

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED 31ST MARCH 2013

in thousands of Ghana Cedis

	The Bank		The Group	
	2013	2012	2013	2012
Interest Income	59,398	23,225	58,979	23,486
Interest Expense	(26,952)	(10,655)	(26,617)	(10,655)
Net Interest Income	32,446	12,570	32,362	12,831
Fees and Commissions Income	8,871	4,622	8,871	4,622
Fees and Commissions Expense	(1,137)	(330)	(1,137)	(330)
Net Fees and Commissions	7,734	4,292	7,734	4,292
Net Trading Income	5,188	4,237	5,795	4,348
Other Income	3,177	680	3,667	981
	8,365	4,917	9,462	5,329
Total Income	48,545	21,779	49,558	22,453
Credit Loss Expenses	(4,359)	(2,320)	(4,359)	(2,320)
Net Operating Income	44,186	19,459	45,199	20,132
Staff Costs	(10,299)	(5,163)	(10,589)	(5,326)
Administration and General Expenses	(5,235)	(3,183)	(5,318)	(3,260)
Depreciation and Amortisation	(886)	(673)	(901)	(679)
Total Operating Expenses	(16,420)	(9,019)	(16,808)	(9,266)
Operating Profit	27,766	10,440	28,391	10,867
Profit Before Income Tax	27,766	10,440	28,391	10,867
Income Tax	(6,942)	(2,610)	(7,043)	(2,653)
Profit For The Period	20,824	7,830	21,348	8,214
Basic Earnings Per Share (Ghana Cedis per share)	0.0380	0.0315	0.0389	0.0331
Diluted Earnings Per Share (Ghana Cedis per share)	0.0380	0.0315	0.0389	0.0331

UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31ST MARCH 2013

in thousands of Ghana Cedis

	The Bank		The Group	
	2013	2012	2013	2012
Profit for the Period	20,824	7,830	21,348	8,214
Other comprehensive Income				
Net change in fair value	(3,398)	(664)	(3,398)	(664)
Total Comprehensive Income for the Period	17,426	7,166	17,950	7,550

UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2013

in thousands of Ghana Cedis

	The Bank		The Group	
	2013	2012	2013	2012
Assets				
Cash and balances with Bank of Ghana	138,184	75,860	138,184	75,314
Items in Course of Collection from Other Banks	22,299	9,736	22,299	9,736
Investment in Government Securities	244,124	149,515	244,296	149,657
Due from Banks and Other Financial Institutions	10,511	54,551	13,437	82,487
Loans and Advances to Customers	840,762	509,732	840,762	508,888
Investment in Other Securities	-	-	1,567	2,002
Investment in Subsidiaries	1,128	1,118	-	-
Other Assets	11,352	11,508	12,391	12,018
Current Tax Assets	-	-	-	12
Deferred Tax Assets	4,612	2,166	4,612	2,166
Property and Equipment	35,581	29,519	35,719	29,534
Total Assets	1,308,553	843,705	1,313,267	871,814
Liabilities				
Customer Deposits	702,714	558,840	702,704	585,976
Due to Banks and Other Financial Institutions	37,584	26,847	37,410	30,503
Borrowings	244,438	137,224	244,438	137,224
Accruals and Other Liabilities	95,245	19,811	95,606	20,356
Current Tax Liabilities	3,703	749	3,609	774
Total Liabilities	1,083,684	743,471	1,083,767	774,833
Shareholders' Equity				
Stated Capital	100,000	27,725	100,000	27,725
Statutory Reserve Fund	53,581	20,400	53,581	20,400
Capital Surplus	15,440	15,372	15,218	9,547
Retained Earnings	34,228	18,443	39,082	21,015
Other Reserves	21,620	18,294	21,620	18,294
Total Shareholders' Equity	224,869	100,234	229,500	96,981
Total Liabilities and Shareholders' Equity	1,308,553	843,705	1,313,267	871,814

UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31ST MARCH 2013

in thousands of Ghana Cedis

	The Group	
	2013	2012
Profit Before Tax for the Period	28,391	10,867
Adjustments for:		
Depreciation And Amortisation	901	679
Impairment on Financial Assets	4,359	2,320
Change in Fair Value of Investment Securities Recognised in Income Statement	(795)	-
Employee Benefit Expenses	55	-
Accretion of Deferred Income	192	(40)
	33,102	13,826
Change in Investment Portfolio	(394)	5,130
Change in Loans and Advances to Customers	(100,474)	(100,964)
Change in Other Assets	(164)	(3,359)
Change in Customer Deposits	(14,120)	(8,122)
Change in Amounts Due to Banks and Other Financial Institutions	(50,478)	5,554
Change in Accruals and Other Liabilities	80,455	12,700
Income Tax Paid	(4,821)	(2,106)
Net Cash Flows from Operating Activities	(56,894)	(77,341)
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(1,089)	(769)
Change in Treasury Shares	87	(289)
Net Cash Used in Investing Activities	(1,002)	(1,058)
Cash Flows from Financing Activities		
Net Changes in Borrowings	110,114	43,324
Net Cash from Financing Activities	110,114	43,324
Net Change in Cash and Cash Equivalents	52,218	(35,075)
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	52,218	(35,075)
Cash and Cash Equivalents at 31st March 2013	173,920	167,537
Analysis of Cash and Cash Equivalents for the Period Ended 31st March		
Cash and Balances with Bank of Ghana	138,184	75,314
Due From Other Banks	13,437	82,487
Items in Course of Collection from Other Banks	22,299	9,736
Total Cash and Cash Equivalents at 31st March 2013	173,920	167,537

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed for the period ended 31st March, 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	18.7%	10.5%
(ii) Non-Performing Loan Ratio	6.1%	8.4%

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

	2013	2012
(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