



**PRESS RELEASE**

**PR. No 105/2019**

**ECOBANK GHANA LIMITED (EGH)**  
**CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE**  
**YEAR ENDED 31 DECEMBER 2018**

EGH has released its Audited Financial Statements for the year ended December 31, 2018 as per the attached.

Issued in Accra, this 1<sup>st</sup>  
day of April, 2019

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att'd.

**Distribution:**

1. All LDMs
2. General Public
3. Company Secretary, EGH
4. GCB Registrars, (Registrars for EGH shares)
5. Custodians
6. Central Securities Depository
7. Securities and Exchange Commission
8. GSE Council Members
9. GSE Notice Board

**For enquiries, contact:**

**Head Listing, GSE on 0302 669908, 669914, 669935**

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**ECOBANK GHANA LIMITED**

Consolidated and Separate Financial Statements  
for the year ended 31 December 2018

**Statements of comprehensive income**

(All amounts are expressed in thousands of Ghana Cedis)

	Note	2018	Group 2017	2018	Bank 2017
Interest income	6	1,083,659	904,577	1,073,540	885,483
Interest expense	7	(205,973)	(160,308)	(212,588)	(157,451)
<b>Net interest income</b>		<b>877,686</b>	<b>744,269</b>	<b>860,952</b>	<b>728,032</b>
Fee and commission income	8	188,652	202,276	188,582	202,070
Fee and commission expense	9	(5,349)	(3,521)	(5,312)	(3,471)
<b>Net fee and commission income</b>		<b>183,303</b>	<b>198,755</b>	<b>183,270</b>	<b>198,599</b>
Net trading income	10	211,608	144,006	211,580	143,689
Other operating income	11	34,729	25,895	34,692	25,580
Dividend income		172	3,921	12,208	19,931
		<b>246,509</b>	<b>173,822</b>	<b>258,480</b>	<b>189,200</b>
<b>Revenue</b>		<b>1,307,498</b>	<b>1,116,846</b>	<b>1,302,702</b>	<b>1,115,831</b>
Gain on sale of equipment	25(b)	454	267	454	267
Net impairment charge	12	(129,365)	(173,940)	(129,499)	(173,939)
Personnel expenses	13	(379,411)	(343,672)	(378,839)	(343,108)
Depreciation and amortisation	14	(35,987)	(26,296)	(35,986)	(26,296)
Other operating expenses	15	(258,240)	(215,296)	(257,858)	(214,995)
Operating profit		<b>504,949</b>	<b>357,909</b>	<b>500,974</b>	<b>357,760</b>
Share of profit of associates (net of tax)	35	1,302	474	-	-
<b>Profit before tax</b>		<b>506,251</b>	<b>358,383</b>	<b>500,974</b>	<b>357,760</b>
Income tax expense	16	(166,283)	(104,738)	(163,384)	(102,376)
<b>Profit after tax</b>		<b>339,968</b>	<b>253,645</b>	<b>337,590</b>	<b>255,384</b>

The notes on pages 28 to 117 form an integral part of these financial statements.

**Statements of comprehensive income**  
 (All amounts are expressed in thousands of Ghana Cedis)

	Note	2018	Group 2017	2018	Bank 2017
<b>Profit after tax</b>		<b>339,968</b>	253,645	<b>337,590</b>	255,384
<b>Other comprehensive income</b>					
<i>Items that will never be reclassified Subsequently to profit or loss</i>					
Gains on revaluation of property	25(a)	-	79,537	-	79,537
Related tax	17	-	(19,884)	-	(19,884)
		-----	-----	-----	-----
Other comprehensive income for the year, net of tax		-	59,653	-	59,653
		-----	-----	-----	-----
Total comprehensive income for the year		<b>339,968</b>	313,298	<b>337,590</b>	315,037
		=====	=====	=====	=====
<i>Profit for the year attributable to:</i>					
Equity holders		<b>339,968</b>	253,645	<b>337,590</b>	255,384
		=====	=====	=====	=====
<i>Comprehensive income for the year attributable to:</i>					
Equity holders		<b>339,968</b>	313,298	<b>337,590</b>	315,037
		=====	=====	=====	=====
<b>Earnings per share</b>					
Basic and diluted (in Ghana pesewas)	40	<b>110</b>	87	<b>109</b>	87
		=====	=====	=====	=====

The notes on pages 28 to 117 form an integral part of these financial statements.

