

CAL BANK LIMITED

UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2013

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2013
in thousands of Ghana Cedis

	The Bank		The Group	
	2013	2012	2013	2012
Interest Income	195,610	94,423	195,854	94,681
Interest Expense	(88,335)	(39,749)	(87,960)	(39,531)
Net Interest Income	107,275	54,674	107,894	55,150
Fees and Commissions Income	23,356	15,388	23,356	15,388
Fees and Commissions Expense	(1,268)	(833)	(1,268)	(833)
Net Fees and Commissions	22,088	14,555	22,088	14,555
Net Trading Income	16,028	10,965	17,047	11,716
Other Income	7,683	1,908	9,582	2,952
	23,711	12,873	26,629	14,668
Total Income	153,074	82,102	156,611	84,373
Credit Loss Expenses	(11,100)	(9,817)	(11,100)	(9,817)
Net Operating Income	141,974	72,285	145,511	74,556
Staff Costs	(32,237)	(17,771)	(33,145)	(18,292)
Administration and General Expenses	(18,291)	(12,026)	(18,660)	(12,215)
Depreciation and Amortisation	(2,700)	(2,230)	(2,743)	(2,243)
Total Operating Expenses	(53,228)	(32,027)	(54,548)	(32,750)
Profit Before Income Tax	88,746	40,258	90,963	41,806
Income Tax Expense	(22,186)	(10,065)	(22,609)	(10,508)
National Fiscal Stabilization levy	(1,696)	0	(1,696)	0
Profit For The Period	64,864	30,193	66,658	31,298
Basic Earnings Per Share (Ghana Cedis per share)	0.1183	0.0551	0.1216	0.0571
Diluted Earnings Per Share (Ghana Cedis per share)	0.1183	0.0551	0.1216	0.0571

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30TH SEPTEMBER 2013
in thousands of Ghana Cedis

	The Bank		The Group	
	2013	2012	2013	2012
Interest Income	68,853	39,460	69,510	39,508
Interest Expense	(30,919)	(15,728)	(30,914)	(15,510)
Net Interest Income	37,934	23,732	38,596	23,998
Fees and Commissions Income	7,743	6,195	7,743	6,195
Fees and Commissions Expense	(386)	(245)	(386)	(245)
Net Fees and Commissions	7,357	5,950	7,357	5,950
Net Trading Income	8,295	2,313	8,506	2,362
Other Income	1,371	633	1,938	966
	9,666	2,946	10,444	3,328
Total Income	54,957	32,628	56,397	33,276
Credit Loss Expenses	(2,337)	(4,693)	(2,337)	(4,693)
Net Operating Income	52,620	27,935	54,060	28,583
Staff Costs	(11,073)	(6,487)	(11,367)	(6,674)
Administration and General Expenses	(6,691)	(4,480)	(6,851)	(4,530)
Depreciation and Amortisation	(930)	(799)	(944)	(801)
Total Operating Expenses	(18,694)	(11,766)	(19,162)	(12,005)
Profit Before Income Tax	33,926	16,169	34,898	16,578
Income Tax Expense	(8,481)	(4,042)	(8,683)	(4,285)
National Fiscal Stabilization levy	(1,696)	0	(1,745)	0
Profit Attributable to Equity Holders	23,749	12,127	24,470	12,293

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2013***in thousands of Ghana Cedis*

	The Bank		The Group	
	2013	2012	2013	2012
Profit for the Period	64,864	30,193	66,658	31,298
Other comprehensive Income				
Net change in fair value	22	(848)	22	(848)
Total Comprehensive Income for the Period	64,886	29,345	66,680	30,450

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2013***in thousands of Ghana Cedis*

