

CAL BANK LIMITED

**UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2016**

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2016
in thousands of Ghana Cedis

	The Bank		The Group	
	2016	2015	2016	2015
Interest Income	428,842	329,018	431,330	333,056
Interest Expense	(214,312)	(157,412)	(213,981)	(157,131)
Net Interest Income	214,530	171,606	217,349	175,925
Fees and Commissions Income	47,686	52,832	47,680	52,826
Fees and Commissions Expense	(3,392)	(3,592)	(3,392)	(3,592)
Net Fees and Commissions	44,294	49,240	44,288	49,234
Net Trading Income	26,147	58,656	26,277	59,359
Other Income	4,278	5,125	8,964	9,015
	30,425	63,781	35,241	68,374
Total Income	289,249	284,627	296,878	293,533
Credit Loss Expenses	(33,590)	(17,440)	(33,590)	(17,440)
Net Operating Income	255,659	267,187	263,288	276,093
Staff Costs	(71,816)	(62,419)	(73,637)	(64,185)
Administration and General Expenses	(45,283)	(34,922)	(46,597)	(36,279)
Depreciation and Amortisation	(4,598)	(6,678)	(4,619)	(6,707)
Total Operating Expenses	(121,697)	(104,019)	(124,853)	(107,171)
Operating Profit	133,962	163,168	138,435	168,922
Profit From Disposal of Non-Current Assets	0	56	0	56
Profit Before Income Tax	133,962	163,224	138,435	168,978
Income Tax Expense	(39,519)	(40,806)	(40,599)	(42,122)
National Fiscal Stabilization levy	(6,698)	(8,161)	(6,916)	(8,364)
Profit For The Period	87,745	114,257	90,920	118,492
Basic Earnings Per Share (Ghana Cedis per share)	0.1600	0.2084	0.1658	0.2161
Diluted Earnings Per Share (Ghana Cedis per share)	0.1600	0.2084	0.1658	0.2161

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME****FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2016***in thousands of Ghana Cedis*

	The Bank		The Group	
	2016	2015	2016	2015
Profit for the Period	87,745	114,257	90,920	118,492
Items that may be reclassified subsequently to profit or loss:				
Available-For-Sale Financial Assets	(58)	57	(58)	57
Total Comprehensive Income for the Period	87,687	114,314	90,862	118,549

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2016
in thousands of Ghana Cedis

	The Bank		The Group	
	2016	2015	2016	2015
Assets				
Cash and balances with Bank of Ghana	275,837	239,061	275,837	239,061
Items in Course of Collection from Other Banks	11,802	11,096	11,802	11,096
Investment in Government Securities	385,848	956,186	386,239	956,491
Due from Banks and Other Financial Institutions	221,566	125,430	234,231	135,430
Loans and Advances to Customers	2,016,037	1,529,894	2,016,155	1,529,894
Investment in Other Securities	0	0	59,204	3,058
Investment in Subsidiaries	2,028	2,028	0	0
Other Assets	71,918	48,907	73,816	51,119
Current Tax Assets	10,164	0	10,746	39
Deferred Tax Assets	10,192	0	10,217	0
Property, Plant and Equipment	184,161	106,867	184,256	107,006
Total Assets	3,189,553	3,019,469	3,262,503	3,033,194
Liabilities				
Customer Deposits	1,904,413	1,357,579	1,904,403	1,357,569
Due to Banks and Other Financial Institutions	56,967	39,116	55,986	39,530
Borrowings	544,961	998,543	599,587	998,543
Accruals and Other Liabilities	142,842	139,706	145,013	140,636
Current Tax Liabilities	0	12,397	200	12,856
Deferred Tax Liabilities	0	9,902	3	9,905
Total Liabilities	2,649,183	2,557,243	2,705,192	2,559,039
Shareholders' Equity				
Stated Capital	100,000	100,000	100,000	100,000
Statutory Reserve Fund	155,235	138,544	155,235	138,544
Capital Surplus	19,430	20,830	18,733	20,008
Retained Earnings	228,861	164,411	246,499	177,162
Other Reserves	36,844	38,441	36,844	38,441
Total Shareholders' Equity	540,370	462,226	557,311	474,155
Total Liabilities and Shareholders' Equity	3,189,553	3,019,469	3,262,503	3,033,194

