

Unaudited Consolidated Financial Statements

for the quarter ended
31 March 2023

Forward Together



UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2023

in thousands of Ghana Cedis	2023		2022	
	Bank	Group	Bank	Group
Interest income	323,807	325,085	281,929	283,349
Interest expense	(172,275)	(172,052)	(137,070)	(137,032)
Net interest income	151,532	153,033	144,859	146,317
Fees and commissions income	22,855	26,582	20,131	23,380
Fees and commissions expense	(2,560)	(2,562)	(2,560)	(2,562)
Net fees and commission income	20,295	24,020	17,571	20,818
Net trading income	42,697	42,697	37,764	37,764
Revenue	214,524	219,750	200,194	204,899
Other income	371	410	365	369
Operating income	214,895	220,160	200,559	205,268
Net impairment loss on financial assets	(2,011)	(2,011)	(14,423)	(14,423)
Personnel expenses	(48,475)	(49,503)	(44,390)	(45,353)
Depreciation and amortisation	(11,682)	(11,729)	(10,151)	(10,192)
Finance cost on lease liabilities	(918)	(918)	(1,144)	(1,144)
Other expenses	(58,741)	(59,284)	(37,772)	(37,920)
Total operating expenses	(121,827)	(123,445)	(107,880)	(109,032)
Profit before income tax	93,068	96,715	92,679	96,236
Income tax expense	(32,574)	(33,659)	(32,438)	(33,521)
Profit for the period and total comprehensive income	60,494	63,056	60,241	62,715
Total Comprehensive Income for the Period	60,494	63,056	60,241	62,715
Earnings per share(Ghana Cedis per share)				
Basic	0.3868	0.4032	0.3852	0.4010
Diluted	0.3868	0.4032	0.3852	0.4010

UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2023

in thousands of Ghana Cedis	2023		2022	
	Bank	Group	Bank	Group
Assets				
Cash and cash equivalents	1,639,643	1,639,644	1,575,639	1,575,645
Non-pledged trading assets	43,938	43,938	847,023	847,023
Investment securities	3,657,839	3,685,715	4,746,803	4,777,133
Loans and advances to customers	3,573,698	3,573,698	2,706,441	2,706,441
Investments in subsidiaries	3,540	-	3,520	-
Current tax assets	18,960	18,960	-	-
Property, plant and equipment	615,942	616,286	416,366	416,419
Intangible assets	79,702	80,542	72,700	73,714
Assets held for sale	-	-	121,085	121,085
Right-of-use lease assets	81,954	81,954	91,763	91,763
Deferred tax assets	347,568	349,815	28,277	28,265
Other assets	155,531	160,123	82,423	84,714
Total assets	10,218,315	10,250,675	10,692,040	10,722,202
Liabilities				
Total deposits	7,509,306	7,503,815	5,968,150	5,964,989
<i>Deposits from banks and other financial institutions</i>	1,126,521	1,121,030	1,126,521	1,123,360
<i>Deposits from customers</i>	6,382,785	6,382,785	4,841,629	4,841,629
Borrowings	1,670,060	1,670,060	3,124,363	3,124,363
Current tax liabilities	-	259	3,610	3,280
Lease liabilities	63,722	63,722	88,000	88,000
Other liabilities	429,666	431,080	189,997	192,173
Total liabilities	9,672,754	9,668,936	9,374,120	9,372,805
Shareholders' equity				
Stated capital	400,000	400,000	400,000	400,000
Retained earnings	(489,846)	(453,668)	406,735	438,351
Revaluation reserve	227,085	227,085	102,926	102,926
Statutory reserve	409,029	409,029	408,966	408,966
Other reserves	(707)	(707)	(707)	(846)
Total shareholders' equity	545,561	581,739	1,317,920	1,349,397
Total liabilities and shareholders' equity	10,218,315	10,250,675	10,692,040	10,722,202

UNAUDITED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2023

2023	The Bank	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Total Equity
						Share Deals Account	Treasury Shares	
	Balance at 1 January	400,000	393,905	227,085	(535,216)	(707)	-	485,067
	Total comprehensive income							
	Profit for the period	-	-	-	60,494	-	-	60,494
	Other transfers							
	Transfer to statutory reserve	-	15,124	-	(15,124)	-	-	-
	Balance at 31 March	400,000	409,029	227,085	(489,846)	(707)	-	545,561

2023	The Group	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Total Equity
						Share Deals Account	Treasury Shares	
	Balance at 1 January	400,000	393,905	227,085	(501,600)	(707)	-	518,683
	Total comprehensive income							
	Profit for the period	-	-	-	63,056	-	-	63,056
	Other transfers							
	Transfer to statutory reserve	-	15,124	-	(15,124)	-	-	-
	Balance at 31 March	400,000	409,029	227,085	(453,668)	(707)	-	581,739

2022	The Bank	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Total Equity
						Share Deals Account	Treasury Shares	
	Balance at 1 January	400,000	393,905	102,926	361,555	(707)	-	1,257,679
	Total comprehensive income							
	Profit for the period	-	-	-	60,241	-	-	60,241
	Other transfers							
	Transfer to statutory reserve	-	15,061	-	(15,061)	-	-	-
	Balance at 31 March	400,000	408,966	102,926	406,735	(707)	-	1,317,920

2022	The Group	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Total Equity
						Share Deals Account	Treasury Shares	
	Balance at 1 January	400,000	393,905	102,926	390,697	(707)	(139)	1,286,682
	Total comprehensive income							
	Profit for the period	-	-	-	62,715	-	-	62,715
	Other transfers							
	Transfer to statutory reserve	-	15,061	-	(15,061)	-	-	-
	Balance at 31 March	400,000	408,966	102,926	438,351	(707)	(139)	1,349,397

