

# Unaudited Consolidated Financial Statements

for the quarter ended  
31 March 2021

Forward Together



## UNAUDITED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2021

in thousands of Ghana Cedis

	2021		2020	
	Bank	Group	Bank	Group
Interest income	220,631	221,374	244,195	244,542
Interest expense	(99,396)	(99,369)	(113,340)	(113,104)
<b>Net interest income</b>	<b>121,235</b>	<b>122,005</b>	<b>130,855</b>	<b>131,438</b>
Fees and commissions income	12,467	14,601	11,286	13,073
Fees and commissions expense	(6,885)	(6,885)	(5,136)	(5,136)
<b>Net fees and commission income</b>	<b>5,582</b>	<b>7,716</b>	<b>6,150</b>	<b>7,937</b>
Net trading income	39,588	39,588	11,954	11,932
<b>Revenue</b>	<b>166,405</b>	<b>169,309</b>	<b>148,959</b>	<b>151,307</b>
Other income	4,178	4,111	111	142
<b>Operating income</b>	<b>170,583</b>	<b>173,420</b>	<b>149,070</b>	<b>151,449</b>
Net impairment loss on financial assets	(22,137)	(22,137)	(10,572)	(10,572)
Personnel expenses	(35,467)	(36,106)	(33,524)	(34,066)
Depreciation and amortisation	(8,966)	(9,006)	(7,394)	(7,435)
Finance cost on lease liabilities	(1,046)	(1,046)	(1,639)	(1,639)
Other expenses	(28,496)	(28,690)	(27,650)	(27,692)
<b>Total operating expenses</b>	<b>(96,112)</b>	<b>(96,985)</b>	<b>(80,779)</b>	<b>(81,404)</b>
Profit before income tax	74,471	76,435	68,291	70,045
Income tax expense	(22,341)	(22,977)	(20,488)	(21,037)
<b>Profit for the period and total comprehensive income</b>	<b>52,130</b>	<b>53,458</b>	<b>47,803</b>	<b>49,008</b>
Earnings per share (Ghana Cedis per share)				
Basic	0.3332	0.3418	0.3052	0.3129
Diluted	0.3332	0.3418	0.3052	0.3129

# UNAUDITED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2021

in thousands of Ghana Cedis

	2021		2020	
	Bank	Group	Bank	Group
<b>Assets</b>				
Cash and cash equivalents	1,304,916	1,304,921	512,075	512,080
Non-pledged trading assets	985,659	985,659	113,442	113,442
Investment securities	2,582,893	2,602,794	2,748,081	2,758,416
Loans and advances to customers	2,225,890	2,225,890	2,988,473	2,988,473
Investments in subsidiaries	2,038	-	2,038	-
Current tax assets	6,360	7,300	-	638
Property, plant and equipment	398,028	399,225	425,145	425,164
Intangible assets	50,102	50,102	31,733	33,014
Assets held for sale	104,493	104,493	104,493	104,493
Right-of-use lease assets	83,081	83,081	87,236	87,236
Deferred tax assets	36,377	36,371	5,704	5,707
Other assets	108,702	111,108	64,353	66,687
<b>Total assets</b>	<b>7,888,539</b>	<b>7,910,944</b>	<b>7,082,773</b>	<b>7,095,350</b>
<b>Liabilities</b>				
Total deposits	4,220,986	4,218,972	3,902,458	3,894,592
<i>Deposits from banks and other financial institutions</i>	<i>226,033</i>	<i>224,019</i>	<i>146,478</i>	<i>138,612</i>
<i>Deposits from customers</i>	<i>3,994,953</i>	<i>3,994,953</i>	<i>3,755,980</i>	<i>3,755,980</i>
Borrowings	2,274,189	2,274,189	1,935,041	1,935,041
Current tax liabilities	-	-	3,080	3,080
Lease liabilities	84,880	84,880	78,211	78,211
Other liabilities	144,850	147,103	155,313	160,631
<b>Total liabilities</b>	<b>6,724,905</b>	<b>6,725,144</b>	<b>6,074,103</b>	<b>6,071,555</b>
<b>Shareholders' equity</b>				
Stated capital	400,000	400,000	400,000	400,000
Retained earnings	302,723	325,473	210,670	226,529
Revaluation reserve	102,926	102,926	104,636	104,636
Statutory reserve	353,128	353,128	300,305	300,305
Regulatory credit risk reserve	5,424	5,424	-	-
Other reserves	(567)	(1,151)	(6,941)	(7,675)
<b>Total shareholders' equity</b>	<b>1,163,634</b>	<b>1,185,800</b>	<b>1,008,670</b>	<b>1,023,795</b>
<b>Total liabilities and shareholders' equity</b>	<b>7,888,539</b>	<b>7,910,944</b>	<b>7,082,773</b>	<b>7,095,350</b>

