

AGRICULTURAL DEVELOPMENT BANK PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2024

	2024 GHe '000	2023 GHe '000
Assets		
Cash and bank balances	5,234,036	2,399,750
Due from other banks	-	226,321
Net Investment securities	4,709,424	2,264,161
Loans and advances to customers	3,187,557	3,830,519
Investment (other than securities)	208,489	134,790
Intangible assets	13,996	17,287
Other assets	181,904	111,736
Property and equipment	197,093	214,668
Right of use asset	80,535	99,018
Deferred Tax Asset	56,074	38,545
Total Assets	13,869,109	9,336,795
Liabilities		
Borrowed funds	829,407	484,976
Deposits from customers	11,146,739	7,746,705
Corporate tax liability	45,928	7,959
Other liabilities	205,428	261,350
Lease liability	184,882	175,575
Total liabilities	12,412,384	8,676,565
Equity		
Share capital	2,200,856	698,700
Accumulated losses	(1,759,633)	(856,008)
Statutory reserve	237,929	183,035
Revaluation reserve	124,319	122,684
Credit risk reserve	502,136	427,402
Fair value through OCI	151,116	84,417
Shareholders' funds	1,456,725	660,230
Total liabilities and shareholders' funds	13,869,109	9,336,795

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED SEPTEMBER 30, 2024

	2024 GHe '000	2023 GHe '000
Interest income	1,171,701	873,314
Interest expense	(620,678)	(475,653)
Net interest income	551,023	397,661
Fees and commission income	166,187	114,927
Fees and commission expense	(19,062)	(15,568)
Net fees and commission income	147,125	99,359
Net trading income	61,492	119,608
Other operating income	6,094	4,820
Operating Income	765,734	621,448
Impairment loss on Loans and Advances	47,347	(37,951)
Impairment loss- Investment Securities	-	(16,704)
Personnel expenses	(336,087)	(286,745)
Other expenses	(246,950)	(206,934)
Depreciation and Amortization	(53,630)	(46,115)
Profit before tax	176,414	26,999
Income tax expense	(64,587)	(24,959)
Profit after tax	111,827	2,040
Profit attributable to:		
Equity holders of the bank	111,827	2,040
Earnings per share		
Basic (in Ghana pesewas)	8.04	0.59

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2024

In thousands of GHe	Stated Capital	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
Balance at January 1, 2024	698,700	466,722	182,015	124,319	151,116	(1,725,168)	(102,295)
Additional Capital							
Right Issue	1,502,156	-	-	-	-	-	1,502,156
Profit for the year	-	-	-	-	-	111,827	111,827
Transaction costs related to Right Issue	-	-	-	-	-	(54,964)	(54,964)
Transfer from income surplus to statutory reserves	-	-	55,914	-	-	(55,914)	-
Transfer to/(from) credit risk reserve	-	35,414	-	-	-	(35,414)	-
Balance at September 30, 2024	2,200,856	502,136	237,929	124,319	151,116	(1,759,633)	1,456,725
Balance at January 1, 2023	698,700	245,352	182,015	122,684	84,417	(674,978)	658,190
Profit for the year	-	-	-	-	-	2,040	2,040
Transfer from income surplus to reserves	-	-	1,020	-	-	(1,020)	-
Transfer to/(from) credit risk reserve	-	182,050	-	-	-	(182,050)	-
Balance at September 30, 2023	698,700	427,402	183,035	122,684	84,417	(856,008)	660,230

AGRICULTURAL DEVELOPMENT BANK PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS

(Continuation)

UNAUDITED STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED SEPTEMBER 30, 2024