	The Bank		The Group	
	2013	2012	2013	2012
Assets				
Cash and balances with Bank of Ghana	105,805	90,355	105,805	90,355
Items in Course of Collection from Other Banks	15,073	9,394	15,073	9,394
Investment in Government Securities	232,838	193,333	233,091	193,486
Due from Banks and Other Financial Institutions	44,203	45,137	48,331	46,025
Loans and Advances to Customers	960,269	639,004	960,269	638,353
Investment in Other Securities	0	0	1,306	389
Investment in Subsidiaries	1,128	1,117	0	0
Other Assets	13,899	15,186	15,346	15,859
Deferred Tax Assets	4,612	0	4,612	0
Property, Plant and Equipment	42,707	29,921	42,837	29,931
Total Assets	1,420,532	1,023,447	1,426,668	1,023,792
Liabilities				
Customer Deposits	742,110	583,500	742,100	583,500
Due to Banks and Other Financial Institutions	25,179	67,960	23,796	71,628
Borrowings	340,900	157,365	340,900	157,365
Accruals and Other Liabilities	50,043	25,090	52,134	25,567
Current Tax Liabilities	8,602	2,679	8,628	2,931
Total Liabilities	1,166,834	836,594	1,167,558	840,991
Shareholders' Equity				
Stated Capital	100,000	100,000	100,000	100,000
Statutory Reserve Fund	75,600	33,539	75,600	33,539
Capital Surplus	19,442	15,370	19,045	9,720
Retained Earnings	43,732	21,114	49,541	22,712
Other Reserves	14,924	16,830	14,924	16,830
Total Shareholders' Equity	253,698	186,853	259,110	182,801
Total Liabilities and Shareholders' Equity	1,420,532	1,023,447	1,426,668	1,023,792

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2013
in thousands of Ghana Cedis

	The Group	
	2013	2012
Profit Before Tax for the Period	90,963	41,806
Adjustments for:		
Depreciation And Amortisation	2,743	2,243
Impairment on Financial Assets	11,100	9,817
Profit on Sale of Property and Equipment	(36)	(45)
Dividend Received	(49)	0
Change in Fair Value of Investment Securities Recognised in Income Statement	(775)	0
Employee Benefit Expenses	55	0
Accretion of Deferred Income	(93)	1,318
	103,908	55,139
Change in Investment Portfolio	7,633	(39,080)
Change in Loans and Advances to Customers	(223,497)	(239,926)
Change in Other Assets	(2,499)	(7,554)
Change in Customer Deposits	20,967	(12,441)
Change in Amounts Due to Banks and Other Financial Institutions	(64,092)	46,679
Change in Accruals and Other Liabilities	44,398	19,486
Income Tax Paid	(17,063)	(5,627)
Net Cash Flows from Operating Activities	(130,245)	(183,324)
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(10,049)	(2,730)
Proceeds from Sale of Equipment	36	45
Change in Treasury Shares	3,914	(116)
Net Cash Used in Investing Activities	(6,099)	(2,801)
Cash Flows from Financing Activities		
Dividend Income	49	0
Dividends Paid	(19,162)	(6,455)
Net Changes in Borrowings	202,963	63,467
Proceeds from Shares Issued	0	72,275
Net Cash from Financing Activities	183,850	129,287
Net Change in Cash and Cash Equivalents	47,507	(56,838)
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	121,702	202,612
Net Change in Cash and Cash Equivalents	47,507	(56,838)
Cash and Cash Equivalents at 30th September 2013	169,209	145,774
Analysis of Cash and Cash Equivalents for the Period Ended 30th September		
Cash and Balances with Bank of Ghana	105,805	90,355
Due From Other Banks	48,331	46,025
Items in Course of Collection from Other Banks	15,073	9,394
Total Cash and Cash Equivalents at 30th September 2013	169,209	145,774

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed for the period ended 30th September, 2013 are consistent with those followed in the financial statements for the year ended 31st December, 2012.

QUANTITATIVE DISCLOSURES

		2013	2012
(i)	Capital Adequacy Ratio	19.3%	17.4%
(ii)	Non-Performing Loan Ratio	5.8%	7.9%

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 30th September, 2013 are consistent with those followed for the year 31st December, 2012.

(iii)		2013	2012
	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