



**PRESS RELEASE**

**PR. No 129/2023**

**CAL BANK PLC (CAL) –**

**SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022 AND COMMENTARY TO THE  
ACCOUNT**

CAL has released its Summary Consolidated and Separate Financial Statements for the year ended December 31, 2022, as per the attached.

Also attached is the commentary to the account.

Issued in Accra, this 28<sup>th</sup>.  
day of April 2023

att'd.

**Distribution:**

1. All LDMs
2. General Public
3. Company Secretary, CAL
4. CSD Registrars, (Registrars for CAL shares)
5. Custodians
6. Central Securities Depository
7. Securities and Exchange Commission
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**For enquiries, contact:**

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

\*XA

Press release



# Building resilience

Working together with the  
right team, culture and focus

## Full Year 2022

Audited Results with Commentary

Forward Together



CalBank



## COMMENTARY

### Philip Owiredu, Chief Executive of CalBank PLC commented:

"In 2022, CalBank focused on diligent execution of our laid-out 3-year strategy. Our full year 2022 performance reflects a strong, resilient business that made significant strides in top-line revenue growth and business expansion. We achieved record headline earnings of GHS 791.7 million in FY 2022. We delivered 26.3% net interest earnings growth and an impressive 59.9% growth in Net Fees and Commissions. In line with our strategy, we recorded continued growth across our corporate and retail client franchises, opening three new branches to bring our total branch network to thirty-five branches, in nine out of sixteen regions in Ghana. We expanded our footprint and deepened new product innovation across all our digital banking channels; internet banking, point-of-sale terminals and our mobile app and we continued to drive our financial inclusion agenda.

Despite these achievements, attainment of our 2022 financial targets was derailed by unprecedented external headwinds. Profitability was negatively impacted as the group recorded an unprecedented loss-after-tax of GHS809.8 million in financial year 2022 compared to a profit-after-tax of GHS 222m in 2021. This loss arose out of the write-down of investments in Government instruments impacted by the Domestic Debt Exchange Program (DDEP) and increased impairment on other financial assets. The group's total assets were also negatively impacted by the DDEP and declined by 7.8% to GHS9.3 billion at the end of 2022.

Nevertheless, CalBank continues to be a strong financial services group because of our strong capital and liquidity positions going into the DDEP which ensured that the group was well-positioned to confront the sovereign debt headwinds and minimize the adverse impact of the challenges thereof. Our post-DDEP regulatory capital ratio of 11.9% is above the revised statutory CAR of 10.0%.

### First Quarter 2023

Our first quarter results speak to the fundamental strength of the Bank as we recorded a profit of GHS63.1 million, exceeding that of the prior year. Our Q1-2023 deposits of GHS 7.5 billion represent an GHS800 million increase over the year-end 2022 deposits of GHS 6.7 billion. Our continuing digitalization agenda in this first quarter around payment platforms has resulted in a 20% growth in our low-cost current and savings accounts deposits and is the foundation on which we will grow our deposits for the rest of 2023.

A key pillar of our retail strategy has been the expansion of our presence nationwide. To this end, in the first quarter of 2023, we commissioned two new branches in Kasoa and Bolgatanga, a further two branches are currently under development and scheduled for commissioning by the end of the second quarter of 2023. This will bring our total branch network to thirty-eight.

We have also grown our registered agents by a remarkable 285 new agents to give a total network of 500 agents, covering thirteen of the sixteen regions of Ghana. This exponential growth in agent numbers is on the back of our migration to a new technological platform earlier this year. We will continue to expand this delivery channel through 2023 and beyond in line with our retail strategy of footprint expansion.

Our 12.0% increase in Loans & Advances in the first quarter over year-end 2022 is reflective of our commitment to support businesses and individuals within key strategic sectors of the economy. Our asset quality which is below industry with our NPL ratio declined to 11.2% as compared to 11.7% at the end of 2022.

Our business activity levels have rebounded across all our channels and this positive trend is expected to continue for the remainder of 2023 as we take advantage of business growth opportunities in the market in the 2023.

