

GHANA AMALGAMATED TRUST (GAT)



Governing Board: Albert Kobina Essien (Board Chair), Eric Nana Ekow Otoo, Sampson Akligoh, Abena Kessewaa Brown, Susan Ohene.

Managing Director: Eric Nana Ekow Otoo

Auditors: Ernst & Young Chartered Accountants

Website: <https://gatplc.com/>

Ghana Amalgamated Trust (GAT) was founded by Government in 2018, based on the private equity model to support selected indigenous banks. The Fund's first mandate is to raise funds to recapitalize the selected indigenous banks that were unable to meet the Central Bank's increased minimum capital requirement of GH¢400 million by the deadline of 31st December, 2018. GAT provided funding to help the beneficiary banks meet the enhanced minimum capital requirement thereby gaining equity stakes in the affected banks.

Secondly, using the private equity model, GAT works closely with the selected banks to support their transformation to improve governance, management, operations and Financial Performance to create value for all stakeholders concerned.

KEY OPERATIONAL RESULTS

GAT planned to capitalize five (5) indigenous banks by the end of December FY2020. Four (4) banks had been capitalized as at the end of FY2020. A funding strategy is being put in place for the outstanding bank.

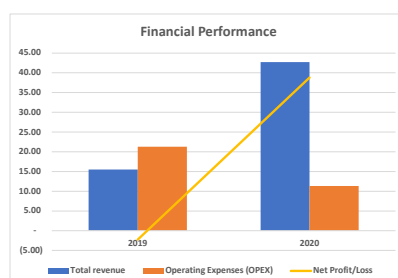
FINANCIAL PERFORMANCE

Revenue: GAT reported revenue of GH¢42.70 million in FY2020. This

was an increase of 175.48 percent on GH¢15.50 million reported in FY2019. Revenue from operations declined by 33.18 percent from GH¢15.25 million in FY2019 to GH¢10.19 million in FY2020.

OPEX: GAT's OPEX amounted to GH¢11.31 million in FY2020 representing a 46.80 percent decline in the FY2019 figure (GH¢21.26 million). The decrease in OPEX was mainly attributable to a decline in consultancy and arrangers' fees.

Profitability: GAT posted a net profit of GH¢38.82 million for FY2020. This marked a significant improvement from the net loss of GH¢2.26 million posted in FY2019. Net profit margin was 90.92 percent in FY2020, which represents 76.32 percentage points increase from the net profit margin of negative 14.60 percent recorded in FY2019.



Financial Performance of GAT (FY2019 - FY2020)

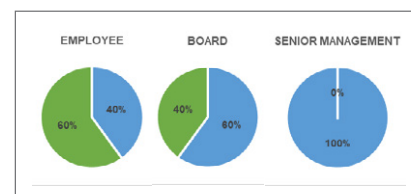
Liquidity: GAT's current ratios were 80.03 and 22.55 for FY2019 and FY2020 respectively, indicating the entity has the ability to cover its short-term financial obligations.

Free cash flow for FY2020 was GH¢1.04 million, an improvement on the negative free cash flow of GH¢9.82 million in FY2019.

KEY EVENTS

Bank Transformation Program commenced in four investee banks. Efforts are being made to improve IT, HR, credit policies, risk management and general strategy of banks GAT has invested in.

GENDER DISTRIBUTION, %



Income Statement	FY2020 GH¢ M	FY2019 GH¢ M
Total revenue	42.70	15.50
Direct costs	0.00	0.00
Operating Expenses (OPEX)	11.31	21.26
Operating profit	31.39	(5.76)
EBITDA	31.70	(5.76)
EBIT	38.38	0.00
Tax costs	0.45	0.00
Net profit/loss	38.82	(2.26)
Balance sheet	FY2020 GH¢ M	FY2019 GH¢ M
Total non-current assets	795.89	629.11
Total current assets	45.70	172.79
Total assets	841.59	801.89
Equity	838.56	799.73
Total non-current liabilities	1.00	0.00
Total current liabilities	2.03	2.16
Total liabilities	3.03	2.16
Total equity and liabilities	841.59	801.89
Cash flow	FY2020 GH¢ M	FY2019 GH¢ M
Net cash flow (operating activities)	(146.87)	(9.43)
Net cash flow (investment activities)	(74.11)	(755.61)
Net cash flow (financing activities)	(294.90)	802.00
Change cash and cash equivalents	73.92	36.96
Key indicators	FY2020 GH¢ M	FY2019 GH¢ M
Net Profit Margin (%)	90.92	(14.60)
EBIT Margin	89.87	(14.60)
Return On Assets (ROA, %)	4.61	(0.28)
Return On Capital Employed (ROCE, %)	4.57%	(0.28%)
Return On Equity (ROE, %)	4.63	-0.28
Current Ratio	22.55	80.03
Quick Ratio	22.55	80.03
Free Cash Flow	1.04	(9.82)
OPEX-to-Revenue (%)	377.60	72.90
Debt to Equity	0.00	0.00
Debt to Asset	0.00	0.26
Additional information	FY2020	FY2019
Total number of employees	5	2
Percentage of women employed	60	50
Percentage of women on the board	40	40

Data Sources: FY2020 Audited Accounts; FY2019 Audited Accounts; FY2018 Audited Accounts

GAT's Accounts were prepared in line with IFRS

