



# ZENITH BANK (GHANA) LTD

## UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2024

### UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

	2024	2023
	GH¢'000	GH¢'000
Interest income	829,954	591,584
Interest expense	(286,394)	(159,246)
<b>Net interest income</b>	<b>543,560</b>	<b>432,338</b>
Fee and commission income	138,509	111,839
Fee and commission expense	(18,296)	(13,725)
<b>Net fee and commission income</b>	<b>120,213</b>	<b>98,114</b>
Net trading income	195,665	204,096
Net income - financial instruments at fair value	-	(54)
Other income	50,717	4,542
<b>Net trading and other income</b>	<b>246,382</b>	<b>208,584</b>
<b>Operating Income</b>	<b>910,155</b>	<b>739,036</b>
Impairment loss on financial assets	(15,663)	(11,114)
Personnel expenses	(129,821)	(99,242)
Depreciation and amortization	(23,044)	(14,887)
Other expenses	(143,928)	(120,132)
<b>Profit before income tax</b>	<b>597,699</b>	<b>493,661</b>
Income tax expense	(31,280)	(59,371)
<b>Profit after tax attributable to equity holders of the Bank</b>	<b>566,419</b>	<b>434,290</b>
Other comprehensive income (net of income tax)	-	-
<b>Total comprehensive income attributable to equity holders of the Bank</b>	<b>566,419</b>	<b>434,290</b>
<b>Earnings per share - Basic &amp; Diluted</b>	<b>0.14</b>	<b>0.11</b>

### UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated Capital	Credit Risk Reserve	Statutory Reserve	Retained Earnings	Total Equity
	GH¢'000	GH¢'000	GH¢'000	GH¢'000	GH¢'000
Balance at 1 January 2024	400,000	-	529,411	729,057	1,658,468
Profit for the period	-	-	-	566,419	566,419
<b>Balance at 30 June 2024</b>	<b>400,000</b>	<b>-</b>	<b>529,411</b>	<b>1,295,476</b>	<b>2,224,887</b>
Balance at 1 January 2023	400,000	9,704	444,899	127,764	982,367
Profit for the period	-	-	-	434,290	434,290
<b>Balance at 30 June 2023</b>	<b>400,000</b>	<b>9,704</b>	<b>444,899</b>	<b>562,054</b>	<b>1,416,657</b>

### UNAUDITED STATEMENT OF CASH FLOWS

	2024	2023
	GH¢'000	GH¢'000
Profit before tax	597,699	493,661
Adjustments for:		
Depreciation and amortization	23,044	14,887
Net impairment loss on financial assets	15,663	11,114
Net interest income	(543,560)	(432,338)
Unrealised exchange difference on cash and banks	(37,284)	-
Fair value changes recognised in profit or loss	-	54
	<b>55,562</b>	<b>87,378</b>
Changes in:		
Investments (other than securities)	(695,257)	(25,883)
Non-pledged trading assets	-	15,222
Pledged trading assets	-	1,951
Derivative financial assets	433	-
Investment securities	53,993	(1,403,203)
Mandatory cash reserve	(1,929,027)	(7,668)
Loans and advances to customers	(132,837)	434,315
Other assets	(302,095)	(66,062)
Deposits from customers	3,030,500	1,438,283
Deposits from banks and non-bank financial institutions	(21,651)	(2,206)
Other liabilities	129,313	(57,784)
	<b>188,934</b>	<b>414,343</b>
Interest received	851,816	591,584
Interest paid	(246,918)	(159,246)
Corporate taxes paid	(31,280)	(59,371)
<b>Net cash flow generated from operating activities</b>	<b>762,552</b>	<b>787,310</b>
Cash flow from investing activities		
Acquisition of property, plant and equipment	(25,504)	(3,858)
Acquisition of intangible assets	(2,484)	(308)
<b>Net cash flow used in investing activities</b>	<b>(27,988)</b>	<b>(4,166)</b>
Cash flow from financing activities		
Finance lease payments	(15,587)	(8,597)
Net changes in borrowings	462,399	-
<b>Net cash used in financing activities</b>	<b>(446,812)</b>	<b>(8,597)</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,181,376</b>	<b>774,547</b>
Balance at beginning	4,866,354	2,286,213
	<b>6,047,730</b>	<b>3,060,760</b>
Effect of exchange rate fluctuations on cash and cash equivalents held	37,284	(29,700)
<b>Cash and cash equivalents at 30 June</b>	<b>6,085,014</b>	<b>3,031,060</b>