UNAUDITED STATEMENTS OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2023

in thousands of Ghana Cedis	2023		2022	
	Bank	Group	Bank	Group
Cash flows from operating activities				
Profit for the period	60,494	63,056	60,241	62,715
Adjustments for:				
Depreciation and amortisation	11,682	11,729	10,151	10,192
Net impairment loss on financial assets	2,011	2,011	14,423	14,423
Net interest income	(151,532)	(153,033)	(144,859)	(146,317)
Income tax expense	32,574	33,659	32,438	33,521
Cash used in operations before changes in operating assets and liabilities	(42,657)	(40,464)	(24,099)	(21,959)
Changes in:				
Loans and advances to customers	(392,008)	(401,160)	(468,668)	(468,668)
Other assets	(32,263)	(28,403)	7,816	8,541
Derivative assets	-	-	26,466	26,466
Deposits from banks and other financial institutions	530,441	522,917	(35,011)	(34,490)
Deposits from customers	287,622	261,373	(307,967)	(307,967)
Other liabilities	110,152	110,826	49,941	49,818
Cash from/ (used in) operating activities	503,944	465,553	(727,423)	(726,300)
Interest received	457,278	475,384	134,881	135,783
Interest paid	(216,127)	(179,377)	(125,949)	(125,935)
Finance charges on lease liability paid	(1,144)	(1,144)	(1,046)	(1,046)
Income taxes paid	(13,705)	(16,044)	(31,010)	(32,403)
	226,302	278,819	(23,124)	(23,601)
Net cash flows from operating activities	687,589	703,908	(774,646)	(771,860)
Cash flows from investing activities				
Disposal/Acquisition of trading assets	3,063	3,063	(174,514)	(174,514)
Acquisition/Disposal of investment securities	(1,109,119)	(1,120,903)	334,549	331,759
Acquisition of property and equipment	(2,641)	(3,002)	(10,248)	(10,245)
Net cash flows from / (used in) investing activities	(1,108,697)	(1,120,842)	149,787	147,000
Cash flows from financing activities				
Net changes in borrowings	55,437	51,264	899,101	899,101
Payment of lease liabilities	(3,556)	(3,556)	(6,297)	(6,297)
Net cash flows from financing activities	51,881	47,708	892,804	892,804
Net increase in cash and cash equivalents	(369,227)	(369,226)	267,945	267,944
Cash and cash equivalents at 1 January	2,008,870	2,008,870	1,307,694	1,307,701
Cash and cash equivalents at 31 March	1,639,643	1,639,644	1,575,639	1,575,645

Basis of preparation

The summary financial statements are prepared in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licensed Financial Institutions and in the form and manner required by the Securities and Exchange Commission Regulations, 2003 as applicable to summary financial statements. The Guide require the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The accounting policies applied in the preparation of the unaudited summary financial statements are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the 2022 annual audited financial statements as published on our website www.calbank.net.

Regulatory quantitative disclosures	2023	2022
Capital adequacy ratio	10.5%	22.4%
Non-performing loan ratio	11.2%	9.2%
Common equity tier 1 ratio	7.5%	20.4%
Leverage ratio	4.5%	9.3%
Compliance with statutory liquidity requirement		
Default in statutory liquidity (times)	Nil	Nil
Default in statutory liquidity sanction (GHS'000)	Nil	Nil
Other regulatory penalties (GHS'000)	Nil	Nil

Qualitative disclosures

Risk management framework

The Bank's dominant risks are: credit risk, liquidity risk, market risk and operational risk. To manage these risks, we have designed a Risk Management Framework covering the strategic framework, organisational structure, appetite, operational framework and risk monitoring and reporting.

"The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. There are in place the Risk Management and Audit sub-committees of the Board and an established Asset and Liability Management Committee (ALCO) which are responsible for developing and monitoring risk management policies in their specified areas.

The Bank's risk management policies are established to identify and analyse the risks faced by the Bank, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered. The Bank, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees understand their roles and obligations."

The process followed in risk management for the period ended 31 March 2023 are consistent with those followed for the year ended 31 December 2022.

"The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge."

Philip Owiredu
Director

Joe Rexford Mensah
Director



FOR FURTHER INFORMATION:

CalBank Plc

Dzifa Amegashie (Head, Investor Relations): +233 (0)261 513134 or damegashie@calbank.net

Notes to the Editors:

The Bank commenced operations as a local merchant bank in 1990 with the sole aim of providing truly differentiated world-class banking solutions. CalBank Plc acquired a Universal Banking License in 2004 and in the same year undertook an initial public offer that was 4.5 times oversubscribed.

The operations of the Bank are backed by experienced managers in key functional areas with a combined experience of over 100 years in banking and finance. The CalBank Plc team provides the required solutions to clients and is supported by a strong IT platform that has seen the Bank being recognized for its innovative products in ICT & Electronic Banking since 2007.

Operations and Subsidiaries

CalBank's growth strategy is to focus on the growing Ghanaian corporate business sector. Since 2006, the Bank has developed its retail banking operations with specialized products and services to serve the needs of its growing retail clientele. The Bank currently has two Wholly-owned Operating Subsidiaries. CalAsset Management Company Limited is licensed as a fund manager and investment advisor by the Securities & Exchange Commission of Ghana. CalBank Nominees Limited ("CalNominees") holds and administers assets as a custodian.

Branch Network

The Bank has embarked on an expansion program and will continue to expand its footprint by increasing the number of branches throughout the country. Internationally, CalBank Plc benefits from strong correspondent banks all over the world. This enables us handle all international transactions quickly and effectively.

More information available at: www.calbank.net /www.calbank.investoreports.com