### **Outlook for 2023**

In 2023, there are immense opportunities for us to partner businesses in key growth sectors such as mining, fintech, IT and agro-processing, despite the continuing headwinds of high inflation and elevated interest rates. On the back of optimism about Ghana reaching an IMF deal by the end of Q2-2023 and a number of key Government initiatives to boost key economic sectors, the Ghanaian economy is replete with opportunities for the financial services sector.

The Bank is well positioned to leverage these opportunities across our corporate and retail franchises as they emerge, based on the significant investments we have made by frontloading our technology spend towards strengthening our core. Our robust risk management framework will ensure that we remain vigilant around the heightened credit and market risks that linger as the country emerges from a volatile, high inflation environment.

I am therefore optimistic about 2023, we will focus on demonstrating a strong and resilient business model in the execution of our medium-term strategy aiming to deliver a solid financial performance across our business through product and service innovation, a customer-centric focus, a performance-based culture of service excellence and efficiency, under pinned by diligent risk management and sound governance.

Your bank has weathered many storms over the last 33 years and has always emerged stronger, I am confident that with the commitment, dedication and zeal of the board, management and staff, 2023 will be a successful year and play an important role in the businesses and personal aspirations of our stakeholders."

## Highlights of the Group's Audited Full Year 2022 results

### Selected Income Statement Highlights

Full year ended 31st Dec. 2022 (in millions of Ghana Cedis except per share data and ratios)

	Audited 2022	Audited 2021	YoY
Net interest income	593.1	469.5	26.31%
Net fees and Commission income	82.9	51.9	59.89%
Net trading and other income	115.7	224.3	(48.440)%
<b>Operating income (net revenue)</b>	<b>791.7</b>	<b>745.7</b>	<b>6.16%</b>
Operating expenses	(412.6)	(325.8)	(26.63)%
Impairment losses on financial assets	(1,451.2)	(82.4)	(1,661.75)%
<b>Profit before tax</b>	<b>(1,072.2)</b>	<b>337.5</b>	<b>(417.67)%</b>
Taxation	(262.4)	(114.7)	328.81%
<b>Profit for the period</b>	<b>(809.8)</b>	<b>222.9</b>	<b>(463.38)%</b>
<b>Per Share Data (GHS)</b>			
Basic EPS	(1.2926)	0.3628	(462.70)%

### Selected Balance Sheet Information

Full year ended 31st Dec. 2022 (in millions of Ghana Cedis except per share data and ratios)

	Audited 2022	Audited 2021	YoY
Gross loans and advances to customers	3,738	2,515	48.62%
Less: allowance for impairments	(547)	(275)	(98.79)%
Net loans and advances to customers	3,190	2,240	42.46%
Total Deposits	6,735	6,308	6.76%
Borrowings	1,611	2,214	(27.25)%
Total assets	9,251	10,040	(7.86)%
Total shareholders' equity	531	1,287	(58.71)%
Gross Loans-to-total deposit ratio	55.50%	38.87%	39.22%
Total capital adequacy ratio (CAR)	12.5%	25.1%	(50.20)%
Tier 1 capital adequacy ratio	9.4%	23.1%	(59.31)%
End-of-period ordinary shares outstanding (millions of shares)	628	627	0.15%
<b>Per Share Data (in GHS)</b>			
Book value per ordinary share, BVPS (GHS)	0.79	1.93	(59.01)%
Tangible book value per ordinary share, TBVPS (GHS)	(0.21)	1.53	(113.59)%
Share price -End of Period (GHS)	0.65	0.74	(12.16)%