## UNAUDITED STATEMENTS OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2021

The Bank	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Regulatory Credit Risk Reserve	Total Equity
					Share Deals Account	Treasury Shares		
Balance at 1 January	400,000	340,096	104,636	227,273	(136)	-	40,066	1,111,935
<b>Total comprehensive income</b>								
Profit	-	-	-	52,130	-	-	-	52,130
<b>Transactions with shareholders</b>								
Share repurchased	-	-	-	-	(431)	-	-	(431)
<b>Transfer to/from reserves</b>								
Statutory reserves	-	13,032	-	(13,032)	-	-	-	-
Regulatory credit risk reserve	-	-	-	34,642	-	-	(34,642)	-
Revaluation gain on disposed PPE	-	-	(1,710)	1,710	-	-	-	-
<b>Balance at 31 March</b>	<b>400,000</b>	<b>353,128</b>	<b>102,926</b>	<b>302,723</b>	<b>(567)</b>	<b>-</b>	<b>5,424</b>	<b>1,163,634</b>

The Group	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Regulatory Credit Risk Reserve	Total Equity
					Share Deals Account	Treasury Shares		
Balance at 1 January	400,000	340,096	104,636	248,695	(136)	(584)	40,066	1,132,773
<b>Total comprehensive income</b>								
Profit	-	-	-	53,458	-	-	-	53,458
<b>Transactions with shareholders</b>								
Share repurchased	-	-	-	-	(431)	-	-	(431)
<b>Transfer to/from reserves</b>								
Statutory reserves	-	13,032	-	(13,032)	-	-	-	-
Regulatory credit risk reserve	-	-	-	34,642	-	-	(34,642)	-
Revaluation gain on disposed PPE	-	-	(1,710)	1,710	-	-	-	-
<b>Balance at 31 March</b>	<b>400,000</b>	<b>353,128</b>	<b>102,926</b>	<b>325,473</b>	<b>(567)</b>	<b>(584)</b>	<b>5,424</b>	<b>1,185,800</b>

2020	The Bank	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Regulatory Credit Risk Reserve	Total Equity
						Treasury Shares	Fair Value Reserves		
	Balance at 1 January	400,000	288,353	104,636	174,819	-	(6,941)	-	960,867
	<b>Total comprehensive income</b>								
	Profit	-	-	-	47,803	-	-	-	47,803
	<b>Transfer to/from reserves</b>								
	Statutory reserve	-	11,952	-	(11,952)	-	-	-	-
	<b>Balance at 31 March</b>	<b>400,000</b>	<b>300,305</b>	<b>104,636</b>	<b>210,670</b>	<b>-</b>	<b>(6,941)</b>	<b>-</b>	<b>1,008,670</b>

2020	The Group	Stated Capital	Statutory Reserve	Revaluation Reserve	Retained Earnings	Other Reserves		Regulatory Credit Risk Reserve	Total Equity
						Treasury Shares	Fair Value Reserves		
	Balance at 1 January	400,000	288,353	104,636	189,473	(584)	(7,091)	-	974,787
	<b>Total comprehensive income</b>								
	Profit	-	-	-	49,008	-	-	-	49,008
	<b>Transfer to/from reserves</b>								
	Statutory reserve	-	11,952	-	(11,952)	-	-	-	-
	<b>Balance at 31 March</b>	<b>400,000</b>	<b>300,305</b>	<b>104,636</b>	<b>226,529</b>	<b>(584)</b>	<b>(7,091)</b>	<b>-</b>	<b>1,023,795</b>

