,682</b>	<b>61,679</b>
<b>Operating income</b>	<b>415,496</b>	<b>357,539</b>
Net impairment (charge) on financial assets	(74,589)	(33,675)
<b>Operating income net of impairment charges</b>	<b>340,907</b>	<b>323,864</b>
Personnel expenses	(89,858)	(78,918)
Operating lease expenses	(8,336)	(3,509)
Depreciation and amortisation	(15,272)	(3,686)
Other expenses	(37,353)	(40,764)
	(150,819)	(126,877)
<b>Profit before income tax</b>	<b>190,088</b>	<b>196,987</b>
Income tax expense:		
Corporate tax	(47,522)	(49,247)
National Fiscal Stabilization Levy	(9,504)	(9,849)
<b>Profit for the period:</b>	<b>133,062</b>	<b>137,891</b>
Basic earnings per share (Ghana Cedis per share)	0.99	1.02
Diluted earnings per share (Ghana Cedis per share)	0.99	1.02

## Unaudited statement of financial position for the period ended 30 June 2019

	Jun 2019 GH¢'000	Jun 2018 GH¢'000
<b>Assets</b>		
Cash and cash equivalents	2,476,729	2,205,680
Derivative assets held for risk management	765	14,963
Non-pledged trading assets	24,773	10,967
Loans to other banks	184,065	22,614
Loans and advances to customers	1,429,246	1,242,429
Investment securities	2,211,066	1,776,726
Current tax assets	31,896	33,427
Property, plant and equipment	275,977	34,778
Intangible assets	-	589
Equity investment	1	1
Other assets	326,463	242,325
<b>Total assets</b>	<b>6,960,981</b>	<b>5,584,499</b>
<b>Liabilities</b>		
Deposits from other financial institutions	358,748	47,395
Deposits from customers	4,588,803	4,145,864
Borrowings	289,245	90,459
Deferred tax liability	4,483	6,339
Other liabilities	679,892	254,756
<b>Total liabilities</b>	<b>5,921,171</b>	<b>4,544,813</b>
<b>Shareholders' funds</b>		
Stated capital	400,000	121,631
Income surplus	322,051	498,624
Reserve fund	299,658	246,994
Credit risk reserve	26,284	148,237
Other reserves	(8,183)	24,200
<b>Total shareholders' funds</b>	<b>1,039,810</b>	<b>1,039,686</b>
<b>Total liabilities and shareholders' funds</b>	<b>6,960,981</b>	<b>5,584,499</b>

## Unaudited statement of cash flows for the period ended 30 June 2019

	Jun 2019 GH¢'000	Jun 2018 GH¢'000
<b>Cash flows from operating activities</b>		
Profit for the period	133,062	137,891
<i>Adjustments for:</i>		
Depreciation and amortisation	15,272	3,686
Impairment on financial Assets	74,589	33,675
Net interest income	(282,601)	(238,459)
Income tax expense	57,026	59,096
	(2,652)	(4,111)
<i>Change in:</i>		
Trading assets	30,293	32,115
Investment securities	(546,154)	(519,786)
Derivate assets held for risk management	1,683	(14,420)
Loans to other banks	(161,450)	(22,614)
Loans and advances to customers	(201,741)	109,592
Other assets	89,779	101,126
Deferred tax assets	4,483	2,768
Derivate liabilities held for risk management	(3,787)	(543)
Deposits from customers	286,731	725,700
Deposits from banks	314,144	(18,691)
Current tax asset	(31,896)	-
Other liabilities and provisions	298,089	(31,536)
	77,522	359,600