<b>Key Ratios FY 2022</b>	<b>2022</b>	<b>2021</b>
Return on Assets (ROA)	<b>(11.20)%</b>	(2.74)%
Return on Equity (ROE)	<b>(133.07)%</b>	19.18%
Cost of funds	<b>11.01%</b>	8.00%
Net interest margin (NIM)	<b>8.62%</b>	7.81%
Cost-to-income ratio (CIR)	<b>52.12%</b>	45.22%
Cost-of-risk (CoR)	<b>8.95%</b>	2.95%
Effective tax rate (ETR)	<b>24.47%</b>	33.97%
Liquid Ratio	<b>68.92%</b>	78.61%
NPL Ratio	<b>11.75%</b>	13.74%
NPL Coverage Ratio	<b>124.64%</b>	79.68%

## Highlights of the Group's Unaudited First Quarter 2023 results

### Selected Income Statement Highlights

For the 3 months to 31st March 2023 (in millions of Ghana Cedis except per share data and ratios)

	Unaudited Q1 2023	Unaudited Q1 2022	YoY
<b>Net interest income</b>	<b>153.0</b>	146.3	4.59%
Net fees and commission income	<b>24.0</b>	20.8	15.38%
Net trading and other income	<b>43.1</b>	38.1	13.04%
<b>Operating income (net revenue)</b>	<b>220.2</b>	205.3	7.25%
Operating expenses	<b>(121.4)</b>	(94.6)	(28.35)%
Impairment losses on financial assets	<b>(2.0)</b>	(14.4)	86.06%
<b>Profit before tax</b>	<b>96.7</b>	96.2	0.50%
Taxation	<b>(33.7)</b>	(33.5)	(0.41)%
<b>Profit for the period</b>	<b>63.1</b>	62.7	0.54%

### Per share data (GHS)

Basic EPS	<b>0.4019</b>	0.4010	0.23%
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### Selected Balance Sheet Information

As at 31st March 2023 (in millions of Ghana Cedis except per share data and ratios)

	Unaudited Q1 2023	Unaudited Q1 2022	YoY
Gross loans and advances to customers	<b>4,133</b>	2,944	40.38%
Less: allowance for impairments	<b>(559)</b>	(238)	(135.28)%
Net loans and advances to customers	<b>3,574</b>	2,706	32.04%
Total deposits	<b>7,504</b>	5,965	25.80%
Borrowings	<b>1,670</b>	3,124	(46.55)%
Total assets	<b>10,218</b>	10,722	(4.71)%
Total shareholders' equity	<b>582</b>	1,349	(56.89)%
Gross loans-to-total deposit ratio	<b>55.08%</b>	49.36%	11.59%
Total capital adequacy ratio (CAR)	<b>10.54%</b>	22.37%	(52.89)%
Tier 1 capital adequacy ratio	<b>7.50%</b>	20.40%	(63.24)%
End-of-period ordinary shares outstanding (millions of shares)	<b>628</b>	627	0.15%
<b>Per share data (in GHS)</b>			
Book value per ordinary share, BVPS (GHS)	<b>0.87</b>	2.10	(58.67)%
Tangible book value per ordinary share, TBVPS (GHS)	<b>(0.14)</b>	1.71	(108.44)%
Share price - end of period (GHS)	<b>0.50</b>	0.86	(41.86)%

## Key Ratios

### Q1 2023

	2023	2022
Return on average assets (ROAA)	2.41%	2.42%
Return on average equity (ROAE)	26.12%	19.03%
Cost of funds	1.88%	1.51%
Net interest margin (NIM)	7.85%	9.20%
Cost-to-income ratio (CIR)	55.16%	46.09%
Cost-of-risk (CoR)	0.19%	1.96%
Effective tax rate (ETR)	34.80%	34.83%
Liquidity ratio	58.52%	79.20%
NPL ratio	11.24%	9.18%
NPL coverage ratio	120.45%	87.92%

### FOR FURTHER INFORMATION:

#### CalBank

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More information **about CalBank PLC ("Cal")** available at [www.calbank.net/www.calbank.investoreports.com](http://www.calbank.net/www.calbank.investoreports.com)

