

AGRICULTURAL DEVELOPMENT BANK LIMITED

UNAUDITED SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED

MARCH 31, 2021

UNAUDITED STATEMENT OF FINANCIAL POSITION			UNAUDITED STATEMENT OF COMPREHENSIVE INCOME		
	2021 GH¢ '000	2020 GH¢ '000		2021 GH¢ '000	2020 GH¢ '000
Assets			Interest income		
Cash and bank balances	811,086	836,131	Interest expense	(61,162)	(49,477)
Due from other banks	318,252	281,528	Net interest income	118,184	97,452
Investment securities	2,163,373	1,652,707	Fees and commission income	20,941	19,386
Loans and advances to customers	1,966,076	1,471,854	Fees and commission expense	(3,295)	(3,710)
Investment (other than securities)	91,883	102,316	Net fees and commission income	17,646	15,676
Corporate tax assets	601	5,632	Net trading income	9,811	12,404
Intangible assets	35,392	18,620	Other operating income	814	1,339
Other assets	99,580	147,255	Operating Income	146,455	126,871
Property and equipment	106,092	103,939		=====	=====
Right of use asset	171,764	35,613	Impairment loss on financial assets	(7,857)	(1,665)
Deferred tax assets	43,754	58,890	Personnel expenses	(56,711)	(56,638)
	=====	=====	Other expenses	(35,057)	(31,715)
Total Assets	5,807,853	4,714,486	Depreciation and Amortization	(15,329)	(20,728)
Liabilities			Profit before tax	31,500	16,125
Borrowed funds	267,672	260,145	Income tax expense	(4,622)	(2,826)
Deposits from customers	4,370,514	3,510,916	Profit after tax	26,877	13,300
Other liabilities	125,402	97,707	Other comprehensive income, net of tax of		
Lease liability	166,765	39,360	<i>Items that will not be reclassified to profit or loss</i>		
	=====	=====	Fair value through other Comprehensive Income	-	-
Total liabilities	4,930,353	3,908,128	Other comprehensive income for the year	-	-
Equity			Total comprehensive income for the year	26,877	13,300
Share capital	698,700	698,700	Profit attributable to:		
Accumulated losses	(211,995)	(281,444)	Equity holders of the bank	26,877	13,300
Revaluation reserve	57,531	57,531	Total comprehensive income attributable to:		
Statutory reserve	154,653	115,162	Equity holders of the Bank	26,877	13,300
Credit risk reserve	126,286	156,245	Earnings per share		
Fair value through OCI	52,326	60,163	Basic (in Ghana pesewas)	10.27	3.83
	=====	=====	Diluted (in Ghana pesewas)	10.27	3.83
Shareholders' funds	877,500	806,358			
Total liabilities and shareholders' funds	5,807,853	4,714,486			
	=====	=====			

UNAUDITED STATEMENT OF CHANGES IN EQUITY

	In thousands of GH¢	Stated Capital	Deposit for Shares	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
Balance at January 1, 2021		698,700	-	153,088	141,214	57,531	52,326	(252,236)	850,623
Additional Capital									
Deposit for Shares	-	-	-	-	-	-	-	-	-
Profit/Loss for the year	-	-	-	-	-	-	-	26,877	26,877
Transaction costs related to Right Issue	-	-	-	-	-	-	-	-	-
Other Comprehensive income net of tax									
Net Change in fair value of equity investments	-	-	-	-	-	-	-	-	-
Transfer from income surplus to reserves and transactions with owners recorded directly in equity	-	-	-	-	-	-	-	-	-
Transfer to/(from) credit risk reserve	-	-	(26,802)	-	-	-	-	26,802	-
Transfers from income surplus to reserves and transactions with owners recorded directly in Equity	-	-	-	13,439	-	-	-	(13,439)	-
Balance at MARCH 31, 2021		698,700	-	126,286	154,653	57,531	52,326	(211,995)	877,500
	In thousands of GH¢	Stated Capital	Deposit for Shares	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Income Surplus	Total
Balance at January 1, 2020		421,700	277,000	157,827	108,512	57,531	60,163	(289,349)	793,385
Additional Capital									
Deposit for Shares	277,000	(277,000)	-	-	-	-	-	-	-
Transfer from deposit for shares to stated capital	-	-	-	-	-	-	-	(327)	(327)
Profit/Loss for the year	-	-	-	-	-	-	-	13,300	13,300
Other Comprehensive income, net of income tax								-	-
Net Change in fair value	-	-	-	-	-	-	-	-	-
Transfer from income surplus to reserves and transactions with owners recorded directly in equity	-	-	(1,582)	-	-	-	-	1,582	-
Transfer to/(from) credit risk reserve	-	-	-	-	-	-	-	-	-
Transfers from income surplus to reserves and transactions with owners recorded directly in Equity	-	-	-	6,650	-	-	-	(6,650)	-
Balance at MARCH 31, 2020		698,700	-	156,245	115,162	57,531	60,163	(281,444)	806,358

