CAL Bank Limited

UN-AUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30TH JUNE 2010

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	**2009**	**2010**	**2009**
Interest Income	36,117	27,728	36,112	27,776
Interest Expense	(19,129)	(20,071)	(19,108)	(20,061)
Net Interest Income	**16,988**	**7,657**	**17,004**	**7,715**
Fees and Commissions Income	5,459	2,850	5,459	2,850
Fees and Commissions Expense	(348)	(154)	(348)	(159)
Net Fees and Commissions	**5,111**	**2,696**	**5,111**	**2,691**
Net Trading Income	1,908	6,488	2,055	6,043
Other Income	470	236	958	595
	2,378	6,724	3,013	6,638
Total Income	**24,477**	**17,077**	**25,128**	**17,044**
Impairment Charges and Credit Provisions	(4,879)	(1,608)	(4,879)	(1,608)
Net Operating Income	**19,598**	**15,469**	**20,249**	**15,436**
Staff Costs	(6,718)	(6,309)	(6,939)	(6,521)
Administration and General Expenses	(4,992)	(3,963)	(5,176)	(4,012)
Depreciation and Amortisation	(1,071)	(878)	(1,152)	(952)
Total Operating Expenses	**(12,781)**	**(11,150)**	**(13,267)**	**(11,485)**
Operating Profit	**6,817**	**4,319**	**6,982**	**3,951**
Share of Post-tax Profit of Associated Company	-	-	(38)	8
Profit Before Income Tax	**6,817**	**4,319**	**6,944**	**3,959**
Income Tax	(2,045)	(1,080)	(2,122)	(1,121)
Profit for the Period	**4,772**	**3,239**	**4,822**	**2,838**
Basic Earnings Per Share (Ghana Cedis per share)	0.0199	0.0193	0.0202	0.0169
Diluted Earnings Per Share (Ghana Cedis per share)	0.0199	0.0190	0.0202	0.0167

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30TH JUNE 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	**2009**	**2010**	**2009**
Interest Income	17,479	15,184	17,479	15,227
Interest Expense	(9,140)	(10,762)	(9,135)	(10,775)
Net Interest Income	**8,339**	**4,422**	**8,344**	**4,452**
Fees and Commissions Income	2,859	1,595	2,859	1,596
Fees and Commissions Expense	(271)	(53)	(271)	(55)
Net Fees and Commissions	**2,588**	**1,542**	**2,588**	**1,541**
Net Trading Income	581	3,414	753	3,218
Other Income	216	114	493	330
	797	3,528	1,246	3,548
Total Income	**11,724**	**9,492**	**12,178**	**9,541**
Impairment Charges and Credit Provisions	(2,155)	(1,284)	(2,155)	(1,284)
Net Operating Income	**9,569**	**8,208**	**10,023**	**8,257**
Staff Costs	(3,650)	(3,708)	(3,766)	(3,816)
Administration and General Expenses	(2,805)	(2,258)	(2,785)	(2,278)
Depreciation and Amortisation	(588)	(462)	(629)	(500)
Total Operating Expenses	**(7,043)**	**(6,428)**	**(7,180)**	**(6,594)**
Operating Profit	**2,526**	**1,780**	**2,843**	**1,663**
Share of Post-tax Profit of Associated Company	-	-	-	4
Profit Before Income Tax	**2,526**	**1,780**	**2,843**	**1,667**
Income Tax	(757)	(446)	(805)	(477)
Profit Attributable to Equity Holders of the Bank	**1,769**	**1,334**	**2,038**	**1,190**