## SUMMARY STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

<i>in thousands of Ghana Cedis</i>	2022		2021	
	Bank	Group	Bank	Group
Interest income calculated using the effective interest method	1,275,872	1,282,278	976,587	980,671
Interest expense	(689,730)	(689,183)	(511,254)	(511,124)
<b>Net interest income</b>	<b>586,142</b>	<b>593,095</b>	<b>465,333</b>	<b>469,547</b>
Fees and commission income	84,554	101,202	62,483	75,597
Fees and commission expense	(18,288)	(18,294)	(23,745)	(23,745)
Net fees and commission income	66,266	82,908	38,738	51,852
<b>Net trading income</b>	<b>114,773</b>	<b>114,773</b>	<b>192,634</b>	<b>192,634</b>
Net gains on derivative assets	-	-	26,466	26,466
<b>Revenue</b>	<b>767,181</b>	<b>790,776</b>	<b>723,171</b>	<b>740,499</b>
Other income	923	888	6,429	5,224
<b>Operating income</b>	<b>768,104</b>	<b>791,664</b>	<b>729,600</b>	<b>745,723</b>
Net impairment loss on financial instruments	(1,442,221)	(1,451,244)	(82,375)	(82,375)
Personnel expenses	(155,567)	(159,165)	(151,110)	(153,917)
Depreciation and amortisation	(47,112)	(47,277)	(37,721)	(37,883)
Finance cost on lease liabilities	(4,085)	(4,085)	(4,026)	(4,026)
Other expenses	(199,456)	(202,069)	(128,694)	(130,005)
<b>Total operating expenses</b>	<b>(1,848,441)</b>	<b>(1,863,840)</b>	<b>(403,926)</b>	<b>(408,206)</b>
<b>(Loss)/Profit before tax</b>	<b>(1,080,337)</b>	<b>(1,072,176)</b>	<b>325,674</b>	<b>337,517</b>
Income tax	265,137	262,366	(110,435)	(114,665)
<b>(Loss)/Profit for the year</b>	<b>(815,200)</b>	<b>(809,810)</b>	<b>215,239</b>	<b>222,852</b>
Other Comprehensive Income				
(Loss)/Profit for the year	(815,200)	(809,810)	215,239	222,852
Revaluation of property and equipment, net of tax	124,159	124,159	-	-
Remeasurement of employee benefit	(909)	(901)	(188)	(112)
<b>Other comprehensive income, net of tax</b>	<b>123,250</b>	<b>123,258</b>	<b>(188)</b>	<b>(112)</b>
<b>Total comprehensive income (loss)/income</b>	<b>(691,950)</b>	<b>(686,552)</b>	<b>215,051</b>	<b>222,740</b>
Earnings per share (Ghana cedis per share)				
Basic (loss)/earnings per share	(1.3032)	(1.2946)	0.3441	0.3564
Diluted (loss)/earnings per share	(1.3032)	(1.2946)	0.3441	0.3564

