



PRUDENTIAL BANK

(UNAUDITED) CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2023

STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2023

	2023		2022	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Interest Income	382,278	382,046	314,266	313,815
Interest Expense	(199,008)	(199,007)	(126,525)	(126,525)
Net Interest Income	183,270	183,039	187,741	187,290
Fee and Commission Income	54,596	54,596	46,755	46,754
Fee and Commission Expense	(11,965)	(11,965)	(6,453)	(6,453)
Net Fee and Commission Income	42,631	42,631	40,302	40,301
Net Trading Income	29,026	29,034	24,958	24,958
Other income	3,219	4,209	10,485	12,574
	32,245	33,243	35,443	37,532
Operating Income	258,146	258,913	263,486	265,123
Net Impairment on Financial Assets	(45,480)	(45,480)	(33,048)	(33,048)
Personnel Expenses	(87,805)	(88,201)	(77,473)	(77,786)
Depreciation and Amortisation	(13,930)	(13,969)	(12,532)	(12,555)
Other Expenses	(66,053)	(66,310)	(46,460)	(47,172)
	(213,268)	(213,960)	(169,513)	(170,561)
Profit Before Income Tax	44,878	44,953	93,973	94,562
Income Tax Expense	(15,708)	(15,728)	(32,891)	(33,173)
Profit for the Period	29,170	29,225	61,082	61,389
Other comprehensive income for the period (net of income tax)	-	-	-	-
Total comprehensive income for the period	29,170	29,225	61,082	61,389

STATEMENTS OF FINANCIAL POSITION AS AT 30TH JUNE 2023

	2023		2022	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Assets				
Cash and Cash Equivalents	810,536	810,536	996,183	996,183
Investment securities	1,750,368	1,758,164	1,960,277	1,968,705
Loans and Advances to Customers	1,805,932	1,802,703	1,647,664	1,643,634
Property, Equipment & Right-of-Use Assets	233,132	233,347	225,135	225,264
Intangible Assets	7,941	7,965	10,797	10,805
Equity Investment	766	284	766	275
Deferred Tax Assets	157,000	156,987	8,639	8,626
Other Assets	283,233	283,379	76,902	76,861
Total Assets	5,048,908	5,053,365	4,926,363	4,930,353
Liabilities				
Deposits from Banks	12,135	12,135	2,421	2,421
Deposits from Customers	3,990,132	3,986,291	3,178,810	3,176,008
Current Tax Liabilities	4,042	3,819	587	470
Other Liabilities	130,457	136,170	122,772	126,821
Borrowings	513,998	513,998	819,659	819,659
Total Liabilities	4,650,764	4,652,413	4,124,249	4,125,379
Equity				
Stated Capital	402,431	402,431	402,431	402,431
Income Surplus	(423,152)	(420,344)	109,748	112,608
Statutory Reserve	115,447	115,447	115,447	115,447
Revaluation Reserve	120,914	120,914	120,914	120,914
Credit Risk Reserve	182,504	182,504	53,574	53,574
Total Equity	398,144	400,952	802,114	804,974
Total Liabilities and Equity	5,048,908	5,053,365	4,926,363	4,930,353

STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30TH JUNE 2023

	2023		2022	
	BANK GH¢'000	GROUP GH¢'000	BANK GH¢'000	GROUP GH¢'000
Cash Flows from Operating Activities				
Profit before tax	44,878	44,953	93,973	94,562
Adjustments for:				
Net Interest Income	(183,270)	(183,039)	(187,741)	(187,290)
Depreciation and Amortisation	13,930	13,969	12,532	12,555
Profit on Sale of Fixed Assets	576	576	(365)	(365)
Impairment on Financial Assets	45,480	45,480	33,048	33,048
	(78,406)	(78,061)	(48,553)	(47,490)
Change in Loans and Advances to Customers	(154,981)	(150,183)	(171,087)	(171,587)
Change in Other Assets	(168,003)	(166,299)	(29,960)	(30,978)
Change in Deposits from Banks and Customers	620,994	620,143	317,163	317,983
Change in Other Liabilities	(13,189)	(19,243)	11,585	8,208
	284,821	284,418	127,701	123,626
Interest received	381,960	381,096	314,266	313,815
Interest paid	(199,008)	(199,007)	(126,525)	(126,525)
Income Tax paid	(7,277)	(7,257)	(35,172)	(35,270)
	175,675	174,832	152,569	152,020
Net cash used in operating activities	382,090	381,189	231,717	228,156
Cash flows from investing activities				
Change in Investments	(136,872)	(135,943)	(47,228)	(43,667)
Purchase of property, plant and equipment	(4,452)	(4,452)	(5,965)	(5,965)
Proceeds from the sale of property, plant and equipment	93	93	9,094	9,094
Purchase of intangible assets	-	(28)	(1,672)	(1,672)
	(141,231)	(140,330)	(45,771)	(42,210)
Cash flows from financing activities				
Change in Borrowings	(795,751)	(795,751)	151,493	151,493
	(795,751)	(795,751)	151,493	151,493
Net (decrease)/increase in cash and cash equivalents	(554,892)	(554,892)	337,439	337,439
Cash and cash equivalents at 1st January	1,365,428	1,365,428	658,744	658,744
Cash and cash equivalents at 30th June	810,536	810,536	996,183	996,183

