

Retained earnings

Total equity and liabilities

Total equity

ZENITH BANK (GHANA) LIMITED UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED JUNE 30.

NCIAL STA	TEMENTS FO	OR THE HALF YEAR ENDED JUNE	30, 201 9
OME		UNAUDITED STATEMENT OF CASH FLOWS	
2019	2018		20
	,	Profit after tax	G 158.524.1
			100,024,1
(123,360,733)	(137,369,229)	Depreciation and amortization	10,004,1
221,425,760	<u> 193,163,316</u>	Net impairment loss on financial assets	1,752,9
		Net interest income	(221,425,76
40,330,141	53,525,860	Loss / (profit) on disposal of property, plant and equipment	119,4
(3,514,819)	(3,064,500)	Asset write-off	
36 945 322	50 461 360	· ·	42,750,0
30,013,322	30,401,300	Fair value changes recognised in profit or loss	(11,164,96 (19,440,0
66.717.668	20.326.104	Changes in:	<u>(</u> 19,440,0
			325,063,0
	, , , , ,		16,376,3
			8,407,2
79,329,124	<u>21,731,259</u>	Investment securities	(1,136,230,20
		Loans and advances to customers	(19,190,43
337,570,206	<u>265,355,935</u>	Other assets	16,997,8
		Borrowings	42,355,0
(1,752,926)	(4,184,611)	Deposits from customers	132,107,1
(72,809,598)	(43,052,133)	Deposits from banks and non-bank financial institutions	(14,062,6
-	(3,273,751)	Other liabilities	73,860,9
(10,004,193)	(8,865,583)		(573,755,7
(51,729,346)	(52,483,587)	Interest received	346,806,4
			(125,380,7
201,274,143	153,496,270	·	_(41,634,03
(42.750.000)	(40.726.995)	· · · · · · · · · · · · · · · · · · ·	(393,964,0
		,	
158,524,143	103,759,385	Cash flow from investing activities	
		Acquisition of property, plant and equipment	(5,818,39
	-	Proceeds from disposal of property, plant and equipment	15,460,3
		Acquisition of intangible assets	(1,549,7
<u>158,524,143</u>	<u>103,759,385</u>	Net cash flow from/ (used in) investing activities	8,092,2
0.08	0.05	Net (decrease) / increase in cash and cash equivalents	(385,871,7
		Balance at beginning	1,213,466,9
2040	2040		827,595,1
		Effect of exchange rate fluctuations on cash and cash equiva-	13,834,4
	211,	15.116	
		Cash and cash equivalents at 30 June	<u>841,492,6</u>
		Go	
		lile-	
750,952,309	769,637,459	with Zer	nith Bank
		it's fa	ster, it's smarte
	 		
1,025,255,714	1,656,966,080		
3,539,649,149			
12,644,958	35,167,508		
	62,665,356		
· · · · · · · · · · · · · · · · · · ·			
4,555,050,240	9,010,121,442	Live <i>lite</i> with Zenith Digital Bar	nking products
			The state of the s
22,237,382	19,476,467 189,403,729		Talk
	2019 GH¢ 346,806,493 (125,380,733) 221,425,760 40,330,141 (3,514,819) 36,815,322 66,717,668 11,164,960 1,446,496 79,329,124 337,570,206 (1,752,926) (72,809,598) - (10,004,193) (51,729,346) 201,274,143 (42,750,000) 158,524,143 - 158,524,143 0.08 2019 GH¢ 911,989,512 95,695,012 200,701,303 3,410,075,050 329,367,804 750,952,309 225,674,156 2,875,535 8,991,208 29,890,827 5,966,212,716 1,025,255,714 3,539,649,149 12,644,958 14,393,484 338,18,642 2,552,7240 400,000,000 243,723,706 22,37,382	2019	2019 GHE 346,8043 330,5245 30,5245 31(25,838,0733) (137,389,229) 221,425,750 331,531,531,531,531,531,531,531,531,531,

