

AGRICULTURAL DEVELOPMENT BANK PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023			UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2023							
	2023	2022	In thousands of GHc	Stated Capital	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
Assets			GH¢ '000	GH¢ '000						
Cash and bank balances	1,965,887	753,258								
Due from other banks	358,873	355,377								
Investment securities	1,577,888	2,080,089								
Loans and advances to customers	3,766,449	2,723,256								
Investment (other than securities)	134,794	99,951								
Corporate tax assets	942	-								
Intangible assets	18,460	24,523								
Other assets	114,983	79,434								
Property and equipment	216,954	122,249								
Right of use asset	108,086	143,593								
Deferred tax assets	38,546	55,813								
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Total Assets	8,301,862	6,437,541								
Liabilities	=====	=====								
Borrowed funds	531,524	382,756								
Deposits from customers	6,755,328	4,758,167								
Corporate tax liability	-	35,272								
Other liabilities	144,854	110,541								
Lease liability	184,938	193,657								
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Total liabilities	7,616,643	5,480,394								
Equity	=====	=====								
Share capital	698,700	698,700								
Accumulated losses	(663,387)	(245,821)								
Revaluation reserve	122,684	57,531								
Statutory reserve	195,529	191,461								
Credit risk reserve	247,275	196,921								
Fair value through OCI	84,417	58,356								
Shareholders' funds	685,219	957,147								
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Total liabilities and shareholders' funds	8,301,862	6,437,541								
=====	=====	=====								
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2023			UNAUDITED STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED 31, 2023							
	2023	2022		2023	2022					
	GH¢ '000	GH¢ '000		GH¢'000	GH¢'000					
Interest income	302,778	194,054								
Interest expense	(177,231)	(95,088)								
Net interest income	125,547	98,966								
Fees and commission income	33,905	25,107								
Fees and commission expense	(4,895)	(2,558)								
Net fees and commission income	29,010	22,549								
Net trading income	60,205	23,559								
Other operating income	13	644								
Operating Income	214,776	145,718								
=====	=====	=====								
Impairment (loss)/gain on financial assets	(12,900)	836								
Personnel expenses	(96,187)	(66,075)								
Other expenses	(58,238)	(38,734)								
Depreciation and Amortization	(8,464)	(15,969)								
Profit before tax	38,987	25,776								
Income tax expense	(11,959)	(6,884)								
Profit after tax	27,028	18,892								
Other comprehensive income, net of tax of items that will not be reclassified to profit or loss										
Fair value through other Comprehensive Income	-	-								
Other comprehensive income for the year	-	-								
Total comprehensive income for the year	27,028	18,892								
Profit attributable to:										
Equity holders of the bank	27,028	18,892								
Total comprehensive income attributable to:										
Equity holders of the Bank	27,028	18,892								
Earnings per share										
Basic (in Ghana pesewas)	7.79	5.45								
Diluted (in Ghana pesewas)	7.79	5.45								

included where appropriate. The financial statements have been prepared on a historical cost basis except for the following material items; buildings which are carried at revalued amounts and fair value of Equity Investments through Other Comprehensive Income.

3. Functional and Presentation Currency

These financial statements are presented in "Ghana Cedis", which is the Bank's functional currency and has been rounded to the nearest thousand.

4. Use of Judgements and Estimates

In preparing these 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 accounting estimates are recognised prospectively.

5. Contingent Liabilities

	2023	2022
	GH¢'000	GH¢'000
Guarantees and Indemnities	31,200	47,139
Letters of Credit	73,847	101,652

6. Quantitative Disclosures

	2023	2022
	%	%
Capital Adequacy Ratio	6.19	11.60
Non Performing Loans to Gross Loans	28.56	27.71
Liquid Ratio	82.81	81.20
Common Equity Tier 1	3.09	8.60
Leverage Ratio	1.96	6.10

7. Default in statutory requirements and accompanying sanctions:

For the period under review, the bank did not record any statutory liquidity breaches and therefore did not incur any sanctions.

	GH¢'000	GH¢'000
(i) Sanctions (GHS'000)	Nil	Nil
(ii) Default in statutory liquidity	Nil	Nil

Other regulatory breaches (Including onsite examination)

	Nil	Nil
(i) Sanctions (GHS'000)	Nil	Nil
(ii) Number of breaches	Nil	Nil

8. Corporate Social Responsibility (GHS'000)

A total amount of GHS1,026 (March, 2022: GHS448) was spent in respect of Corporate Social responsibility for the period ended 31 March 2023; these included donation to schools and others of national interest.

9. 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 and operational risk. It is therefore a fundamental responsibility of management to ensure that all the risks associated with each class of business, each product and each type of transaction are identified and managed as well as the risks associated with the conduct of the bank's affairs. These inherent risks are managed through a process of on-going identification, measurement and monitoring, subject to risk limits and controls. This process is critical to the Bank's continued profitability.

Approval of the Financial Statements

The financial statements of the Bank were approved by the Board of Directors on April 27, 2023 and were signed on their behalf by:

 Daasebre Akuamoa

Agyapong II
Chairman

 Alhassan Yakubu - Tali

Managing Director

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... truly agric and more