### UNAUDITED STATEMENT OF FINANCIAL POSITION

	2024	2023
	GH¢'000	GH¢'000
<b>Assets</b>		
Cash and bank balances	6,328,373	3,165,927
Non-pledged trading assets	-	49
Investment securities	6,660,618	5,346,505
Investments (other than securities)	947,418	434,250
Loans and advances to customers	2,377,819	1,421,896
Property, plant and equipment	348,052	320,288
Intangible assets	12,246	7,400
Current tax receivable	220,608	9,380
Deferred tax assets	113,421	325,018
Other assets	945,594	439,823
<b>Total assets</b>	<b>17,954,149</b>	<b>11,470,536</b>
<b>Liabilities</b>		
Borrowings	710,075	-
Deposits from customers	14,693,547	9,846,484
Deposits from banks and non-bank financial institutions	17,596	15,701
Other liabilities	289,383	175,605
Deferred tax liabilities	18,661	16,089
<b>Total liabilities</b>	<b>15,729,262</b>	<b>10,053,879</b>
<b>Equity</b>		
Stated capital	400,000	400,000
Statutory reserve	529,411	444,899
Credit risk reserve	-	9,704
Retained earnings	1,295,476	562,054
<b>Total equity</b>	<b>2,224,887</b>	<b>1,416,657</b>
<b>Total equity and liabilities</b>	<b>17,954,149</b>	<b>11,470,536</b>



# ZENITH BANK (GHANA) LTD

## UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2024

### NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

#### 1. Reporting entity

Zenith Bank (Ghana) Ltd (the Bank) is a limited liability company incorporated and domiciled in Ghana. The registered office is Zenith Heights, No. 37 Independence Avenue, PMB CT 393, Accra. The Bank commenced universal banking operations in September 2005 and operates under the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930). The Bank is a subsidiary of Zenith Bank Plc, a bank incorporated in the Federal Republic of Nigeria.

#### 2. Basis of accounting

These unaudited 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), and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

#### 3. Functional and presentation currency

These unaudited financial statements are presented in Ghana Cedi, which is the Bank's functional currency.

#### 4. Use of judgements and estimates

In preparing these unaudited 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 estimates are recognised prospectively.

#### 5. Basis of measurement

These unaudited financial statements have been prepared on a historical cost basis except for the following material items:

#### Items Measurement Basis

• Non-derivative financial instruments at fair value through profit or loss	Fair value
• Pledged trading assets	
• Non-pledged trading assets	

#### 6. Significant accounting policies

The principal accounting policies applied in the preparation of these unaudited financial statements are consistent with the accounting policies applied in the audited financial statements of the Bank for the year ended December 31, 2023. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### 7. Risk Management

The Bank's activities expose the business to certain risks. The Bank has exposure to the following types of risks:

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

These risks are managed professionally and in a targeted manner. The Bank's risk management policies are established to identify and analyse risks faced by the Bank, set appropriate risks limits and controls as well as monitor these risks and adherence to established policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered by the Bank.

#### 8. Quantitative Disclosures

DISCLOSURES	2024	2023
Capital Adequacy Ratio (%)	27.33	26.10
Common Equity Tier 1 Ratio (%)	24.33	23.10
Leverage Ratio (%)	9.59	12.26
Non-performing loans to gross loans (%)	2.13	4.83
Loan loss provision (%)	3.61	5.96
Liquid Ratio (%)	99.00	88.00
Off-balance sheet exposures (GH¢ million)	1,285	1,397
Default in statutory liquidity (Number of times)	Nil	Nil
Sanctions for Default in statutory liquidity (GH¢'000)	Nil	Nil
Other Regulatory Penalties (GH¢'000)	16,690	60

SIGNED

Freda Duplan  
(Chairperson)

SIGNED

Henry Chinedu Onwuzurigbo  
(Managing Director/CEO)

# BANK EASY WITH OUR E-BANKING CHANNELS