## UNAUDITED STATEMENTS OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2021

in thousands of Ghana Cedis

	2021		2020	
	Bank	Group	Bank	Group
<b>Cash flows from operating activities</b>				
Profit for the period	52,130	53,458	47,803	49,008
<b>Adjustments for:</b>				
Depreciation and amortisation	8,966	9,006	7,394	7,435
Impairment on financial assets	22,137	22,137	10,572	10,572
Net interest income	(121,235)	(122,005)	(130,855)	(131,438)
Income tax expense	22,341	22,977	20,488	21,037
Unrealised exchange loss	1,559	1,559	3,027	3,027
Gain on disposal of property and equipment	(1,189)	(1,189)	(17)	(17)
Finance cost on lease liabilities	1,046	1,046	1,639	1,639
	<b>(14,245)</b>	<b>(13,011)</b>	<b>(39,949)</b>	<b>(38,737)</b>
Change in loans and advances to customers	162,336	162,336	(50,770)	(50,770)
Change in other assets	(56,681)	(57,011)	(15,734)	(15,604)
Change in derivative assets	731	731	4,115	4,115
Change in deposits from banks and other financial institutions	(40,860)	(40,728)	(26,778)	(26,461)
Change in customer deposits	(154,747)	(154,747)	64,832	64,832
Change in other liabilities	(34,416)	(34,642)	43,091	45,433
	<b>(123,637)</b>	<b>(124,061)</b>	<b>18,756</b>	<b>21,545</b>
Interest and dividends received	224,984	224,927	215,946	216,293
Interest paid	(117,996)	(117,969)	(123,549)	(123,313)
Income tax paid	2,544	1,607	(3,912)	(4,543)
	<b>109,532</b>	<b>108,565</b>	<b>88,485</b>	<b>88,437</b>
<b>Net cash (used in)/from operating activities</b>	<b>(28,350)</b>	<b>(28,507)</b>	<b>67,292</b>	<b>71,245</b>
<b>Cash flows from investing activities</b>				
(Purchase)/disposal of trading assets	(151,528)	(151,528)	12,330	12,330
Disposal/(purchase) of investment securities	84,828	85,001	(43,786)	(47,725)
Purchase of property and equipment	(575)	(575)	(26,330)	(26,314)
Proceeds from sale of property and equipment	16,128	16,128	17	17
Purchase of intangible assets	(6,445)	(6,461)	(9,588)	(9,613)
<b>Net cash used in investing activities</b>	<b>(57,592)</b>	<b>(57,435)</b>	<b>(67,357)</b>	<b>(71,305)</b>
<b>Cash flows from financing activities</b>				
Net changes in borrowings	183,054	183,054	(85,639)	(85,639)
Payment of lease liabilities	(3,526)	(3,526)	-	-
Repurchase of issued shares	(430)	(430)	-	-
<b>Net cash from financing activities</b>	<b>179,098</b>	<b>179,098</b>	<b>(85,639)</b>	<b>(85,639)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>93,155</b>	<b>93,155</b>	<b>(85,704)</b>	<b>(85,699)</b>
Cash and cash equivalents at 1 January	1,211,761	1,211,766	597,779	597,779
<b>Cash and cash equivalents at 31 March</b>	<b>1,304,916</b>	<b>1,304,921</b>	<b>512,075</b>	<b>512,080</b>

### Basis of preparation

The condensed consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG). The condensed consolidated and separate financial statements have been prepared using the same accounting policies and methods used in preparation of our audited 2020 annual financial statements. Our significant accounting policies and future changes in accounting policies and disclosures that are not yet effective are described in Note 4 of our audited 2020 annual financial statements as published on our website [www.calbank.net](http://www.calbank.net). The condensed consolidated and separate financial statements have also been prepared in line with the Bank of Ghana Guide for Publication for Banks & BoG licensed financial institutions.

### Regulatory quantitative disclosures

	2021	2020
Capital adequacy ratio	19.2%	23.1%
Non-performing loan ratio	14.4%	9.7%
Common equity tier 1 ratio	17.2%	21.1%
Leverage ratio	10.9%	11.6%

### 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	84

### Qualitative disclosures

(i) The Bank's dominant risks are: credit risk, liquidity risk, market risk and operational risk

#### (ii) Risk management framework

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 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 2021 are consistent with those followed for the year ended 31 December 2020.

"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**

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### **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](http://www.calbank.net) /[www.calbank.investoreports.com](http://www.calbank.investoreports.com)