

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2017

(All amounts are in thousands of Ghana cedis)

	2017	2016
Interest income	116,517	101,076
Interest expense	(45,914)	(35,521)
Net interest income	70,603	65,555
Fee and commission income	23,835	21,886
Net trading income	17,032	10,774
Net income from other financial instruments carried at fair value	3,972	110
Other operating income	125	452
Operating income	115,567	98,777
Net impairment loss on financial assets	(564)	(4,259)
Personnel expenses	(16,032)	(15,375)
Amortisation of prepaid operating lease	(3,168)	(2,680)
Depreciation and amortisation	(3,343)	(2,896)
Other operating expenses	(27,236)	(21,256)
Profit before income tax	65,134	52,310
National fiscal stabilization levy	(3,257)	(2,615)
Income tax expense	(16,542)	(12,557)
Profit for the year after income tax and national fiscal stabilization levy	45,335	37,137
Basic & Diluted EPS (Ghana cedi per share)	0.0061	0.0050

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2017

	2017 GHS'000	2016 GHS'000
Assets		
Cash and cash equivalents	527,293	526,520
Non-pledged trading assets	64,823	-
Loans and advances to customers	599,481	632,842
Investment securities	554,200	287,160
Deferred income tax assets	2,114	1,575
Current Income tax assets	-	1,688
Intangible assets	2,599	2,668
Other assets	30,583	40,783
Property and equipment	24,318	26,441
Total assets	1,805,411	1,519,677
Liabilities		
Deposits from banks	20,000	136,947
Deposits from customers	1,412,986	1,042,310
Borrowings	38,276	54,369
Current income tax liabilities	16	-
Deferred income tax liabilities	1,690	1,315
Other liabilities	39,929	38,218
Total liabilities	1,512,897	1,273,160
Equity		
Stated capital	82,655	82,655
Credit risk reserve	62,343	64,212
Statutory reserve	105,745	95,503
Income surplus	41,771	4,147
Total shareholders funds	292,514	246,517
Total liabilities and equity	1,805,411	1,519,677

UNAUDITED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2017

	2017 GHS'000	2016 GHS'000
Cash flows from Operating Activities		
Profit before tax	65,134	52,310
Adjustments for:		
Depreciation and amortization	3,343	2,896
Impairment on financial assets	564	4,259
Exchange difference on borrowing	1,988	2,195
Profit on disposal of property and equipment	(125)	(54)
Change in loans and advances	27,081	5,038
Change in trading assets and investment securities	(134,048)	(32,736)
Change in other assets	(6,945)	(14,783)
Change in deposits from customers	301,875	88,492
Change in deposits from banks	(37,492)	-
Change in other liabilities	(4,461)	13,092
Change in mandatory reserve deposit	(30,188)	(8,849)
Income tax paid	(13,427)	(12,093)
National fiscal stabilization Levy paid	(2,858)	(2,361)
Net cash generated from operating activities	170,441	97,407
Cash flows from investing activities		
Purchase of property and equipment	(2,940)	(2,345)
Purchase of intangible assets	(251)	(1,090)
Proceeds from sale of property and equipment	271	79
Net cash used in investing activities	(2,920)	(3,356)
Cash flows from financing activities		
Draw down on borrowings	-	-
Repayment of borrowings	(11,087)	(9,655)
Dividend paid	(35,940)	(27,120)
Net cash used in financing activities	(47,027)	(36,774)
Net increase / (decrease) in cash and cash equivalents	120,494	57,277
Cash and cash equivalents at 1 January	552,858	375,894
Cash and cash equivalents at 30 June	673,352	433,171

Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) 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 Financial Statements for the six months ended 30 June 2017.

Quantitative Disclosures

	2017	2016
i. Capital Adequacy Ratio	20.41%	15.89%
ii. Non-performing loan (NPL) to gross loss (BoG basis)	13.22%	29.98%

Qualitative Disclosures

The Bank's dominant risks are: credit risk, liquidity risk, market risk, operational risk and foreign exchange risk. The processes followed in risk measurement and their management for the six months ended 30 June 2017 are consistent with those followed for the period ended 31 December 2016.

Defaults in statutory liquidity and accompanying sanctions

	2017	2016
i. Default in statutory Liquidity (No. of times)	nil	nil
ii. Sanctions for statutory Liquidity default (GHS'000)	nil	nil

Risk Management Framework

As a Bank, risk is at the core of our operations. To manage it, we have designed a Risk Management Framework covering the strategic framework, organizational structure, risk appetite, operational framework and risk monitoring and reporting.

Nature of Business

The Bank is licensed to carry out Universal Banking business in Ghana. There was no change in the nature of the Bank's business for the six months ended 30 June 2017.

Holding company

The Bank is a subsidiary of Guaranty Trust Bank Plc, a company incorporated in the Federal Republic of Nigeria and licensed to carry out universal banking business.

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

Signed: **Alhaji Yusif Ibrahim**
Chairman

Signed: **Olaekan Sanusi**
Managing Director



Simple Banking for every Ghanaian
Just dial *737# to start Try it today!

... wouldn't you rather bank with us? www.gtghana.com