## SUMMARY STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

<i>in thousands of Ghana Cedis</i>	2022		2021	
	Bank	Group	Bank	Group
<b>Assets</b>				
Cash and cash equivalents	2,008,870	2,008,870	1,307,694	1,307,701
Non-pledged trading assets	47,001	47,001	672,509	672,509
Derivative assets held for risk management	-	-	26,466	26,466
Investment Securities	2,675,533	2,699,301	4,946,980	4,974,002
Loans and advances to customers	3,190,359	3,190,359	2,239,520	2,239,520
Investment in Subsidiaries	3,540	-	3,538	-
Current tax assets	21,906	21,281	-	-
Assets held for sale	-	-	121,085	121,085
Property and equipment	622,319	622,408	412,938	413,030
Intangible assets	81,731	82,640	74,062	75,076
Right-of-use assets	85,047	85,047	89,070	89,070
Deferred tax assets	359,680	361,927	28,277	28,265
Other assets	123,268	131,720	90,239	93,255
<b>Total assets</b>	<b>9,219,254</b>	<b>9,250,554</b>	<b>10,012,378</b>	<b>10,039,979</b>
<b>Liabilities</b>				
Deposit from banks and other financial institutions	622,594	618,522	1,150,134	1,146,452
Deposits from customers	6,116,174	6,116,174	5,161,933	5,161,933
Borrowings	1,610,950	1,610,950	2,214,267	2,214,267
Current tax liabilities	-	-	2,182	2,162
Lease liabilities	66,288	66,288	86,128	86,128
Other liabilities	306,739	307,395	140,244	142,467
<b>Total liabilities</b>	<b>8,722,745</b>	<b>8,719,329</b>	<b>8,754,888</b>	<b>8,753,409</b>
<b>Shareholders' equity</b>				
Stated capital	400,000	400,000	400,000	400,000
Retained earnings	(522,677)	(488,045)	361,554	390,697
Revaluation reserve	227,085	227,085	102,926	102,926
Statutory reserve	393,905	393,905	393,905	393,905
Other reserves	(1,804)	(1,720)	(895)	(958)
<b>Total shareholders' equity</b>	<b>496,509</b>	<b>531,225</b>	<b>1,257,490</b>	<b>1,286,570</b>
<b>Total shareholders' equity and liabilities</b>	<b>9,219,254</b>	<b>9,250,554</b>	<b>10,012,378</b>	<b>10,039,979</b>

## SUMMARY STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

<i>in thousands of Ghana Cedis</i>	2022							
	Bank	Stated Capital	Retained Earnings	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total
Balance as at 1 January	400,000	361,554	102,926	393,905	-	(895)	1,257,490	
<b>Total comprehensive income</b>								
Loss for the year	-	(815,200)	-	-	-	-	(815,200)	
Revaluation surplus on property and equipment	-	-	124,159	-	-	-	124,159	
Remeasurement of other long term employee benefit	-	-	-	-	-	(909)	(909)	
<b>Transactions with equity holders of the Bank</b>								
Dividends paid to equity holders	-	(69,031)	-	-	-	-	(69,031)	
<b>Balance at 31 December</b>	<b>400,000</b>	<b>(522,677)</b>	<b>227,085</b>	<b>393,905</b>	<b>-</b>	<b>(1,804)</b>	<b>496,509</b>	
2021								
Group								
Bank	Stated Capital	Retained Earnings	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total	
Balance at 1 January	400,000	390,697	102,926	393,905	-	(958)	1,286,570	
<b>Total comprehensive income</b>								
Loss for the year	-	(809,810)	-	-	-	-	(809,810)	
Revaluation surplus on property and equipment	-	-	124,159	-	-	-	124,159	
Remeasurement of other long term employee benefit	-	-	-	-	-	(901)	(901)	
<b>Transactions with equity holders of the Bank</b>								
Dividends paid to equity holders	-	(68,956)	-	-	-	-	(68,956)	
Net changes in Bank's shares held by subsidiaries	-	24	-	-	-	139	163	
<b>Balance at 31 December</b>	<b>400,000</b>	<b>(488,045)</b>	<b>227,085</b>	<b>393,905</b>	<b>-</b>	<b>(1,720)</b>	<b>531,225</b>	
2021								
Bank								
Bank	Stated Capital	Retained Earnings	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total	
Balance as at 1 January	400,000	227,273	104,636	340,095	40,066	(136)	1,111,934	
<b>Total comprehensive income</b>								
(Loss)/Profit for the year	-	215,239	-	-	-	-	215,239	
Remeasurement of employee benefit	-	-	-	-	-	(188)	(188)	
<b>Transactions with equity holders of the Bank</b>								
Shares repurchased	-	-	-	-	-	(571)	(571)	
Dividends paid to equity holders	-	(68,924)	-	-	-	-	(68,924)	
<b>Other transfers</b>								
Transfer to statutory reserve	-	(53,810)	-	53,810	-	-	-	
Revaluation gain on disposal of PPE	-	1,710	(1,710)	-	-	-	-	
Transfer to credit risk reserve	-	40,066	-	-	(40,066)	-	-	
<b>Balance at 31 December</b>	<b>400,000</b>	<b>361,554</b>	<b>102,926</b>	<b>393,905</b>	<b>-</b>	<b>(895)</b>	<b>1,257,490</b>	
2021								
Group								
Bank	Stated Capital	Retained Earnings	Revaluation Reserve	Statutory Reserve	Credit Risk Reserve	Other Reserves	Total	
Balance at 1 January	400,000	248,695	104,636	340,095	40,066	(720)	1,132,772	
<b>Total comprehensive income</b>								
(Loss)/Profit for the year	-	222,852	-	-	-	-	222,852	
Remeasurement of employee benefit	-	-	-	-	-	(112)	(112)	
<b>Transactions with equity holders of the Bank</b>								
Shares repurchased	-	-	-	-	-	(571)	(571)	
Dividends paid to equity holders	-	(68,816)	-	-	-	-	(68,816)	
Net changes in Bank's shares held by subsidiaries	-	-	-	-	-	445	445	
<b>Other transfers</b>								
Transfer to statutory reserve	-	(53,810)	-	53,810	-	-	-	
Revaluation gain on disposal of PPE	-	1,710	(1,710)	-	-	-	-	
Transfer to credit risk reserve	-	40,066	-	-	(40,066)	-	-	
<b>Balance at 31 December</b>	<b>400,000</b>	<b>390,697</b>	<b>102,926</b>	<b>393,905</b>	<b>-</b>	<b>(958)</b>	<b>1,286,570</b>	