UN-AUDITED CONSOLIDATED BALANCE SHEET AS AT 30TH JUNE 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	**2009**	**2010**	**2009**
Assets				
Cash and balances with Bank of Ghana	78,352	23,516	78,352	23,516
Items in Course of Collection from Other Banks	2,588	1,680	2,588	1,680
Investment in Government Securities	70,083	72,229	70,199	72,323
Due from Banks and Other Financial Institutions	72,198	56,407	74,784	57,565
Loans and Advances to Customers	237,568	201,705	237,516	201,705
Investment in Other Securities	90	377	422	1,773
Investment in Associated Company	407	407	1,094	1,039
Investment in Subsidiaries	718	730	-	-
Other Assets	8,765	14,391	9,117	14,499
Current Tax Assets	-	793	52	837
Deferred Tax Assets	-		-	
Property and Equipment	27,131	14,788	27,392	15,181
Total Assets	**497,900**	**387,023**	**501,516**	**390,118**
Liabilities				
Customer Deposits	304,772	223,309	306,657	223,821
Due to Banks and Other Financial Institutions	12,914	19,457	12,914	19,460
Borrowings	89,153	96,128	89,153	96,128
Accruals and Other Liabilities	15,357	7,176	15,566	7,515
Current Tax Liabilities	409	-	437	39
Deferred Tax Liabilities	1,757	3,124	1,757	3,124
Total Liabilities	**424,362**	**349,194**	**426,484**	**350,087**
Shareholders' Equity				
Stated Capital	25,750	8,298	25,750	8,298
Statutory Reserve Fund	12,389	10,246	12,389	10,246
Capital Surplus	16,418	4,356	15,984	4,625
Income surplus	1,249	9,311	3,177	11,244
Other Reserves	17,732	5,618	17,732	5,618
Total Shareholders' Equity	**73,538**	**37,829**	**75,032**	**40,031**
Total Liabilities and Shareholders' Equity	**497,900**	**387,023**	**501,516**	**390,118**

UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	**2009**	**2010**	**2009**
Profit for the Period	**4,772**	**3,239**	**4,822**	**2,838**
Other comprehensive Income				
Net change in fair value	852	1,187	852	1,187
Revaluation Gain on Properties	12,044	-	12,044	-
Total Comprehensive Income for the Period	**17,668**	**4,426**	**17,718**	**4,025**

UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE 2010

in thousands of Ghana Cedis

	The Group	
	2010	**2009**
Profit Before Tax for the Period	**6,944**	**3,959**
Adjustments for:		
Depreciation And Amortisation	1,152	952
Impairment on Financial Assets	4,879	1,608
Dividend Received	(12)	(6)
Share-Based Payment Expenses	-	310
Change in Fair Value of Investment Securities Recognised in Income Statement	(67)	445
Associated Company Profit	38	(8)
Provision for Loss in Value of Associated Company	89	-
Employee Benefit Expenses	-	92
Accretion of Deferred Income	260	(65)
	13,283	**7,287**
Change in Investment Portfolio	6,507	(28,007)
Change in Loans and Advances to Customers	(27,776)	(6,710)
Change in Other Assets	(3,828)	(8,719)
Change in Customer Deposits	33,977	61,394
Change in Amounts Due to Banks and Other Financial Institutions	3,388	5,228
Change in Accruals and Other Liabilities	965	(1,152)
Income Tax Paid	(1,332)	(951)
Net Cash Flows from Operating Activities	**25,184**	**28,370**
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(1,948)	(1,259)
Disposal of Treasury Shares	888	270
Net Cash Used in Investing Activities	**(1,060)**	**(989)**
Cash Flows from Financing Activities		
Dividend Income	12	6
Dividend Paid	(2,866)	(2,412)
Net Changes in Borrowings	(6,174)	(22,407)
Proceeds from Shares Issued	750	26
Net Cash from Financing Activities	**(8,278)**	**(24,787)**
Net Change in Cash and Cash Equivalents	**15,846**	**2,594**
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	139,878	80,167
Net Change in Cash and Cash Equivalents	15,846	2,594
Cash and Cash Equivalents at end of the Period	**155,724**	**82,761**
Analysis of Cash and Cash Equivalents for the Period Ended		
Cash and Balances with Bank of Ghana	78,352	23,516
Due From Other Banks	74,784	57,565
Items in Course of Collection from Other Banks	2,588	1,680
Total Cash and Cash Equivalents at the end of the Period	**155,724**	**82,761**

1. REPORTING ENTITY

CAL Bank Limited (the "Bank") is a bank incorporated in Ghana. The consolidated financial statements of the Bank comprise the Bank and it's subsidiaries (together referred to as the "Group"). The Group group operates with a universal banking license that allows it to undertake all banking and related activities including asset management and brokerage services.

(a) Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and its interpretations adopted by the International Accounting Standards Board (IASB).

2. BASIS OF PREPARATION

(b) Basis of measurement

The financial statements are prepared on the historical cost basis except for the following assets and liabilities that are stated at their fair value: financial instruments that are fair value through profit or loss and financial instruments classified as available-for-sale.

Contingent Liabilities in respect of letters of credit and guarantees and indemnities not provided for in the financial statements amounted to GH¢131.4 million (2009: GH¢40.99 million).

"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

KWASI TUMI
Deputy Managing Director

CAL Bank Limited