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2023 - BANK

	Stated Capital GH¢'000	Income Surplus GH¢'000	Statutory Reserve GH¢'000	Capital Reserve GH¢'000	Credit Risk Reserve GH¢'000	Total Equity GH¢'000
2023						
Balance 1st January, 2023	402,431	(464,240)	115,447	120,914	194,422	368,974
Total Comprehensive Income net of tax	-	29,170	-	-	-	29,170
	402,431	(435,070)	115,447	120,914	194,422	398,144
Transaction with Owners recorded directly in equity						
Transfer from Credit Risk Reserve	-	11,918	-	-	(11,918)	-
Balance at 30th June, 2023	402,431	(423,152)	115,447	120,914	182,504	398,144

2022						
Balance 1st January, 2022	402,431	49,799	115,447	120,914	52,441	741,032
Total comprehensive income net of tax	-	61,082	-	-	-	61,082
	402,431	110,881	115,447	120,914	52,441	802,114
Transaction with Owners recorded directly in equity						
Transfer to Credit Risk Reserve	-	(1,133)	-	-	1,133	-
Balance at 30th June, 2022	402,431	109,748	115,447	120,914	53,574	802,114

STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2023 - GROUP

	Stated Capital GH¢'000	Income Surplus GH¢'000	Statutory Reserve GH¢'000	Revaluation Reserve GH¢'000	Credit Risk Reserve GH¢'000	Total Equity GH¢'000
2023						
Balance 1st January, 2023	402,431	(461,487)	115,447	120,914	194,422	371,727
Total comprehensive income net of tax	-	29,225	-	-	-	29,225
	402,431	(432,262)	115,447	120,914	194,422	400,952
Transaction with Owners recorded directly in equity						
Transfer from Credit Risk Reserve	-	11,918	-	-	(11,918)	-
Balance at 30th June, 2023	402,431	(420,344)	115,447	120,914	182,504	400,952

2022						
Balance 1st January, 2022	402,431	52,352	115,447	120,914	52,441	743,585
Total Comprehensive income net of tax	-	61,389	-	-	-	61,389
	402,431	113,741	115,447	120,914	52,441	804,974
Transaction with Owners recorded directly in equity						
Transfer to Credit Risk Reserve	-	(1,133)	-	-	1,133	-
Balance at 30th June, 2022	402,431	112,608	115,447	120,914	53,574	804,974

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2023

1. Significant Accounting Policies

The Consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual consolidated financial statements.

2. Quantitative Disclosures

	June - 2023		June - 2022	
	BANK	GROUP	BANK	GROUP
(a) Capital Adequacy Ratio (CRD) %	10.81	10.98	20.34	20.47
(b) Common Equity Tier 1	7.81	7.98	18.34	18.47
(c) Non-Performing Loan (NPL) Ratio %	29.07	29.07	22.38	22.38
(d) Liquid Ratio	148.92	149.56	156.07	156.75

3. Qualitative Disclosures

Dominant Risks and Methods of Measurement

The nature of the Bank's operations as a financial intermediary exposes it to credit, market, liquidity, operational, compliance and reputational risks.

Risk Management objectives, policies and processes

The Bank has established a comprehensive risk management framework for managing the risks inherent in its operations. The risk management framework ensures the identification, measurement and control of the risks at all levels in the Bank with a view to safeguarding its integrity, reputation and financial strength.

The risk management framework also contains details of the Bank's risk governance system, which is multi-faceted, involving the Board of Directors, Management Committees and Risk Management Department. The Board determines the risk strategy, policy, limits and appetite for the Bank. The Risk Management Department assists Management in the formulation of the overall policies and strategies regarding risk management and control. The Risk Management Department coordinates risk management in the Bank and is primarily responsible for ensuring that the Bank's risk profile is consistent with its financial resources and the risk appetite set by the Board.

4. Defaults in Statutory Liquidity and accompanying sanctions (if any)

	June-2023		June-2022	
	BANK	GROUP	BANK	GROUP
a) Default in statutory liquidity (Times)	NIL	NIL	NIL	NIL
b) Sanctions (GH¢)	NIL	NIL	NIL	NIL

Muriel Susan Edusei (Mrs.)
Chairperson

Bernard Appiah Gyebi
Managing Director

Make Statutory Payments With Ease

Visit any PBL branch or dial *772*22# to pay taxes and other Government of Ghana levies at your convenience.



Facebook, Twitter, LinkedIn icons
Tel: 0302 750 420 | Toll-free: 0800 000 772
customercare@prudentialbank.com.gh
www.prudentialbank.com.gh