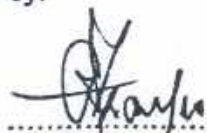
**ECOBANK GHANA LIMITED**  
 Consolidated and Separate Financial Statements  
 for the year ended 31 December 2018

**Statements of financial position**  
 (All amounts are expressed in thousands of Ghana Cedis)

	Note	Group		Bank	
		2018	2017	2018	2017
Cash and balances with banks	18	2,443,686	2,952,753	2,482,151	2,969,557
Loans and advances to customers	19	4,149,511	2,685,468	4,123,153	2,685,759
Non pledged trading assets	20	594,244	2,148	594,244	2,148
Non-trading assets	20	2,530,104	2,516,394	2,483,327	2,460,060
Investment in subsidiaries	21	-	-	28,871	28,871
Investment in associates	35	9,849	8,547	4,841	4,841
Current tax assets	16	-	28,692	-	27,293
Other assets	22	230,859	409,361	244,507	425,491
Deferred tax assets	17	538	-	531	-
Intangible assets	23	26,583	4,182	26,583	4,182
Non-current asset held for sale	24	26,375	34,487	26,375	34,487
Property and equipment	25	443,016	456,006	443,013	456,003
<b>Total assets</b>		<b>10,454,765</b>	<b>9,098,038</b>	<b>10,457,596</b>	<b>9,098,692</b>
<b>Liabilities</b>					
Deposits from banks	26	204,495	606,452	204,495	714,888
Deposits from customers	27	7,608,841	6,541,648	7,627,083	6,447,818
Borrowings	28	162,943	203,200	162,943	203,200
Current tax liabilities	16	6,502	-	7,804	-
Deferred tax liabilities	17	-	30,160	-	30,167
Other liabilities	29	1,145,765	679,753	1,141,457	675,821
<b>Total liabilities</b>		<b>9,128,546</b>	<b>8,061,213</b>	<b>9,143,782</b>	<b>8,071,894</b>
<b>Equity and reserves</b>					
Stated capital	30	416,641	226,641	416,641	226,641
Income surplus	31	201,127	208,291	189,250	198,782
Revaluation reserve	32	109,782	109,782	109,782	109,782
Statutory reserve	33	439,471	355,064	438,943	354,546
Credit risk reserve	34	159,198	137,047	159,198	137,047
<b>Total equity attributable to equity holders</b>		<b>1,326,219</b>	<b>1,036,825</b>	<b>1,313,814</b>	<b>1,026,798</b>
<b>Total liabilities and equity</b>		<b>10,454,765</b>	<b>9,098,038</b>	<b>10,457,596</b>	<b>9,098,692</b>

The notes on pages 28 to 117 form an integral part of these financial statements.

These financial statements were approved by the Board of Directors on 19 February 2019 and signed on its behalf by:

  
 CHAIRMAN

  
 MANAGING DIRECTOR



**ECOBANK GHANA LIMITED**  
Consolidated and Separate Financial Statements  
for the Year Ended 31 December 2018

**Statements of changes in equity**  
(All amounts are expressed in thousands of Ghana Cedis)

Group	Stated capital	Income surplus	Revaluation reserve	Statutory reserve	Credit risk reserve	Total
<b>At 1 January 2018</b>	226,641	208,291	109,782	355,064	137,047	1,036,825
<b>IFRS 9 related adjustments- 1 Jan 2018</b>						
Impairment provision on other financial assets	-	(7,876)	-	-	-	(7,876)
Impairment provisions on loans and contingents	-	(39,289)	-	-	-	(39,289)
Release of credit risk reserve due to IFRS 9 adoption	-	16,751	-	-	(16,751)	-
Current income tax effect on IFRS 9 first day (Note 16)	-	6,439	-	-	-	6,439
Deferred tax impact on IFRS 9 first day (Note 17)	-	5,352	-	-	-	5,352
<b>Restated balance as at 1 January 2018</b>	226,641	189,668	109,782	355,064	120,296	1,001,451
Profit for the year	-	339,968	-	-	-	339,968
<b>Total comprehensive income for the year</b>	-	339,968	-	-	-	339,968
<b>Transactions with equity holders</b>						
Additional shares issued and transferred from income surplus to state capital	190,000	(190,000)	-	-	-	-
Tax on transfer to stated capital	-	(15,200)	-	-	-	(15,200)
<b>Total contribution by and distribution to equity holders</b>	190,000	(205,200)	-	-	-	(15,200)
<b>Regulatory transfers</b>						
Statutory reserve	-	(84,407)	-	84,407	-	-
Credit risk reserve	-	(38,902)	-	-	38,902	-
	-	(123,309)	-	84,407	38,902	-
<b>At 31 December 2018</b>	416,641	201,127	109,782	439,471	159,198	1,326,219

The notes on pages 28 to 117 form an integral part of these financial statements.

**ECOBANK GHANA LIMITED**

Consolidated and Separate Financial Statements  
for the Year Ended 31 December 2018

**STATEMENTS OF CHANGES IN EQUITY**

(All amounts are expressed in thousands of Ghana Cedis)

Group (continued)	Stated capital	Income surplus	Revaluation reserve	Statutory reserves	Credit risk reserve	Total
At 1 January 2017	226,641	271,343	50,129	323,124	92,737	963,974
Total comprehensive income	-	253,645	-	-	-	253,645
Profit for the year	-	-	59,653	-	-	59,653
Revaluation gains net of tax	-	-	59,653	-	-	119,306
Total comprehensive income for the year	-	253,645	59,653	-	-	313,298
Transactions with equity holders	-	-	-	-	-	-
Dividends paid	-	(240,447)	-	-	-	(240,447)
Total contribution by and distribution to equity holders	-	(240,447)	-	-	-	(240,447)
Regulatory transfers	-	(31,940)	-	31,940	-	-
Statutory reserve	-	(44,310)	-	-	44,310	-
Credit risk reserve	-	(76,250)	-	31,940	44,310	-
At 31 December 2017	226,641	208,291	109,782	355,064	137,047	1,036,825

The notes on pages 28 to 117 form an integral part of these financial statements.

**ECOBANK GHANA LIMITED**  
Consolidated and Separate Financial Statements  
for the Year Ended 31 December 2018

**STATEMENTS OF CHANGES IN EQUITY**

(All amounts are expressed in thousands of Ghana Cedis)

Bank	Stated capital	Income surplus	Revaluation reserve	Statutory reserve	Credit risk reserve	Total
At 1 January 2018	226,641	198,782	109,782	354,546	137,047	1,026,798
<b>IFRS 9 related adjustments- 1 Jan 2018</b>						
Impairment provision on other financial assets	-	(7,876)	-	-	-	(7,876)
Impairment provisions on loans and contingents	-	(39,289)	-	-	-	(39,289)
Release of credit risk reserve due to IFRS 9 adoption	-	16,751	-	-	(16,751)	-
Current income tax effect on IFRS 9 first day (Note 16)	-	6,439	-	-	-	6,439
Deferred tax impact on IFRS 9 first day (Note 17)	-	5,352	-	-	-	5,352
<b>Restated balance as at 1 January 2018</b>	<b>226,641</b>	<b>180,159</b>	<b>109,782</b>	<b>354,546</b>	<b>120,296</b>	<b>991,424</b>
Profit for the year	-	337,590	-	-	-	337,590
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>337,590</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>337,590</b>
<b>Transactions with equity holders</b>						
Additional shares issued and transferred from income surplus to state capital	190,000	(190,000)	-	-	-	-
Tax on transfer to stated capital	-	(15,200)	-	-	-	(15,200)
<b>Total contribution by and distribution to equity holders</b>	<b>190,000</b>	<b>(205,200)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15,200)</b>
<b>Regulatory transfers</b>						
Statutory reserve	-	(84,397)	-	84,397	-	-
Credit risk reserve	-	(38,902)	-	-	38,902	-
	-	(123,299)	-	84,397	38,902	-
<b>At 31 December 2018</b>	<b>416,641</b>	<b>189,250</b>	<b>109,782</b>	<b>438,943</b>	<b>159,198</b>	<b>1,313,814</b>

The notes on pages 28 to 117 form an integral part of these financial statements.