CAL BANK LIMITED**UN-AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2016***in thousands of Ghana Cedis*

The Bank	Stated Capital	Statutory Reserve	Capital Surplus	Retained Earnings	Fair Value Reserve	Regulatory Credit Risk Reserve	Total
Opening Balance	100,000	144,266	19,430	206,452	(5,443)	41,101	505,806
Transfer to/ from Reserves		10,969		(12,213)		1,244	0
Dividends paid to equity holders				(53,181)			(53,181)
Total Comprehensive Income for the Period				87,803	(58)		87,745
Closing Balance	100,000	155,235	19,430	228,861	(5,501)	42,345	540,370

The Group	Stated Capital	Statutory Reserve	Capital Surplus	Retained Earnings	Fair Value Reserve	Credit Risk Reserve	Total
Opening Balance	100,000	144,266	18,733	220,802	(5,443)	41,101	519,459
Transfer to/ from Reserves		10,969		(12,213)		1,244	0
Dividends paid to equity holders				(53,068)			(53,068)
Total Comprehensive Income for the Period				90,978	(58)		90,920
Closing Balance	100,000	155,235	18,733	246,499	(5,501)	42,345	557,311

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2016
in thousands of Ghana Cedis

	The Group	
	2016	2015
Profit Before Tax for the Period	138,435	168,978
Adjustments for:		
Depreciation And Amortisation	4,619	6,707
Impairment on Financial Assets	33,590	17,440
Profit on Sale of Property and Equipment	0	(56)
Dividend Received	(113)	(36)
Employee Benefit Expenses	706	509
Accretion of Deferred Income	(129)	1,132
	177,108	194,674
Change in Investment Portfolio	(148,761)	(548,882)
Change in Loans and Advances to Customers	(248,819)	(213,238)
Change in Other Assets	(12,532)	(9,379)
Change in Customer Deposits	321,473	(16,139)
Change in Amounts Due to Banks and Other Financial Institutions	(2,323)	(8,160)
Change in Accruals and Other Liabilities	65,956	92,529
Income Tax Paid	(62,501)	(38,287)
Net Cash Flows from Operating Activities	89,601	(546,882)
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(55,125)	(34,796)
Proceeds from Sale of Equipment	0	56
Change in Treasury Shares	0	19
Net Cash Used in Investing Activities	(55,125)	(34,721)
Cash Flows from Financing Activities		
Dividend Income	113	36
Dividends Paid	(53,068)	(44,406)
Net Changes in Borrowings	(519,221)	162,491
Net Cash from Financing Activities	(572,176)	118,121
Net Change in Cash and Cash Equivalents	(537,700)	(463,482)
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	1,059,570	849,069
Net Change in Cash and Cash Equivalents	(537,700)	(463,482)
Cash and Cash Equivalents at 30th September 2016	521,870	385,587
Analysis of Cash and Cash Equivalents for the Period Ended 30th September		
Cash and Balances with Bank of Ghana	275,837	239,061
Due From Other Banks	234,231	135,430
Items in Course of Collection from Other Banks	11,802	11,096
Total Cash and Cash Equivalents at 30th September 2016	521,870	385,587
Operational cash flows from interest		
Interest paid	170,218	122,977
Interest received	422,166	319,307

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed for the period ended 30th September, 2016 are consistent with those followed in the financial statements for the year ended 31st December, 2015.

QUANTITATIVE DISCLOSURES

		2016	2015
(i)	Capital Adequacy Ratio	21.1%	20.2%
(ii)	Non-Performing Loan Ratio	8.4%	6.8%

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, 2016 are consistent with those followed for the year ended 31st December, 2015.

(iii)		2016	2015
	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