## Unaudited statement of cash flows for the period ended 30 June 2019 (cont'd)

	Jun 2019 GH¢'000	Jun 2018 GH¢'000
Interest received	327,471	268,523
Interest paid	(43,389)	(37,462)
Income tax paid	(47,990)	(70,614)
<b>Net cash generated from operating activities</b>	<b>313,614</b>	<b>520,047</b>
<b>Cash flows in investing activities</b>		
Property, plant and equipment change	(226,403)	(6,288)
<b>Net cash used in investing activities</b>	<b>(226,403)</b>	<b>(6,288)</b>
<b>Cash flows used in financing activities</b>		
Dividend paid	(141,589)	(773)
<b>Net cash used in financing activities</b>	<b>(141,589)</b>	<b>(773)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(54,372)</b>	<b>512,986</b>
Cash and cash equivalents at 1 January	2,531,107	1,692,694
<b>Cash and cash equivalents at 30 June</b>	<b>2,476,729</b>	<b>2,205,680</b>

## Unaudited statement of changes in equity for the period ended 30 June 2019

2019	Stated capital GH¢'000	Income surplus GH¢'000	Reserve fund GH¢'000	Credit risk reserve GH¢'000	Other reserves GH¢'000	Total shareholders' fund GH¢'000
<b>Balance at 1 January 2019</b>	<b>400,000</b>	<b>230,216</b>	<b>299,658</b>	<b>126,647</b>	<b>(8,701)</b>	<b>1,047,819</b>
<i>Movement during the period</i>						
<b>Profit for the period</b>	-	133,062	-	-	-	133,062
<b>Dividend paid</b>	-	(141,589)	-	-	-	(141,589)
<b>Transfer from credit risk reserve</b>	-	100,362	-	(100,362)	-	-
<b>FVOCI-debt securities</b>	-	-	-	-	518	518
<b>As at 30 June 2019</b>	<b>400,000</b>	<b>322,051</b>	<b>299,658</b>	<b>26,285</b>	<b>(8,183)</b>	<b>1,039,810</b>

## Unaudited statement of changes in equity for the period ended 30 June 2018

2018	Stated capital GH¢'000	Income surplus GH¢'000	Reserve fund GH¢'000	Credit risk reserve GH¢'000	Other reserves GH¢'000	Total shareholders' fund GH¢'000
<b>Balance at 1 January 2018</b>	<b>121,631</b>	<b>361,859</b>	<b>246,994</b>	<b>148,237</b>	<b>42,033</b>	<b>920,754</b>
<i>Movement during the period</i>						
<b>Profit for the period</b>	-	137,891	-	-	-	137,891
<b>Net fair value gains/loss on available for sale for financial asset</b>	-	-	-	-	(17,244)	(17,244)
<b>Dividend paid</b>	-	(773)	-	-	-	(773)
<b>Expected Credit Loss Adjustment</b>	-	(22,546)	-	-	-	(22,546)
<b>Subsequent Expected Credit Loss</b>	-	21,604	-	-	-	21,604
<b>Other movements</b>	-	589	-	-	(589)	-
<b>As at 30 June 2018</b>	<b>121,631</b>	<b>498,624</b>	<b>246,994</b>	<b>148,237</b>	<b>24,200</b>	<b>1,039,686</b>

The Financial Statements presented in this publication are extracts from the unaudited financial statements for the period ended 30 June 2019, 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 June 2019

### Significant accounting policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS's) 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.

### Quantitative disclosures

	Jun 2019	Jun 2018
i. Capital requirement directive (CRD) (%)	27.08	26.30
ii. CET 1 (%)	24.79	24.30
iii. Tier 1 (%)	25.08	24.30
iv. Leverage ratio (%)	9.29	-
v. Non-performing loan (NPL) ratio (%) - Gross basis	22.36	48.16
vi. Non-performing loan (NPL ratio less loss category) (%)	7.55	18.20
vii. Liquid ratio (%)	96.00	81.60

### Qualitative disclosures

- The Bank's dominant risks are: credit risk, liquidity risk, market risk, and operational risk.
- 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 June 2019 are consistent with those followed for the year ended 31 December 2018.

### Defaults in statutory liquidity and accompanying sanctions

	Jun 2019	Jun 2018
iv. Default in statutory liquidity (times)	Nil	Nil
v. 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