189,403,729

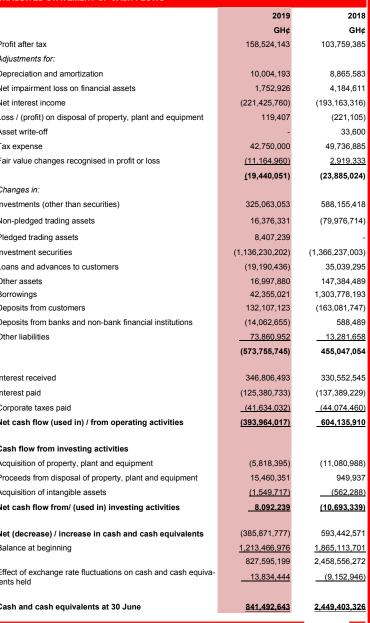
811,541,309

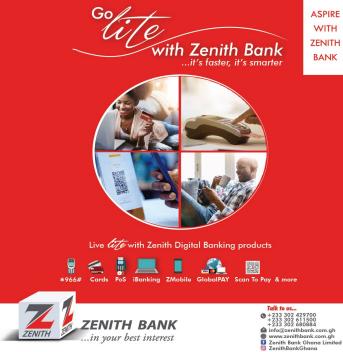
5,889,668,751

364,601,388

1,030,562,476

5,966,212,716





UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Credit risk reserve	Statutory reserve	Retained Earnings	Total Equity
Balance at 1 January 2019	400,000,000	22,237,382	243,723,706	206,239,793	872,200,881
Changes on initial application of IFRS 16:					
- Increase in depreciation charge	<u>-</u> _	<u>-</u> _	<u>-</u> _	(162,548)	(162,548)
Restated balance at 1 January 2019	400,000,000	22,237,382	243,723,706	206,077,245	872,038,333
Profit for the period	<u>-</u>	<u>-</u>	<u>-</u> _	158,524,143	158,524,143
Balance at 30 June 2019	400,000,000	22,237,382	243,723,706	364,601,388	1,030,562,476
Balance at 1 January 2018	122,021,496	14,948,358	150,781,421	459,583,785	747,335,060
Changes on initial application of IFRS 9:					
- Increase in impairment provisioning	<u>-</u>	<u>-</u>	-	(38,166,321)	(38,166,321)
Restated balance at 1 January 2018	122,021,496	14,948,358	150,781,421	421,417,464	709,168,739
Profit for the period	-	-	-	103,759,385	103,759,385
Transactions and transfers					
Transfers for the period	277,978,504	4,528,109	51,879,692	(334,386,305)	-
Transaction Cost		_		(1,386,815)	(1,386,815)
Net transfers and transactions	277,978,504	4,528,109	51,879,692	(335,773,120)	(1,386,815)
Balance at 30 June 2018	400,000,000	19,476,467	202,661,113	189,403,729	<u>811,541,309</u>

NOTES TO THE FINANCIAL STATEMENTS

Reporting entity

Zenith Bank (Ghana) Limited (the Bank) is a bank incorporated in Ghana. The address of the Bank's registered office is Zenith Heights, No. 31 Independence Avenue, PMB CT 393, Accra.

Basis of accounting

These unaudited financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 1963 (Act 179) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

Functional and presentation currency

These unaudited financial statements are presented in Ghana Cedi, which is the Bank's functional currency.

Use of judgements and estimates

In preparing these unaudited financial statements, management has made judgements, estimates and assumptions that affect the application of the Bank's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

Basis of measurement

These unaudited financial statements have been prepared on a historical cost basis except for the following material items:

Items	Measurement Basis
 Non-derivative financial instruments at fair value through profit or loss/ pledged and non pledged trading assets 	Fair value

Significant accounting policies

These unaudited 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 in the manner required by the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

Except as indicated below, the principal accounting policies applied in the preparation of these unaudited financial statements are consistent with the accounting policies applied in the audited financial statements of the bank for the year ended December 31, 2018. These policies have been consistently applied to all the years presented, unless otherwise stated.

Changes in accounting policies

On January 01, 2019, the Bank adopted IFRS 16 - Leases as issued by the IASB on January 13, 2016. The adoption of IFRS 16 resulted in changes to the Bank's accounting policies with regard to the recognition and measurement of leases. The Bank has elected not to restate its comparative financial statements as permitted by the transitional provisions for IFRS 16.

Risk Management

The Bank's activities expose the business to risks. The Bank has exposure to the following types of risks:

- Credit risk
- · Liquidity risk
- Market risk
- Operational risk

These risks are managed professionally and in a targeted manner. The Bank's risk management policies are established to identify and analyse risks faced by the Bank, set appropriate risks limits and controls as well as monitor these risks and adherence to established policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered by the Bank.

Quantitative Disclosures	2019	2018
Capital adequacy ratio (%)	33.68	28.19
Capital adequacy ratio per Capital Requirements Directive (CRD) (%)	31.59	-
Non-performing loans to gross loans (%)	12.91	18.17
Loan loss provision (%)	10.64	9.80
Liquid Ratio (%)	179	265
Off-balance sheet exposures (GH¢' million)	617	885
Common Equity Tier 1 Ratio (%)	29.59	-
Leverage Ratio (%)	12.41	-

Defaults in statutory liquidity and accompanying sanctions				
	June 2019	June 2018		
a) Default in statutory liquidity	Nil	Nil		
b) Sanctions	Nil	Nil		

Signed Signed Henry Oroh Dr. Mary Chinery-Hesse (Managing Director/CEO) (Chairman)