

CAL BANK LIMITED

UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2012

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2012
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Interest Income	145,993	75,138	145,654	75,814
Interest Expense	(61,209)	(34,477)	(60,512)	(34,420)
Net Interest Income	84,784	40,661	85,142	41,394
Fees and Commissions Income	26,003	15,193	26,003	15,193
Fees and Commissions Expense	(1,137)	(534)	(1,137)	(547)
Net Fees and Commissions	24,866	14,659	24,865	14,646
Net Trading Income	13,869	10,445	15,703	10,545
Other Income	5,850	3,954	7,473	4,367
	19,718	14,399	23,176	14,912
Total Income	129,367	69,719	133,184	70,952
Credit Loss Expenses	(17,461)	(11,465)	(17,461)	(11,465)
Net Operating Income	111,906	58,254	115,723	59,487
Staff Costs	(26,428)	(16,379)	(27,333)	(17,003)
Administration and General Expenses	(18,076)	(14,817)	(18,414)	(16,495)
Depreciation and Amortisation	(3,068)	(2,473)	(3,134)	(2,638)
Total Operating Expenses	(47,572)	(33,670)	(48,882)	(36,136)
Operating Profit	64,335	24,585	66,841	23,351
Profit Before Income Tax	64,335	24,585	66,841	23,352
Income Tax	(14,827)	(5,017)	(15,144)	(5,187)
National Fiscal Stabilization levy	0	(1,229)	0	(1,260)
Profit For The Period	49,507	18,338	51,698	16,905
Basic Earnings Per Share (Ghana Cedis per share)	0.0903	0.0739	0.0943	0.0681
Diluted Earnings Per Share (Ghana Cedis per share)	0.0903	0.0739	0.0943	0.0681

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 31ST DECEMBER 2012
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Interest Income	51,569	21,755	50,973	21,715
Interest Expense	(21,460)	(8,887)	(20,981)	(8,887)
Net Interest Income	30,110	12,868	29,992	12,828
Fees and Commissions Income	10,615	3,632	10,615	3,632
Fees and Commissions Expense	(305)	(86)	(305)	(86)
Net Fees and Commissions	10,311	3,546	10,310	3,546
Net Trading Income	2,904	5,889	3,988	5,819
Other Income	3,941	2,000	4,521	2,325
	6,845	7,890	8,509	8,144
Total Income	47,265	24,304	48,811	24,517
Credit Loss Expenses	(7,644)	(3,405)	(7,644)	(3,405)
Net Operating Income	39,621	20,899	41,167	21,113
Staff Costs	(8,657)	(5,086)	(9,041)	(5,321)
Administration and General Expenses	(6,049)	(4,476)	(6,199)	(4,399)
Depreciation and Amortisation	(838)	(413)	(891)	(454)
Total Operating Expenses	(15,544)	(9,975)	(16,131)	(10,175)
Operating Profit	24,076	10,924	25,036	10,938
Profit Before Income Tax	24,076	10,924	25,036	10,938
Income Tax	(4,703)	(1,805)	(4,636)	(1,807)
National Fiscal Stabilization levy	0	(546)	0	(547)
Profit Attributable to Equity Holders	19,373	8,573	20,400	8,584

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****FOR THE YEAR ENDED 31ST DECEMBER 2012***in thousands of Ghana Cedis*

	The Bank		The Group	
	2012	2011	2012	2011
Profit for the Period	49,507	18,338	51,698	16,905
Other comprehensive Income				
Net change in fair value	(4,217)	648	(4,217)	648
Revaluation Gain on Properties	68	10	68	10
Total Comprehensive Income for the Period	45,358	18,996	47,549	17,563

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2012***in thousands of Ghana Cedis*