**ECOBANK GHANA LIMITED**  
Consolidated and Separate Financial Statements  
for the Year Ended 31 December 2018

**STATEMENTS OF CHANGES IN EQUITY**  
(All amounts are expressed in thousands of Ghana Cedis)

Bank (continued)

	Stated capital	Income surplus	Revaluation reserve	Statutory reserve	Credit risk reserve	Total
At 1 January 2017	226,641	260,078	50,129	322,623	92,737	952,208
Total comprehensive income for the year	-	255,384	-	-	-	255,384
Profit for the year	-	-	59,653	-	-	59,653
Revaluation gains net of tax	-	-	59,653	-	-	59,653
Total comprehensive income for the year	-	255,384	59,653	-	-	315,037
Transactions with equity holders	-	(240,447)	-	-	-	(240,447)
Dividends paid	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-
Total contribution by and distribution to equity holders	-	(240,447)	-	-	-	(240,447)
Regulatory transfers	-	(31,923)	-	31,923	-	-
Statutory reserve	-	(44,310)	-	-	44,310	-
Credit risk reserve	-	(76,233)	-	31,923	44,310	-
At 31 December 2017	226,641	198,782	109,782	354,546	137,047	1,026,798

The notes on pages 28 to 117 form an integral part of these financial statements.



Tax paid		(149,996)	(123,952)	(147,195)	(120,603)
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>		<b>207,399</b>	<b>347,560</b>	<b>182,597</b>	<b>351,471</b>
<b>Changes in operating assets and liabilities</b>					
Loans and advances		(1,648,027)	(17,666)	(1,550,398)	(20,321)
Other assets		250,131	(65,282)	252,512	(68,472)
Customer deposits		665,236	1,066,817	668,872	1,073,278
Other liabilities		438,069	(170,910)	437,693	(166,620)
Mandatory reserves		1,297,682	(368,645)	1,297,682	(368,645)
<b>Net cash generated from operating activities</b>		<b>1,210,490</b>	<b>791,874</b>	<b>1,288,958</b>	<b>800,691</b>
<b>Cash flow from investing activities</b>					
Purchase of property and equipment	25	(18,373)	(82,857)	(18,372)	(82,854)
Purchase of software	23	(27,025)	(2,449)	(27,025)	(2,449)
Proceeds from sale of equipment	24	454	676	454	676
Proceeds from the sale of non-current Assets held for sale		4,350	16,418	4,350	16,418
Investment securities		(456,476)	(1,411,658)	(591,088)	(1,410,900)
Investment in subsidiaries		-	-	-	(5,993)
<b>Net cash used in investing activities</b>		<b>(497,070)</b>	<b>(1,479,870)</b>	<b>(631,681)</b>	<b>(1,485,102)</b>
<b>Cash flow from financing activities</b>					
Repayment of borrowed funds	28	(26,602)	(42,691)	(26,602)	(42,691)
Financing of bonus share issued		(12,350)	-	(12,350)	-
Dividend paid		-	(240,447)	-	(240,447)
<b>Net cash used in financing activities</b>		<b>(38,952)</b>	<b>(283,138)</b>	<b>(38,952)</b>	<b>(283,138)</b>
<b>Net increase in cash and cash equivalents</b>		<b>674,468</b>	<b>(971,134)</b>	<b>618,325</b>	<b>(967,549)</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>1,317,005</b>	<b>2,248,528</b>	<b>1,176,299</b>	<b>2,104,237</b>
<b>Effect of exchange rate fluctuations on cash and cash equivalents</b>		<b>-</b>	<b>39,611</b>	<b>-</b>	<b>39,611</b>
<b>Cash and cash equivalents at end of the year</b>	39	<b>1,991,473</b>	<b>1,317,005</b>	<b>1,794,624</b>	<b>1,176,299</b>

The notes on pages 28 to 117 form an integral part of these financial statements.