UNIVERSAL MERCHANT BANK LTD.
UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2025

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2025

	30 SEP 2025 GH¢	30 SEP 2024 GH¢
Interest Income	575,808,686	355,321,428
Interest Expense	(418,177,211)	(264,227,636)
Net Interest Income	**157,631,475**	**91,093,792**
Fees and Commission Income	79,286,858	73,214,527
Fees and Commission Expense	(26,358,290)	(16,529,350)
Net Fees and Commission Income	**52,928,568**	**56,685,177**
Net Trading Income	71,219,929	62,122,179
Other Operating Income	33,752,096	4,010,464
Net Trading and Other Operating Income	**104,972,025**	**66,132,643**
Total Operating Income	**315,532,068**	**213,911,612**
Impairment Expense	205,832,858	87,939,388
Personnel Expenses	(106,854,252)	(110,885,110)
Operating Expenses	(119,743,033)	(116,706,090)
Depreciation and Amortization	(33,958,439)	(26,199,917)
Profit Before Income Tax	**260,809,202**	**48,059,883**
Income Tax Expense	(36,513,288)	(10,092,575)
Profit After Tax	**224,295,914**	**37,967,308**
Other Comprehensive Income		
Other Comprehensive Income Net of Tax	-	(7,314,689)
Total Comprehensive Income for the Period	**224,295,914**	**30,652,619**
Basic Earnings Per Share	19.91	3.37

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025

	30 SEP 2025 GH¢	30 SEP 2024 GH¢
Assets		
Cash and Cash Equivalents	1,203,681,919	982,633,069
Investment Securities	6,547,185,433	1,698,693,546
Advances to Banks	657,389,597	265,000,945
Loans and Advances to Customers	1,133,036,609	1,196,556,037
Other Equity Investments	2,993,691	3,381,140
Other Assets	1,137,894,213	474,578,771
Deferred Tax	245,297,453	194,791,453
Current Taxation	-	20,265,003
Investment Property	-	26,910,000
Asset held for sale	391,191,314	215,825,676
Property, Equipment and Right of Use Assets	477,754,724	151,736,284
Intangible Assets	24,015,628	21,909,307
Total Assets	**11,820,440,581**	**5,252,281,231**
Liabilities and Shareholders' Funds		
Liabilities		
Deposits from Customers	8,554,600,075	4,620,592,214
Borrowings	2,343,813,978	159,346,356
Other Liabilities	423,370,011	261,657,908
Current Tax Liability	3,155,710	-
Employee Benefit Obligations	19,299,993	14,005,575
Total Liabilities	**11,344,239,767**	**5,055,602,053**
Shareholders' Funds		
Stated Capital	457,514,102	457,514,102
Revaluation Reserve	93,125,991	28,113,234
Credit Risk Reserve	102,774,464	225,985,385
Statutory Reserve	82,339,690	82,339,690
Other Reserves	(1,663,514)	(19,439,553)
Deposit for Shares	264,246,930	-
Retained Earnings	(522,136,849)	577,833,680)
Total Shareholders' Fund	**476,200,814**	**196,679,178**
Total Liabilities and Shareholders' Fund	**11,820,440,581**	**5,252,281,231**

Signed

Director

Signed

Director

UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2025

	30 SEP 2025 GH¢	30 SEP 2024 GH¢
Operating Activities		
Profit After Tax	224,295,914	37,967,308
Adjustments for:		
Depreciation and Amortization	33,958,439	26,199,917
Impairment on Financial Assets	(205,832,858)	(87,939,388)
Net Interest Income	(157,631,475)	(91,093,792)
Income Tax Expense	36,513,288	10,092,575
Unwinding of Earned Discount on Bonds	-	(3,770,264)
	(68,696,692)	**(108,543,644)**
Changes in:		
Advances to Banks	33,717,482	(174,214,695)
Loans and Advances to Customers	118,520,909	45,066,021
Other Investments	-	-
Other Assets	(750,314,163)	(112,624,613)
Deposits from Customers	3,312,760,528	(300,944,461)
Other Liabilities	139,126,418	(15,288,688)
Cash From Operations	**2,785,114,482**	**(666,550,080)**
Interest and Dividend Received	540,317,092	373,712,539
Interest Paid	(343,045,840)	(262,133,087)
Income Tax Paid	(3,000,000)	-
Net Cash From Operating Activities	**2,979,385,734**	**(554,970,628)**
Investing Activities		
Purchase of Property and Equipment	(479,706,160)	(40,699,180)
Purchase of Intangible Assets	(9,233,217)	(305,000)
Purchase of Investment Securities	(4,927,545,056)	(167,652,496)
Net Cash Used in Investing Activities	**(5,416,484,433)**	**(208,656,676)**
Financing Activities		
Repayment of Borrowings	2,130,957,930	(109,680,999)
Deposit for Shares	264,246,932	-
Net Cash From/(Used In) Financing Activities	**2,395,204,862**	**(109,680,999)**
Net Increase in Cash and Cash Equivalents	**(41,893,837)**	**(873,308,303)**
Cash and cash equivalents at 01 January	1,262,850,820	1,856,027,569
Effect of Exchange Rate Fluctuations	(17,275,064)	(86,197)
Cash and Cash Equivalents at 30 September	**1,203,681,920**	**982,633,069**

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2025

1. Reporting Entity

Universal Merchant Bank Limited is a Bank incorporated in Ghana. The Bank operates with a Universal Banking license and undertakes all banking services. The address of the Bank's registered office is SSNIT Emporium, Liberation Road, Airport City, Accra.

2. Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in a manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit Taking Institutions Act, 2016 (Act 930).

3. Use of Judgements and Estimates

In preparing these financial statements, Management has made judgements, estimates and assumptions that affect the application of the Bank's accounting policies and 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 accounting estimates are recognised prospectively.

4. Quantitative Disclosures

	Sep-25	Sep-24
Capital Adequacy Ratio (CAR)	6.46%	-6.11%
Non-Performing Loans (NPL) Ratio	45.89%	19.86%

CAR for Sep 2025 is subject to Bank of Ghana's approval of Deposit for Shares

5. Risk Management

The Bank's activities expose it to a variety of operational and financial risks and those activities involve the analysis, evaluation, acceptance and management of some degree of risk or combination of risks. Taking risk is core to the Bank's business, and the operational risks are an inevitable consequence of being in business. The Bank's aim is therefore to achieve an appropriate balance between risk and return and minimize potential adverse effects on its financial performance. The most important types of risk include:

- Credit Risk
- Liquidity Risk
- Market Risk (includes currency, interest rate and other price risk)
- Operational Risk

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. The Board has established a Risk Oversight Committee and a Risk Department to assist in the discharge of this responsibility.

- In determining significant increase in credit risk, the Bank considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on theBank's historical experience, credit assessment and including forward-looking information. Key among them are Ageing Analysis, Sectorial Analysis, Early Warning Signals, etc.

- Liqudity risks are measured with reference to statutory liquidity ratios and internal guidelines

- Market risks are measured with respect to fluctuations in the following key market prices; Interest rate, foreign exchange rates, equity prices, credit spreads not relating to obligor's credit standing.

- Operational risks are measured mainly by frequency of breach of internal policies, procedures, systems , processes and standards.

6. Other Disclosures

	Sep-25	Sep-24
Default in Statutory Liquidity (No. of Times)	Nil	Nil
Default in Statutory Liquidity (Sanctions) (GH¢'m)	Nil	Nil

Serving Ghana with S.P.E.E.D. since 1972

@myumbbank Universal Merchant Bank

Website: www.myumbbank.com
Contact Centre: 0302633988
Toll-free: 0800100880