## SUMMARY STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

<i>in thousands of Ghana Cedis</i>	2022		2021	
	Bank	Group	Bank	Group
<b>Cash from operating activities</b>				
<b>(Loss)/profit for the year</b>	<b>(815,200)</b>	<b>(809,810)</b>	<b>215,239</b>	<b>222,852</b>
<b>Adjustments for:</b>				
Depreciation and amortisation	47,112	47,277	37,721	37,883
Net impairment loss on financial instruments	1,442,221	1,451,244	82,375	82,375
Net interest income	(586,142)	(593,095)	(465,333)	(469,547)
Net gains on derivative assets	-	-	(26,466)	(26,466)
Income tax	(265,173)	(262,366)	110,435	114,665
Unrealised exchange loss	-	-	79,122	79,122
Profit from disposal of property and equipment	-	-	(1,552)	(1,552)
Finance cost on lease liabilities	4,085	4,085	4,026	4,026
<b>Cash (used in)/generated from operations before changes in operating assets and liabilities</b>	<b>(173,061)</b>	<b>(162,665)</b>	<b>35,567</b>	<b>43,358</b>
<b>Changes in:</b>				
Loans and advances to customers	(1,267,413)	(1,267,413)	116,463	116,463
Other assets	(33,029)	(38,465)	(11,752)	(12,692)
Derivative assets	26,466	26,466	(25,735)	(25,735)
Deposit from banks and other financial institutions	(555,079)	(555,469)	886,568	885,032
Deposits from customers	949,426	949,426	970,480	970,480
Other liabilities	165,586	164,027	(39,818)	(39,998)
Asset held for sale	121,085	121,085	(16,592)	(16,592)
<b>Cash (used in)/generated from operating activities</b>	<b>(592,958)</b>	<b>(600,343)</b>	<b>1,915,181</b>	<b>1,920,316</b>
<b>Cash flows from investing activities</b>				
Interest received	1,292,833	1,298,328	943,382	946,526
Interest paid	(653,204)	(652,656)	(489,116)	(488,986)
Finance charges on lease liability paid	(4,085)	(4,085)	(4,298)	(4,298)
Income taxes paid	(131,740)	(136,125)	(68,908)	(72,513)
<b>Net cash flows (used in)/from operating activities</b>	<b>(262,215)</b>	<b>(257,546)</b>	<b>2,296,241</b>	<b>2,301,045</b>
<b>Cash flows from investing activities</b>				
Disposal/(acquisition) of trading assets	625,508	625,508	161,622	161,622
Disposal/(acquisition) of investment securities	1,128,859	1,123,982	(2,487,570)	(2,494,378)
Acquisition of property and equipment	(71,348)	(71,371)	(34,364)	(34,405)
Proceeds from disposal of property and equipment	-	-	16,491	16,491
Acquisition of intangible assets	(14,427)	(14,461)	(34,170)	(34,176)
Increase in equity share of subsidiary	(20)	-	(1,500)	-
<b>Net cash flows from (used in)/ investing activities</b>	<b>1,668,572</b>	<b>1,663,658</b>	<b>(2,379,491)</b>	<b>(2,384,846)</b>
<b>Cash flows from financing activities</b>				
Dividends paid	(69,031)	(68,956)	(68,924)	(68,816)
Proceeds from borrowings	2,211,560	2,211,560	7,451,365	7,451,365
Repayment of borrowings	(2,814,877)	(2,814,877)	(7,411,921)	(7,411,921)
Payment of lease liabilities	(36,488)	(36,488)	(15,132)	(15,132)
Repurchase of issued shares	-	-	(571)	(126)
<b>Net cash flows used in financing activities</b>	<b>(708,836)</b>	<b>(708,761)</b>	<b>(45,183)</b>	<b>(44,630)</b>
Net increase/(decrease) in cash and cash equivalents	697,521	697,351	(128,433)	(128,431)
Cash and cash equivalents at 1 January	1,307,694	1,307,701	1,430,243	1,430,248
Effect of exchange rate fluctuations on cash and cash equivalents held	3,655	3,818	5,884	5,884
<b>Cash and cash equivalents at 31 December</b>	<b>2,008,870</b>	<b>2,008,870</b>	<b>1,307,694</b>	<b>1,307,701</b>