AGRICULTURAL DEVELOPMENT BANK LIMITED
AUDITED SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

UNAUDITED STATEMENT OF CASHFLOWS

	2021 GH¢'000	2020 GH¢'000
Cash flows from operating activities		
Profit before tax	31,500	16,125
Adjustments for:		
Depreciation and amortization	15,329	20,728
Impairment charge on Financial Assets	7,857	1,665
Finance cost- lease Liability	-	1,392
Dividend received	-	(186)
Net interest income	(118,184)	(97,452)
(Loss) before working capital changes	(63,498)	(57,728)
Changes in :		
Loans & advances	(54,088)	(3,090)
Other assets	(37,836)	(79,875)
Deposits from customers	87,944	119,732
Restricted cash	11,628	(22,025)
Other liabilities	26,789	17,417
	(29,062)	(25,569)
Interest Income received	172,605	132,437
Interest expense paid	(59,861)	(51,182)
Dividend Income	-	186
Taxes paid (NFSL)	(377)	(377)
Income Tax Paid	(2,449)	(2,449)
Net cash generated from operating activities	80,857	53,045
Cash flows from investing activites		
Purchase of property and equipment	(14,642)	(11,401)
Purchase of medium and long term government securities	(156,369)	(528,316)
Proceeds from the sale of property and equipment	-	(0)
Purchase of intangible assets	(14)	-
Net cash used in investing activities	(171,025)	(539,717)
Cash flows from financing activities		
Payments in borrowed funds	(45,268)	(16,794)
Payments of Principal portion of Lease liability	(16,626)	(1,698)
Payments of right of use assets	(751)	0
Transaction costs related to Right Issue	-	(327)
Net cash generated from financing activities	(62,645)	(18,818)
Increase in cash and cash equivalents	(152,814)	(505,490)
Cash and cash equivalents at 1 January	1,392,492	1,885,509
Effect of exchange rate fluctuation on cash held	4,793	2,526
Cash and cash equivalents at MARCH 31, 2021	1,244,471	1,382,545

5. Contingent Liabilities

	2021 GH¢'000	2020 GH¢'000
Guanrantees and indemnities	75,051	104,872
Letters of credit	43,906	191,828
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	118,957	296,700
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6. Quantitative Disclosures

	2021 %	2020 %
Capital Adequacy Ratio	13.92	14.79
Non performing loans to gross loans	32.94	41.04
Loan Loss provision	17.53	23.34
Liquid ratio	106.36	124.98

7. Default in statutory requirements and accompanying sanctions: GH¢'000

	GH¢'000	GH¢'000
Sanctions	NIL	12
Default in statutory requirements (Number)	NIL	1

8. Corporate Social Responsibility (GHS, 000)

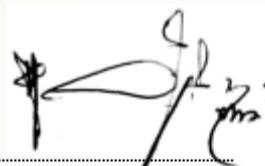
A total amount of GHS258 (March, 2020: GHS1,411) was spent in respect of Corporate Social responsibility for the period ended March 31 2021; these included sponsorship for Best farmer award, donation to schools and others of national interest

9. Risk Management

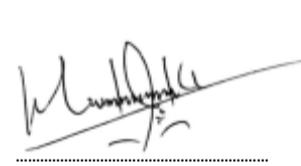
The Bank's activities expose the business to risks. The Bank has exposure to the following types of risks: credit risk, liquidity risk, market risk and operational risk. It is therefore a fundamental responsibility of management to ensure that all the risks associated with each class of business, each 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, 2021 and were signed on their behalf by:



Alex Bernasko
Chairman



Dr. John Kofi Mensah
Managing Director



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