

AGRICULTURAL DEVELOPMENT BANK PLC

UNAUDITED SUMMARY OF FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2023

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	2023 GH¢ '000	2022 GH¢ '000		2023 GH¢ '000	2022 GH¢ '000
Assets					
Cash and bank balances	2,399,750	1,554,756	Interest income	873,314	619,954
Due from other banks	226,321	373,990	Interest expense	(475,653)	(326,832)
Investment securities	2,264,161	1,553,218	Net interest income	397,661	293,122
Loans and advances to customers	3,830,519	3,207,233	Fees and commission income	114,927	80,328
Investment (other than securities)	134,790	99,986	Fees and commission expense	(15,568)	(11,414)
Corporate tax assets	-	5,285	Net fees and commission income	99,359	68,914
Intangible assets	17,287	20,704	Net trading income	119,608	90,013
Other assets	111,736	88,425	Other operating income	4,820	6,238
Property and equipment	214,668	124,143	Operating Income	621,448	458,287
Right of use asset	99,018	92,101		=====	=====
Deferred tax assets	38,545	55,813	Impairment losses on loans and advances	(37,951)	(140)
	=====	=====	Impairment loss on financial assets	(16,704)	-
Total Assets	9,336,795	7,175,654	Personnel expenses	(286,745)	(228,450)
	=====	=====	Other expenses	(206,934)	(129,024)
Liabilities			Depreciation and Amortization	(46,115)	(40,118)
Borrowed funds	484,976	651,936		=====	=====
Deposits from customers	7,746,705	5,238,233	Profit before tax	26,999	60,555
Corporate tax liability	7,959	-	Income tax expense	(24,959)	(18,742)
Other liabilities	261,350	131,940	Profit after tax	2,040	41,813
Lease liability	175,575	173,477	Other comprehensive income, net of tax of	-	-
	=====	=====	Items that will not be reclassified to profit or loss	-	-
Total liabilities	8,676,565	6,195,586	Fair value through other Comprehensive Income	-	-
	=====	=====		=====	=====
Equity			Other comprehensive income for the year	-	-
Share capital	698,700	698,700	Total comprehensive income for the year	2,040	41,813
Accumulated losses	(856,008)	(245,181)	Profit attributable to:		
Statutory reserve	183,035	202,921	Equity holders of the bank	2,040	41,813
Revaluation reserve	122,684	57,531	Total comprehensive income attributable to:		
Credit risk reserve	427,402	207,742	Equity holders of the Bank	2,040	41,813
Fair value through OCI	84,417	58,355	Earnings per share		
	=====	=====	Basic (in Ghana pesewas)	0.59	12.05
Shareholders' funds	660,230	980,068	Diluted (in Ghana pesewas)	0.59	12.05
Total liabilities and shareholders' funds	9,336,795	7,175,654			
	=====	=====			

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED SEPTEMBER 30, 2023

In thousands of GH¢	Stated Capital	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Accumulated Losses	Total
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

Other Comprehensive income net of tax

Transfer from income surplus to reserves and transactions with owners recorded directly in equity	-	-	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

In thousands of GH¢	Stated Capital	Credit Risk Reserve	Statutory Reserve	Revaluation Reserve	Other Reserves	Income Surplus	Total
Balance at January 1, 2022	698,700	178,298	182,015	57,531	58,355	(236,644)	938,255
Profit for the year	-	-	-	-	-	41,813	41,813

Other Comprehensive income, net of income tax

Transfers from income surplus to reserves and transactions with owners recorded directly in Equity	-	-	20,906	-	-	(20,906)	(0)
Transfer to/(from) credit risk reserve	-	29,444	-	-	-	(29,444)	-
Balance at September 30, 2022	698,700	207,742	202,921	57,531	58,355	(245,181)	980,068

AGRICULTURAL DEVELOPMENT BANK PLC

UNAUDITED SUMMARY FINANCIAL STATEMENTS

(Continuation)

UNAUDITED STATEMENT OF CASHFLOWS FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	2023 GH¢'000	2022 GH¢'000
Cash flows from operating activities		
Profit before tax	26,999	60,555
Adjustments for:		
Depreciation and amortization	46,115	40,118
Impairment charge on Financial Assets	37,951	(140)
Impairment of other Financial assets investment	16,704	-
(Gain)/loss on disposal of property and equipment	97	(19)
Net interest income	(397,661)	(293,122)
Loss before working capital changes	(269,795)	(192,608)
Changes in :		
Loans & advances	(699,216)	(872,121)
Other assets	(47,818)	(36,172)
Deposits from customers	1,886,589	303,176
Restricted cash	(6,251)	(14,141)
Other liabilities	109,736	34,408
	973,245	(777,458)
Interest Income received	946,330	565,544
Interest expense paid	(488,325)	(236,275)
Taxes paid (NFSL)	-	(59,299)
Income Tax Paid	6,148	-
Net cash generated from / (used in) operating activities	1,437,398	(507,488)
Cash flows from investing activities		
Purchase of property and equipment	(13,931)	(21,721)
(Purchase) / proceeds of medium and long term government securities	(269,129)	622,244
Proceeds from the sale of property and equipment	289	19
Purchase of intangible assets	(2,089)	(1,051)
	599,491	599,491
Net cash (used in)/generated from investing activities	(284,861)	599,491
Cash flows from financing activities		
(Payments) / receipt in borrowed funds	(110,020)	348,001
Payments of Principal portion of Lease liability	(26,279)	(21,131)
Receipts-Due from other banks	137,219	-
Payments of right of use assets	(11,197)	(3,516)
	(10,278)	323,354
Net cash (used in)/generated from financing activities	(10,278)	323,354
Increase in cash and cash equivalents	1,142,260	415,357
Cash and cash equivalents at 1 January	1,983,532	1,111,678
Effect of exchange rate fluctuation on cash held	27,928	1,748
	3,153,720	1,528,783
Cash and cash equivalents at September 30, 2023	3,153,720	1,528,783

1. General Information

Agricultural Development Bank Limited PLC is a bank incorporated in Ghana. The registered office of the bank is located at Accra Financial Centre, 3rd Ambassadior Development Area, Accra. The Agricultural Development Bank PLC 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

	2023 GH¢'000	2022 GH¢'000
Guanrantees and indemnities	56,885	42,190
Letters of credit	42,140	250,330
	99,025	292,520

6. Quantitative Disclosures

	2023 %	2022 %
Capital Adequacy Ratio	1.35	10.46
Non Performing Loans to Gross Loans	34.01	25.08
Liquid Ratio	91.94	82.52
Common Equity Tier 1	(1.65)	8.60
Leverage Ratio	(0.94)	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. However the bank recorded other regulatory breaches as shown below:

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

Other regulatory breaches

	GH¢'000	GH¢'000
(i) Sanctions (GHS'000)	12,036	NIL
(ii) Number of breaches	17	NIL

8. Corporate Social Responsibility (GHS 000)

A total amount of GHS3,906 (September 2022:GHS 2,881) was spent in respect of Corporate Social responsibility for the period ended 30 September 2023; these included sponsorship for Best farmer award, donation to schools and others of national interest.

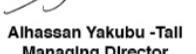
9. Risk Management

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 October 26, 2023 and were signed on their behalf by:


Daasebre Akuamoa Agyapong II
Chairman


Alhassan Yakubu-Tall
Managing Director



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- Transfer funds from account to ADB Visa Prepaid Card
- 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:  

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