## NOTES TO THE SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

(All currency amounts in the notes are in thousands of Ghana Cedis unless otherwise stated.)

### 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 audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

	2022		2021	
	Bank	Group	Bank	Group
<b>Regulatory Quantitative Disclosures</b>				
Capital Adequacy Ratio	11.9%	12.5%	24.5%	25.1%
Non-Performing Loans Ratio	11.7%	11.7%	11.2%	11.2%
Liquid Ratio	168.5%	169.2%	233.3%	234.6%
<b>Compliance with statutory liquidity requirement</b>				
(i) Default in Statutory Liquidity	Nil	Nil	Nil	Nil
(ii) Default in Statutory Liquidity Sanction (GHS'000)	Nil	Nil	Nil	Nil
(iii) Other Regulatory Penalties (GHS'000)	36	36	548	548

### 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. Our risk profile has remained stable over the past three years.

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 year ended 31 December, 2022 are consistent with those followed for the year ended 31 December, 2021.

### Directors' Responsibility Statement

The Directors are responsible for the preparation of the summary consolidated and separate financial statements comprising the summary statements of financial position as at 31 December 2022 and the summary statements of comprehensive income, changes in equity and cash flows and related notes to the summary financial statements for each financial year which gives a true and fair view of the state of affairs of the Bank and the Group. The directors have prepared these summary financial statements 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 requires 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 audited financial statements, from which the summary financial statements were derived, are in accordance with IFRSs and are consistent with the accounting policies applied in the preparation of the previous annual audited financial statements.

The Directors are responsible for ensuring that the Bank and the Group keep proper accounting records that disclose with reasonable accuracy at any time the financial position of the Bank. The directors are also responsible for safeguarding the assets of the Bank and taking reasonable steps for the prevention and detection of fraud and other irregularities.

(All currency amounts in the notes are in thousands of Ghana Cedis unless otherwise stated.)