	The Bank		The Group	
	2012	2011	2012	2011
Assets				
Cash and balances with Bank of Ghana	86,976	67,659	86,976	67,659
Items in Course of Collection from Other Banks	22,299	12,431	22,299	12,431
Investment in Government Securities	240,319	154,349	240,481	154,880
Due from Banks and Other Financial Institutions	10,511	99,172	12,237	122,522
Loans and Advances to Customers	747,387	412,565	747,387	411,582
Investment in Other Securities	0	0	848	768
Investment in Subsidiaries	1,128	1,118	0	0
Other Assets	10,719	9,345	12,344	10,077
Deferred Tax Assets	4,668	0	4,668	0
Property and Equipment	35,396	29,424	35,532	29,444
Total Assets	1,159,401	786,063	1,162,772	809,364
Liabilities				
Customer Deposits	707,649	564,396	707,639	586,770
Due to Banks and Other Financial Institutions	87,889	20,449	86,908	24,949
Borrowings	130,707	92,652	130,707	92,652
Accruals and Other Liabilities	27,713	15,434	28,435	16,423
Current Tax Liabilities	1,438	211	1,385	216
Deferred Tax Liabilities	0	0	0	0
Total Liabilities	955,396	693,142	955,073	721,010
Shareholders' Equity				
Stated Capital	100,000	27,725	100,000	27,725
Statutory Reserve Fund	43,162	18,442	43,162	18,442
Capital Surplus	15,370	15,372	15,140	9,836
Retained Earnings	36,567	16,264	40,491	17,233
Other Reserves	8,906	15,118	8,906	15,118
Total Shareholders' Equity	204,005	92,921	207,698	88,354
Total Liabilities and Shareholders' Equity	1,159,401	786,063	1,162,772	809,364

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2012***in thousands of Ghana Cedis*

	The Group	
	2012	2011
Profit Before Tax for the Period	66,841	23,352
Adjustments for:		
Depreciation And Amortisation	3,134	2,638
Impairment on Financial Assets	17,461	11,465
Profit on Sale of Property and Equipment	(126)	(8)
Dividend Received	(20)	(37)
Change in Fair Value of Investment Securities Recognised in Income Statement	(1,883)	984
Provision for Loss in Value of Associated Company	0	1,553
Employee Benefit Expenses	219	193
Accretion of Deferred Income	1,658	2,111
	87,285	42,251
Change in Investment Portfolio	(86,525)	(36,951)
Change in Loans and Advances to Customers	(357,020)	(168,295)
Change in Other Assets	(4,163)	880
Change in Customer Deposits	109,922	298,544
Change in Amounts Due to Banks and Other Financial Institutions	61,959	10,880
Change in Accruals and Other Liabilities	26,123	(3,188)
Income Tax Paid	(16,476)	(10,451)
Net Cash Flows from Operating Activities	(178,896)	133,670
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(9,223)	(4,253)
Proceeds from Sale of Equipment	126	42
Change in Treasury Shares	5,304	(5,398)
Net Cash Used in Investing Activities	(3,793)	(9,609)
Cash Flows from Financing Activities		
Dividend Income	20	37
Dividends Paid	(5,934)	(3,193)
Net Changes in Borrowings	35,227	(15,553)
Proceeds from Shares Issued	72,275	605
Net Cash from Financing Activities	101,588	(18,104)
Net Change in Cash and Cash Equivalents	(81,100)	105,956
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	202,612	96,656
Net Change in Cash and Cash Equivalents	(81,100)	105,956
Cash and Cash Equivalents at 31st December 2012	121,512	202,612
Analysis of Cash and Cash Equivalents for the Period Ended 31st December		
Cash and Balances with Bank of Ghana	86,976	67,659
Due From Other Banks	12,237	122,522
Items in Course of Collection from Other Banks	22,299	12,431
Total Cash and Cash Equivalents at 31st December 2012	121,512	202,612

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed for the period ended 31st December, 2012 are consistent with those followed in the financial statements for the year ended 31st December, 2011.

QUANTITATIVE DISCLOSURES

		2012	2011
(i)	Capital Adequacy Ratio	19.9%	11.6%
(ii)	Non-Performing Loan Ratio	5.0%	9.6%

QUALITATIVE DISCLOSURES

(i) The Bank's dominant risks are: credit risk, liquidity risk, market risk and operational risk

(ii) **Risk management framework**

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 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 period ended 31st December, 2012 are consistent with those followed for the year 31st December, 2011.

(iii)		2012	2011
	Default in Statutory Liquidity (Times)	Nil	Nil
	Default in Statutory Liquidity Sanction (GH¢'000)	Nil	Nil

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

FRANK B. ADU JNR.
Managing Director

PHILIP OWIREDU
Executive Director