

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2012
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Interest Income	94,423	53,384	94,681	53,911
Interest Expense	(39,749)	(25,590)	(39,531)	(25,590)
Net Interest Income	54,674	27,794	55,150	28,320
Fees and Commissions Income	15,388	11,561	15,388	11,561
Fees and Commissions Expense	(833)	(448)	(833)	(448)
Net Fees and Commissions	14,555	11,113	14,555	11,113
Net Trading Income	10,965	4,556	11,716	4,640
Other Income	1,908	1,952	2,952	2,653
	12,873	6,508	14,668	7,293
Total Income	82,102	45,414	84,373	46,727
Impairment Charges and Credit Provisions	(9,817)	(8,370)	(9,817)	(8,370)
Net Operating Income	72,285	37,044	74,556	38,356
Staff Costs	(17,771)	(12,449)	(18,292)	(12,884)
Administration and General Expenses	(12,026)	(9,081)	(12,215)	(9,784)
Depreciation and Amortisation	(2,230)	(2,060)	(2,243)	(2,184)
Total Operating Expenses	(32,027)	(23,590)	(32,750)	(24,851)
Operating Profit	40,258	13,454	41,806	13,505
Share of Post-tax Profit of Associated Company	-	-	-	(197)
Profit Before Income Tax	40,258	13,454	41,806	13,308
Income Tax	(10,065)	(3,364)	(10,508)	(3,475)
National Fiscal Stabilization levy	-	(673)	-	(702)
Profit For The Period	30,193	9,418	31,298	9,132
Basic Earnings Per Share (Ghana Cedis per share)	0.0551	0.0379	0.0571	0.0368
Diluted Earnings Per Share (Ghana Cedis per share)	0.0551	0.0379	0.0571	0.0368

**UN-AUDITED CONSOLIDATED INCOME STATEMENT
 FOR THE THREE MONTHS ENDED 30TH SEPTEMBER 2012**
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Interest Income	39,460	18,910	39,508	19,235
Interest Expense	(15,728)	(9,480)	(15,510)	(9,480)
Net Interest Income	23,732	9,430	23,998	9,754
Fees and Commissions Income	6,195	4,258	6,195	4,258
Fees and Commissions Expense	(245)	(139)	(245)	(139)
Net Fees and Commissions	5,950	4,119	5,950	4,119
Net Trading Income	2,313	1,630	2,362	1,544
Other Income	633	857	966	1,144
	2,946	2,487	3,328	2,688
Total Income	32,628	16,036	33,276	16,561
Impairment Charges and Credit Provisions	(4,693)	(2,562)	(4,693)	(2,562)
Net Operating Income	27,935	13,473	28,583	13,999
Staff Costs	(6,487)	(4,200)	(6,674)	(4,346)
Administration and General Expenses	(4,480)	(3,515)	(4,530)	(3,553)
Depreciation and Amortisation	(799)	(734)	(801)	(775)
Total Operating Expenses	(11,766)	(8,449)	(12,005)	(8,673)
Operating Profit	16,169	5,025	16,578	5,326
Share of Post-tax Profit of Associated Company	-	-	-	(72)
Profit Before Income Tax	16,169	5,025	16,578	5,255
Income Tax	(4,042)	(1,257)	(4,285)	(1,336)
National Fiscal Stabilization levy	-	(251)	-	(263)
Profit Attributable to Equity Holders	12,127	3,517	12,293	3,656

UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2012
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Assets				
Cash and balances with Bank of Ghana	90,355	165,553	90,355	165,771
Items in Course of Collection from Other Banks	9,394	7,377	9,394	7,377
Investment in Government Securities	193,333	77,533	193,486	77,668
Due from Banks and Other Financial Institutions	45,137	79,941	46,025	96,955
Loans and Advances to Customers	639,004	377,295	638,353	377,234
Investment in Other Securities	-	6	389	1,459
Investment in Associated Company	-	407	-	410
Investment in Subsidiaries	1,117	1,118	-	-
Other Assets	15,186	10,828	15,859	11,263
Current Tax Assets	-	-	-	6
Property and Equipment	29,921	28,862	29,931	28,921
Total Assets	1,023,447	748,920	1,023,792	767,064
Liabilities				
Customer Deposits	583,500	554,055	583,500	570,837
Due to Banks and Other Financial Institutions	67,960	18,911	71,628	18,849
Borrowings	157,365	74,706	157,365	74,706
Accruals and Other Liabilities	25,090	15,061	25,567	16,057
Current Tax Liabilities	2,679	1,024	2,931	1,001
Total Liabilities	836,594	663,757	840,991	681,450
Shareholders' Equity				
Stated Capital	100,000	27,725	100,000	27,725
Statutory Reserve Fund	33,539	16,213	33,539	16,213
Capital Surplus	15,370	15,360	9,720	14,319
Retained Earnings	21,114	9,175	22,712	10,666
Other Reserves	16,830	16,691	16,830	16,691
Total Shareholders' Equity	186,853	85,164	182,801	85,614
Total Liabilities and Shareholders' Equity	1,023,447	748,920	1,023,792	767,064

**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2012**
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Profit for the Period	30,193	9,418	31,298	9,132
Other comprehensive Income				
Net change in fair value	(848)	387	(848)	387
Total Comprehensive Income for the Period	29,345	9,805	30,450	9,519

**UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2012**
in thousands of Ghana Cedis

	The Bank		The Group	
	2012	2011	2012	2011
Profit Before Tax for the Period			41,806	13,308
Adjustments for:				
Depreciation And Amortisation			2,243	2,184
Impairment on Financial Assets			9,817	8,370
Profit on Sale of Property and Equipment			(45)	8
Dividend Received			-	(6)
Change in Fair Value of Investment Securities Recognised in Income Statement			-	(401)
Associated Company Loss/(Profit)			-	197
Provision for Loss in Value of Associated Company			-	553
Employee Benefit Expenses			-	13
Accretion of Deferred Income			1,318	1,029
			55,139	25,254
Change in Investment Portfolio			(39,080)	40,503
Change in Loans and Advances to Customers			(239,926)	(129,510)
Change in Other Assets			(7,554)	(2,391)
Change in Customer Deposits			(12,441)	288,281
Change in Amounts Due to Banks and Other Financial Institutions			46,679	4,781
Change in Accruals and Other Liabilities			19,486	(7,723)
Income Tax Paid			(5,627)	(4,866)
Net Cash Flows from Operating Activities			(183,324)	214,328
Cash Flows From Investing Activities				
Purchase of Property and Equipment			(2,730)	(3,242)
Proceeds from Sale of Equipment			45	(8)
Change in Treasury Shares			(116)	(904)
Net Cash Used in Investing Activities			(2,801)	(4,154)
Cash Flows from Financing Activities				
Dividend Income			-	6
Dividends Paid			(6,455)	(3,035)
Net Changes in Borrowings			63,467	(34,304)
Proceeds from Shares Issued			72,275	605
Net Cash from Financing Activities			129,287	(36,728)
Net Change in Cash and Cash Equivalents			(56,838)	173,446
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			(56,838)	173,447
Cash and Cash Equivalents at 30th September 2012			145,774	270,103
Analysis of Cash and Cash Equivalents for the Period Ended 30th September				
Cash and Balances with Bank of Ghana			90,355	165,771
Due From Other Banks			46,025	96,955
Items in Course of Collection from Other Banks			9,394	7,377
Total Cash and Cash Equivalents at 30th September 2012			145,774	270,103

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed for the period ended 30th September, 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	17.4%	11.2%
(ii) Non-Performing Loan Ratio	7.9%	10.0%

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, 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