

**UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED 31ST MARCH 2012**
*in thousands of Ghana Cedis*

	The Bank		The Group	
	2012	2011	2012	2011
Interest Income	23,225	17,055	23,486	17,113
Interest Expense	(10,655)	(7,476)	(10,655)	(7,476)
<b>Net Interest Income</b>	<b>12,570</b>	<b>9,579</b>	<b>12,831</b>	<b>9,637</b>
Fees and Commissions Income	4,622	3,241	4,622	3,241
Fees and Commissions Expense	(330)	(85)	(330)	(85)
<b>Net Fees and Commissions</b>	<b>4,292</b>	<b>3,156</b>	<b>4,292</b>	<b>3,156</b>
Net Trading Income	4,238	1,856	4,348	1,863
Other Income	680	181	981	370
<b>4,918</b>	<b>2,037</b>	<b>5,329</b>	<b>2,233</b>	
<b>Total Income</b>	<b>21,780</b>	<b>14,772</b>	<b>22,452</b>	<b>15,026</b>
Impairment Charges and Credit Provisions	(2,320)	(2,605)	(2,320)	(2,605)
<b>Net Operating Income</b>	<b>19,460</b>	<b>12,167</b>	<b>20,132</b>	<b>12,421</b>
Staff Costs	(5,163)	(4,088)	(5,326)	(4,225)
Administration and General Expenses	(3,183)	(2,492)	(3,260)	(2,851)
Depreciation and Amortisation	(673)	(647)	(679)	(688)
<b>Total Operating Expenses</b>	<b>(9,020)</b>	<b>(7,227)</b>	<b>(9,265)</b>	<b>(7,764)</b>
<b>Operating Profit</b>	<b>10,440</b>	<b>4,940</b>	<b>10,867</b>	<b>4,657</b>
Share of Post-tax Profit of Associated Company	-	-	-	(10)
<b>Profit Before Income Tax</b>	<b>10,440</b>	<b>4,940</b>	<b>10,867</b>	<b>4,647</b>
Income Tax	(2,610)	(1,235)	(2,653)	(1,269)
National Fiscal Stabilization levy	-	(247)	-	(232)
<b>Profit For The Period</b>	<b>7,830</b>	<b>3,458</b>	<b>8,214</b>	<b>3,145</b>
Basic Earnings Per Share (Ghana Cedis per share)	0.0315	0.0141	0.0331	0.0128
Diluted Earnings Per Share (Ghana Cedis per share)	0.0315	0.0141	0.0331	0.0128

**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE QUARTER ENDED 31ST MARCH 2012**
*in thousands of Ghana Cedis*

	The Bank		The Group	
	2012	2011	2012	2011
<b>Profit for the Period</b>	<b>7,830</b>	<b>3,458</b>	<b>8,214</b>	<b>3,145</b>
Other comprehensive Income				
Net change in fair value	(664)	445	(664)	445
<b>Total Comprehensive Income for the Period</b>	<b>7,166</b>	<b>3,903</b>	<b>7,550</b>	<b>3,590</b>