### Nature of Business

The nature of business of the group is as follows:

- To carry on the business of banking;
- To carry on the business of underwriters of securities, finance house and issuing house;
- To undertake corporate finance operations, loan syndications and securities portfolio management;
- To engage in counseling and negotiation in acquisitions and mergers of companies and undertakings;
- To engage in the business of acceptance of bills of exchange, dealing in bullion, export trade development and financing;
- To carry on the business of hire-purchase financing and the business of financing the operations of leasing companies; and
- To engage in the counseling and financing of industrial, agricultural, mining, service and commercial ventures, subject to the relevant rules and regulations for the time being in force on that behalf.

### Subsidiaries

CalBrokers Limited (CBL), a company incorporated in Ghana as a securities broker and a licensed dealing member of the Ghana Stock Exchange. CalBrokers Limited resigned from the Ghana Stock Exchange on 13 December 2019 and is currently undergoing voluntary liquidation.

CalAsset Management Company Limited, licensed to manage assets by the Securities and Exchange Commission.

CalNominees Limited, incorporated in Ghana to hold and administer securities and other assets as a custodian (registered owner) on behalf of beneficial owners.

CalTrustee Limited incorporated in Ghana to manage pension fund on behalf of beneficial owners as per guidelines set out by National Pension Regulatory Authority (NPRA).

### Associates

Ghana Leasing Company Limited (a non-banking financial institution) and Transaction Management Services Limited (in liquidation) both incorporated in Ghana are associated undertakings of the Group. These investments have been fully impaired from the Group's book.

### The entity's ability to continue as a going concern

The Board of Directors have assessed the Bank and Group's ability to continue as a going concern and is satisfied that it has the resources to continue in business for the foreseeable future except for CalBrokers that resigned from the Ghana Stock Exchange on 13 December 2019, the necessary regulatory approvals in order to wind up CalBrokers Limited has been obtained. The Board of Directors has taken into account the Bank of Ghana's forbearance measures aimed at reducing the adverse effects on capital resulting from the DDEP, and believes that these measures will provide sufficient buffer for the Bank to continue to operate as a going concern. This is re-enforced by the 2023 first quarter performance which out-turn depicts an improvement compared to the first quarter of 2022 despite the DDEP haven taken effect. Our liquidity position at the end of March 2023 remains very strong with the Bank continuing to be a net lender on the Interbank market. The above depicts the resilience of the underlying operations of the Bank providing the Directors the assurance that the outlook for the Bank remains very positive and can operate and meet its on-going obligations.

### Auditor

In accordance with Section 139(5) of the Companies Act, 2019 (Act 992), Deloitte will be appointed as the auditors of the Bank and Group, subject to the approval of shareholders and Bank of Ghana.

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

BY ORDER OF THE BOARD

Signed  
**Philip Owiredu**  
Director

Signed  
**Joe Rexford Mensah**  
Director

28 April 2023



## INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

To the Members of CalBank PLC

### Opinion

The summary consolidated and separate financial statements, which comprise the summary statement of financial position as at 31 December 2022, and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended and related notes, are derived from the audited financial statements of CalBank PLC for the year ended 31 December 2022.

In our opinion, the accompanying summary consolidated and separate financial statements are a fair summary of the audited consolidated and separate financial statements, in accordance with the basis described in the notes.

### Summary Consolidated and Separate Financial Statements

The summary consolidated and separate financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) applied in the preparation of the audited financial statements of CalBank PLC. Reading the summary consolidated and separate financial statements and our report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and our report thereon.

### The Audited Consolidated and Separate Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 28 April 2023. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the financial statements for the current period.

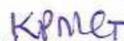
### Directors' Responsibility for the Summary Consolidated and Separate Financial Statements

The Directors are responsible for the preparation of the summary consolidated and separate financial statements in accordance with the basis described in the notes.

### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated and separate financial statements are a fair summary of the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

The engagement partner on the audit resulting in this independent auditor's report is Labaran Amidu (ICAG/P/1472).

  
FOR AND ON BEHALF OF:  
KPMG (ICAG/F/2023/038)  
CHARTERED ACCOUNTANTS  
13 YIYIWA DRIVE, ABELANKPE  
P O BOX GP 242  
ACCRA

28 April 2023

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