	2024 GHe'000	2023 GHe'000
Cash flows from operating activities		
Profit before tax	176,414	26,999
Adjustments for:		
realised exchange differences	45,391	
Depreciation and amortization	53,630	46,115
Impairment charge on Loans	(47,347)	37,951
Impairment of other Financial assets investment	-	16,704
Dividend received	(639)	-
Gain on disposal of property and equipment	-	97
Net interest income	(551,023)	(397,661)
Loss before working capital changes	(323,574)	(269,795)
Changes in :		
Loans & advances	(149,763)	(699,216)
Other assets	(64,573)	(47,818)
Deposits from customers	2,566,535	1,886,589
Restricted cash	(8,788)	(6,251)
Other liabilities	46,919	109,736
	2,066,756	973,245
Net cash generated from operating activities	2,545,120	1,437,398
Cash flows from investing activities		
Purchase of property and equipment	(5,520)	(13,931)
Purchase of medium and long term government securities	(201,880)	(269,129)
Proceeds from the sale of property and equipment	430	289
Purchase of intangible assets	(622)	(2,089)
Receipts-Due from other banks	-	137,219
Payments of right of use assets	(11,969)	(11,197)
Net cash generated used in investing activities	(219,561)	(158,838)
Cash flows from financing activities		
Payments in borrowed funds	-	(110,020)
Receipts in borrowed funds	265,260	
Payments of Principal portion of Lease liability	(32,791)	(26,279)
Payments of right of use assets	-	-
Proceeds from Right Issue of shares	32,574	-
Transaction costs related to Right Issue	(8,106)	-
Net cash generated from/(used in) from financing activities	256,936	(136,300)
Increase in cash and cash equivalents	2,582,495	1,142,259
Cash and cash equivalents at January 1	3,800,039	1,983,532
Effect of exchange rate fluctuation on cash held	29,017	27,928
Cash and cash equivalents at September 31	6,411,551	3,153,719

1. General Information

Agricultural Development Bank Limited PLC. (ADB) is a bank incorporated in Ghana. The registered office of the bank is located at Accra Financial Centre, 3rd Ambassadorial Development Area, Accra. The Agricultural Development Bank operates with a universal banking license that allows it to undertake all banking and related services. The Bank is listed on the Ghana Stock Exchange.

2. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these condensed financial statements are consistent with the accounting policies applied in the audited financial statements of the bank. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. Additional information required by the Companies Act, 2019 (Act 992) and the Bank and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) have been 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

	2024 GHe'000	2023 GHe'000
Guanrantees and Indemnities	26,737	56,885
Letters of Credit	125,610	42,140
	152,347	99,025

6. Quantitative Disclosures

	2024 %	2023 %
Capital Adequacy Ratio	8.26	1.35
Non Performing Loans to Gross Loans	62.64	34.01
Liquid Ratio	125.55	91.94
Common Equity Tier 1	5.26	(1.65)
Leverage Ratio	1.80	(0.94)

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.

	GHe'000	GHe'000
(i) Sanctions (GHS'000)	Nil	Nil
(ii) Default in statutory liquidity	Nil	Nil
Other regulatory breaches (including onsite examination)		
(i) Sanctions (GHS'000)	186	12,036
(ii) Number of breaches	2	17

8. Corporate Social Responsibility

A total amount of GHS5,375 (September, 2023: GHS3,906) was spent in respect of Corporate Social responsibility for the period ended 30 September 2024; 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.


George Kwabena Abankwah-Yeboah
Director


Alhassan Yakubu-Tali
Managing Director

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- Transfer funds to Mobile Money Wallets
- Transfer Funds to ADB accounts
- GhQR Payments straight from bank account or mobile money
- Self sign on

Mobile App

- Check balance and transactions
- Purchase airtime
- Transfer to and from ADB bank account
- Interbank transfer
- GhQR Payments straight from bank account or mobile money (Scan & Pay)

Download the ADB App on:  Google play  Download on the App Store

Cards Services

- Visa Prepaid Contactless Card
- Visa Contactless Card
- Ghlink Proprietary Card
- Ezwich Card

Features:

- Online purchases including (airline ticket, hotel bookings etc)
- Payments for goods and services at any POS terminals and merchant outlets worldwide
- Internationally Accepted on all ATMs

Other Services

- Revenue Collection Solutions
- Internet Banking (Quic-net etc.)
- Bulk Payment
- Contactless POS



ADB-Agricultural Development Bank
www.agricbank.com • customercare@agricbank.com • 0302 210 210

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