



ZENITH BANK (GHANA) LTD

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2023

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

	2023	2022
	GH¢'000	GH¢'000
Interest income	979,455	713,956
Interest expense	(244,203)	(191,835)
Net interest income	735,252	522,121
Fee and commission income	163,517	123,957
Fee and commission expense	(22,118)	(13,168)
Net fee and commission income	141,399	110,789
Net trading income	258,415	64,066
Net income - financial instruments at fair value	-	5,106
Other income	6,693	5,602
Net trading and other income	265,108	74,774
Operating Income	1,141,759	707,684
Impairment loss on financial assets	(53,738)	(24,490)
Personnel expenses	(154,683)	(130,337)
Depreciation and amortization	(23,167)	(19,560)
Other expenses	(175,581)	(130,168)
Profit before income tax	734,590	403,129
Income tax expense	(163,412)	(88,869)
Profit after tax attributable to equity holders of the Bank	571,178	314,260
Other comprehensive income (net of income tax)	-	-
Total comprehensive income attributable to equity holders of the bank	571,178	314,260
Earnings per share - Basic & Diluted	0.14	0.08

UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Credit Risk Reserve	Statutory Reserve	Retained Earnings	Total Equity
	GH¢'000	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Balance at 1 January 2023	400,000	9,704	444,899	127,764	982,367
Profit for the period	-	-	-	571,178	571,178
Balance at 30 September 2023	400,000	9,704	444,899	698,942	1,553,545
Balance at 1 January 2022	400,000	19,439	444,899	689,799	1,554,137
Profit for the period	-	-	-	314,260	314,260
Dividend Paid	-	-	-	(152,000)	(152,000)
Transfer to credit risk reserve	-	(6,408)	-	6,408	-
Balance at 30 September 2022	400,000	13,031	444,899	858,467	1,716,397

UNAUDITED STATEMENT OF CASH FLOWS

	2023	2022
	GH¢'000	GH¢'000
Profit before tax	734,590	403,129
<i>Adjustments for:</i>		
Depreciation and amortization	23,167	19,560
Net impairment loss on financial assets	53,738	24,490
Net interest income	(735,252)	(522,121)
Profit on disposal of property, plant and equipment	-	(1,975)
Fair value changes recognised in profit or loss	-	(5,106)
	76,243	(82,023)
<i>Changes in:</i>		
Investments (other than securities)	86,073	(645,402)
Non-pledged trading assets	15,271	64,027
Pledged trading assets	1,951	484,804
Investment securities	(101,829)	(284,392)
Loans and advances to customers	(180,888)	(602,092)
Other assets	(48,941)	(44,477)
Deposits from customers	1,760,579	1,980,389
Deposits from banks and non-bank financial institutions	(1,531)	(1,340)
Other liabilities	(50,713)	(496,202)
	1,556,215	373,292
Interest received	979,455	713,956
Interest paid	(244,203)	(191,835)
Corporate taxes paid	(163,412)	(84,196)
Net cash flow generated from operating activities	2,128,055	811,217
Cash flow from investing activities		
Acquisition of property, plant and equipment	(30,944)	(25,664)
Disposal of property, plant and equipment	-	3,025
Acquisition of intangible assets	(469)	(6,311)
Net cash flow used in investing activities	(31,413)	(28,950)
Cash flow from financing activities		
Finance lease payments	(12,238)	(54,475)
Dividend paid	-	(152,000)
Net changes in Borrowings	96,258	(5,317)
Net cash flow generated from/(used in) financing activities	84,020	(211,792)
Net increase in cash and cash equivalents	2,180,662	570,475
Balance at beginning	2,286,213	1,162,515
	4,466,875	1,732,990
Effect of exchange rate fluctuations on cash and cash equivalents held	(27,371)	(6,422)
Cash and cash equivalents at 30 September	4,439,504	1,726,568

UNAUDITED STATEMENT OF FINANCIAL POSITION

	2023	2022
	GH¢'000	GH¢'000
Assets		
Cash and bank balances	2,989,341	2,081,360
Non-pledged trading assets	-	42,663
Pledged trading assets	-	233
Investment securities	5,601,739	4,966,765
Investments (other than securities)	314,626	712,344
Loans and advances to customers	2,037,099	2,100,992
Property, plant and equipment	336,961	270,612
Intangible assets	6,238	10,744
Current tax receivable	-	10,610
Deferred tax assets	325,019	25,280
Other assets	422,702	238,230
Total assets	12,033,725	10,459,833
Liabilities		
Borrowings	96,258	100,061
Deposits from customers	10,168,780	8,371,470
Deposits from banks and non-bank financial institutions	16,376	17,960
Current tax payable	-	4,935
Other liabilities	182,677	236,640
Deferred tax liabilities	16,089	12,370
Total liabilities	10,480,180	8,743,436
Equity		
Stated capital	400,000	400,000
Statutory reserve	444,899	444,899
Credit risk reserve	9,704	13,031
Retained earnings	698,942	858,467
Total equity	1,553,545	1,716,397
Total equity and liabilities	12,033,725	10,459,833



ZENITH BANK (GHANA) LTD

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2023

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

1. Reporting entity

Zenith Bank (Ghana) Ltd (the Bank) is a limited liability company incorporated and domiciled in Ghana. The registered office is Zenith Heights, No. 37 Independence Avenue, PMB CT 393, Accra. The Bank is a subsidiary of Zenith Bank Plc, a bank incorporated in the Federal Republic of Nigeria.

2. Basis of accounting

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 Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

3. Functional and presentation currency

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

4. 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.

5. Basis of measurement

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

Items	Measurement Basis
<ul style="list-style-type: none"> Non-derivative financial instruments at fair value through profit or loss Pledged trading assets Non-pledged trading assets 	Fair value

6. Significant accounting policies

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, 2022. These policies have been consistently applied to all the years presented, unless otherwise stated.

7. Risk Management

The Bank's activities expose the business to certain 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.

8. Quantitative Disclosures

DISCLOSURES	2023	2022
Capital Adequacy Ratio (%)	23.28	39.03
Common Equity Tier 1 Ratio (%)	20.28	37.03
Leverage Ratio (%)	8.60	10.78
Non-performing loans to gross loans (%)	4.64	3.35
Loan loss provision (%)	4.42	4.00
Liquid Ratio (%)	85	76
Off-balance sheet exposures (GH¢' million)	1,065	2,071
Default in statutory liquidity (Number of times)	Nil	Nil
Sanctions for Default in statutory liquidity (GH¢'000)	Nil	Nil
Other Regulatory Penalties (GH¢'000)	60	60

SIGNED

Freda Duplan
(Chairperson)

SIGNED

Henry Chinedu Onwuzurigbo
(Managing Director/CEO)



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Think Zenith Bank

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