

**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31ST MARCH 2017**
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Interest Income	158,171	158,861	139,659	140,895
Interest Expense	(85,899)	(85,835)	(65,568)	(65,475)
Net Interest Income	72,272	73,026	74,091	75,420
Fees and Commissions Income	11,230	11,228	19,200	19,200
Fees and Commissions Expense	(997)	(997)	(680)	(680)
Net Fees and Commission Income	10,233	10,231	18,520	18,520
Net Trading Income	16,891	16,978	10,362	10,315
Other Operating Income	3,404	5,009	1,461	3,113
Operating Income	102,800	105,244	104,434	107,368
Net Impairment Loss on Financial Assets	(16,445)	(16,445)	(4,946)	(4,946)
Personel Expenses	(23,031)	(23,706)	(25,405)	(25,876)
Depreciation and Amortisation	(1,688)	(1,696)	(1,443)	(1,450)
Other Expenses	(16,805)	(17,268)	(14,251)	(14,646)
Profit Before Income Tax	44,831	46,129	58,389	60,450
Income Tax Expense	(13,915)	(14,385)	(18,976)	(19,590)
Profit For The Period	30,916	31,744	39,413	40,860
Other Comprehensive Income				
Items that may be reclassified subsequently to profit or loss:				
Available-For-Sale Financial Assets	(2,768)	(2,768)	7	7
Total Comprehensive Income for the Period	28,148	28,976	39,420	40,867
Earnings Per Share (Ghana Cedis per share)				
Basic	0.0564	0.0579	0.0719	0.0745
Diluted	0.0564	0.0579	0.0719	0.0745

**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2017**
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Assets				
Cash and Cash Equivalents	689,962	705,127	756,294	767,318
Trading Assets	900,779	901,214	310,933	311,284
Investments (Other than Securities)	2,038	-	2,028	-
Loans and Advances to Customers	1,851,204	1,851,199	1,966,110	1,966,110
Investment Securities	-	4,486	-	4,605
Current Tax Assets	37,275	37,810	583	583
Deferred Tax Assets	6,007	6,020	10,192	10,217
Intangible Assets	7,931	7,931	4,116	4,116
Other Assets	168,204	169,709	56,146	58,478
Property, Plant and Equipment	257,171	257,277	152,800	152,908
Total Assets	3,920,571	3,940,773	3,259,202	3,275,619
Liabilities				
Deposits From Banks and Other Financial Institutions	103,577	102,701	61,765	61,331
Deposits From Customers	2,309,428	2,309,408	1,597,489	1,597,479
Borrowings	769,709	769,709	933,277	933,277
Current Tax Liabilities	-	533	-	100
Deferred Tax Liabilities	-	2	-	3
Other Liabilities	204,173	206,837	121,387	122,931
Total Liabilities	3,386,887	3,389,190	2,713,918	2,715,121
Shareholders' Equity				
Stated Capital	100,000	100,000	100,000	100,000
Income Surplus	156,971	175,548	239,062	254,973
Revaluation Reserve	63,413	62,735	19,430	18,733
Statutory Reserve	149,031	149,031	149,193	149,193
Credit Risk Reserve	73,580	73,580	43,035	43,035
Other Reserves	(9,311)	(9,311)	(5,436)	(5,436)
Total Shareholders' Equity	533,684	551,583	545,284	560,498
Total Liabilities and Shareholders' Equity	3,920,571	3,940,773	3,259,202	3,275,619

**UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31ST MARCH 2017**
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Cash Flows From Operating Activities				
Profit For The Period	30,916	31,744	39,413	40,860
Adjustments for:				
Depreciation And Amortisation	1,688	1,696	1,443	1,450
Impairment on Financial Assets	16,445	16,445	4,946	4,946
Net Interest Income	(72,272)	(73,026)	(74,091)	(75,420)
Income Tax Expense	13,915	14,385	18,976	19,590
	(9,308)	(8,756)	(9,313)	(8,574)
Change in Trading Assets	(202,146)	(209,650)	(20,483)	(19,271)
Change in Loans and Advances to Customers	101,918	111,398	(103,937)	(102,033)
Change in Other Assets	(71,642)	(70,313)	(26,286)	(26,311)
Change in Customer Deposits	(50,518)	(50,538)	(4,305)	(4,295)
Change in Deposits From Banks and Other Financial Institutions	40,201	39,898	5,271	3,022
Change in Other Liabilities and Provisions	61,072	62,105	29,119	29,144
	(121,115)	(117,100)	(120,621)	(119,744)
Interest and dividends received	168,171	168,861	129,659	130,895
Interest paid	(77,501)	(77,938)	(57,171)	(57,578)
Income Tax Paid	(7,318)	(8,057)	(25,680)	(25,749)
Net Cash Used In Operating Activities	(47,071)	(42,990)	(83,126)	(80,750)
Cash Flows From Investing Activities				
Purchase of Property and Equipment	(5,261)	(6,957)	(24,721)	(24,724)
Net Cash Used in Investing Activities	(5,261)	(6,957)	(24,721)	(24,724)
Cash Flows from Financing Activities				
Net Changes in Borrowings	188,538	188,538	(186,778)	(186,778)
Net Cash from Financing Activities	188,538	188,538	(186,778)	(186,778)
Net Change in Cash and Cash Equivalents	136,206	138,591	(294,625)	(292,252)
Cash and Cash Equivalents at 1st January	553,756	566,536	1,050,919	1,059,570
Cash and Cash Equivalents at 31st March 2017	689,962	705,127	756,294	767,318

SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual consolidated financial statements.

QUANTITATIVE DISCLOSURES

	2017	2016
(i) Capital Adequacy Ratio	19.5%	22.0%
(ii) Non-Performing Loan Ratio	9.2%	4.8%

QUALITATIVE DISCLOSURES

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, 2017 are consistent with those followed for the year ended 31st December, 2016.

	2017	2016
(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