**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2012**
*in thousands of Ghana Cedis*

	The Bank		The Group	
	2012	2011	2012	2011
<b>Assets</b>				
Cash and balances with Bank of Ghana	75,860	42,713	75,314	43,229
Items in Course of Collection from Other Banks	9,736	6,130	9,736	6,130
Investment in Government Securities	149,515	124,526	149,657	124,654
Due from Banks and Other Financial Institutions	54,551	51,843	82,487	60,407
Loans and Advances to Customers	509,732	258,302	508,888	258,216
Investment in Other Securities	-	130	2,002	979
Investment in Associated Company	-	407	-	850
Investment in Subsidiaries	1,118	718	-	-
Other Assets	11,508	12,844	12,018	13,049
Current Tax Assets	-	-	12	49
Deferred Tax Assets	2,166	-	2,166	-
Property and Equipment	29,519	27,271	29,534	27,412
<b>Total Assets</b>	<b>843,705</b>	<b>524,884</b>	<b>871,814</b>	<b>534,975</b>
<b>Liabilities</b>				
Customer Deposits	558,840	309,505	585,976	317,297
Due to Banks and Other Financial Institutions	26,847	16,222	30,503	16,136
Borrowings	137,224	95,735	137,224	95,735
Accruals and Other Liabilities	19,811	21,144	20,356	21,809
Current Tax Liabilities	749	1,508	774	1,497
Deferred Tax Liabilities	-	380	-	380
<b>Total Liabilities</b>	<b>743,471</b>	<b>444,494</b>	<b>774,833</b>	<b>452,854</b>
<b>Shareholders' Equity</b>				
Stated Capital	27,725	27,120	27,725	27,120
Statutory Reserve Fund	20,400	14,723	20,400	14,723
Capital Surplus	15,372	15,361	9,547	15,224
Retained Earnings	18,443	7,247	21,015	9,114
Other Reserves	18,294	15,940	18,294	15,940
<b>Total Shareholders' Equity</b>	<b>100,234</b>	<b>80,391</b>	<b>96,981</b>	<b>82,121</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>843,705</b>	<b>524,884</b>	<b>871,814</b>	<b>534,975</b>

**UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS  
 FOR THE QUARTER ENDED 31ST MARCH 2012**
*in thousands of Ghana Cedis*

	The Group	
	2012	2011
<b>Profit Before Tax for the Period</b>	<b>10,867</b>	<b>4,647</b>
<b>Adjustments for:</b>		
Depreciation And Amortisation	679	688
Impairment on Financial Assets	2,320	2,605
Change in Fair Value of Investment Securities Recognised in Income Statement	-	(445)
Associated Company Loss/(Profit)	-	10
Provision for Loss in Value of Associated Company	-	299
Accretion of Deferred Income	(40)	(28)
	<b>13,826</b>	<b>7,776</b>
Change in Investment Portfolio	5,130	(5,920)
Change in Loans and Advances to Customers	(100,964)	(4,227)
Change in Other Assets	(3,359)	(4,676)
Change in Customer Deposits	(8,122)	30,616
Change in Amounts Due to Banks and Other Financial Institutions	5,554	2,067
Change in Accruals and Other Liabilities	12,700	5,190
Income Tax Paid	(2,106)	(1,736)
<b>Net Cash Flows from Operating Activities</b>	<b>(77,341)</b>	<b>29,090</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of Property and Equipment	(769)	(238)
Change in Treasury Shares	(289)	-
<b>Net Cash Used in Investing Activities</b>	<b>(1,058)</b>	<b>(238)</b>
<b>Cash Flows from Financing Activities</b>		
Net Changes in Borrowings	43,324	(15,742)
<b>Net Cash from Financing Activities</b>	<b>43,324</b>	<b>(15,742)</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>(35,075)</b>	<b>13,110</b>
<b>Analysis of Changes in Cash and Cash Equivalents for the Period</b>		
Cash and Cash Equivalents at 1st January	202,612	96,656
Net Change in Cash and Cash Equivalents	(35,075)	13,110
<b>Cash and Cash Equivalents at 31st March 2012</b>	<b>167,537</b>	<b>109,766</b>
<b>Analysis of Cash and Cash Equivalents for the Period Ended 31st March</b>		
Cash and Balances with Bank of Ghana	75,314	43,229
Due From Other Banks	82,487	60,407
Items in Course of Collection from Other Banks	9,736	6,130
<b>Total Cash and Cash Equivalents at 31st March 2012</b>	<b>167,537</b>	<b>109,766</b>

**SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies followed for the period ended 31st March, 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	10.5%	14.4%
(ii) Non-Performing Loan Ratio	8.4%	12.1%

**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 March, 2012 are consistent with those followed for the year 31st December, 2011.

	2012	2011
(iii) 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