

INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 GH¢	2006 GH¢
Revenue	4	<u>64,976,372</u>	<u>59,127,755</u>
Interest & similar Income	5	42,351,021	39,908,800
Interest & similar charges	6	<u>(7,740,093)</u>	<u>(8,378,026)</u>
Net Interest Income		34,610,928	31,530,774
Fees & Commission Income	7	18,400,555	17,762,555
Net gains and losses on financial assets and liabilities	8	-	78,850
Other operating Income	9	<u>4,812,288</u>	<u>2,366,300</u>
Total Operating Income		57,823,771	51,738,479
Credit Loss expenses	10	<u>(5,448,705)</u>	<u>(3,715,035)</u>
Net Operating Income		52,375,066	48,023,444
Staff Cost	11	<u>(19,640,880)</u>	<u>(16,266,100)</u>
Depreciation	28	<u>(2,599,131)</u>	<u>(1,583,560)</u>
Amortisation	29	<u>(148,835)</u>	<u>(904,840)</u>
Impairment loss on Financial Assets	12	-	(1,209)
Other Operating Expenses	13	<u>(14,409,426)</u>	<u>(14,947,380)</u>
Total Operating Expenses		<u>(36,798,272)</u>	<u>(33,703,089)</u>
Profit before tax		15,576,794	14,320,355
Income tax expenses	14	<u>(3,987,678)</u>	<u>(3,630,020)</u>
National Reconstruction Levy	15	-	<u>(790,029)</u>
Net Profit		<u>11,589,116</u>	<u>9,900,306</u>
Attributable to:			
Equity holders of the Bank (transfer to Income Surplus)		<u>11,589,116</u>	<u>9,900,306</u>
Minority Interest			
Total		<u>11,589,116</u>	<u>9,900,306</u>
Earnings Per Share:			
Equity Shareholders of the Bank			
Basic (GH¢)	17	0.0813	0.0695

The attached notes 1 to 56 form an integral part of these financial statements

INCOME SURPLUS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2007

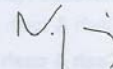
	2007 GH¢	2006 GH¢
Balance as at 1 January	27,694,740	25,449,934
IFRS Adjustments	-	(24,426)
Profit for the year attributable to equity holders	11,589,116	9,900,306
Profit Available for appropriation	39,283,856	-
Transfer to statutory reserve fund	(1,448,640)	(1,243,000)
Dividend	<u>(10,525,974)</u>	<u>(6,388,074)</u>
Balance at 31 December	<u>27,309,242</u>	<u>27,694,740</u>

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BALANCE SHEET AS OF 31 DECEMBER 2007

	Notes	2007 GH¢	2006 GH¢
Assets			
Cash in hand and cash balances with Bank of Ghana	18	36,237,220	33,651,063
Due from Banks & other Financial Institutions	19	57,937,231	64,713,026
Financial Investments (Government Securities)	20	83,237,133	102,362,042
Loans & Advances	21	212,444,163	141,648,623
Investment in other securities/Available for sale	23	18,514	51,040
Other Assets	25	9,145,849	3,637,117
Current tax : Assets	26	-	649,300
Property, plant & equipment	28	18,422,727	19,120,751
Intangible Assets	29	413,990	277,376
Total Assets		<u>417,856,827</u>	<u>366,110,338</u>
Liabilities			
Customer Deposits	30	279,740,749	236,604,626
Due to banks & other financial institutions	31	48,141,379	48,329,367
Interest Payables & Other liabilities	32	30,515,047	22,570,257
Current tax : liabilities	26	69,105	-
Deferred tax: liabilities	27	965,917	537,700
National reconstruction levy	15	-	706,900
Total Liabilities		<u>359,432,197</u>	<u>308,748,850</u>
Equity			
Shareholders Fund			
Stated Capital	34	7,000,000	7,000,000
Share Deals Account	35	2,943,755	2,943,755
Capital Surplus	36	9,232,693	9,232,693
Income Surplus Account		27,309,242	27,694,740
Regulatory general credit risk	37	-	-
Statutory Reserve Fund	38	11,938,940	10,490,300
Total Shareholders fund		<u>58,424,630</u>	<u>57,361,488</u>
Minority Interest	-	-	-
Total Equity		<u>58,424,630</u>	<u>57,361,488</u>
Total Liabilities & Equity		<u>417,856,827</u>	<u>366,110,338</u>

Signed on behalf of the Board on 12 February 2008 by:


MANAGING DIRECTOR

CHAIRMAN

The attached notes 1 to 56 form an integral part of these financial statements

CASH FLOW STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 GH¢	2006 GH¢
Operating Activities			
Operating profit before taxation		15,576,794	14,320,355
Adjustments for:			
Depreciation		2,599,131	2,401,226
Amortization		148,837	87,174
Dividend from investments		-	(2,800)
Profit on sale of investments		-	(9,900)
Profit on sale of property, plant and Equipment		(8,467)	(909,900)
Other non-cash movement		1,879,458	19,208
Operating profit before working capital changes		20,195,753	15,905,363
Increase in other assets		(5,508,732)	(1,321,800)
Increase in other liabilities		7,961,944	1,633,300
Increase in customer deposits		43,136,123	58,046,000
Increase in loans and advances to customers		(72,692,152)	(17,548,400)
Decrease in Government Securities/borrowings		19,124,909	3,708,800
Amount due to banks and other financial institutions		(187,988)	-
Cash from operations		12,029,857	60,423,263
Tax paid		(2,841,056)	(3,280,600)
National reconstruction levy paid		(706,900)	(540,800)
Net cash flow from operating activities		8,481,901	56,601,863
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(1,906,192)	(3,211,000)
Purchase of intangible assets		(285,449)	-
Proceeds from sale of property, plant and equipment		13,550	1,554,600
Increase in investments and Government securities		32,526	(3,798,500)
Proceeds from sale of investments		-	10,000
Dividend received		-	2,800
Net cash used in investing activities		(2,145,565)	(5,442,100)
FINANCING ACTIVITIES			
Dividend paid		(10,525,974)	(6,916,374)
Net cash used in financing activities		(10,525,974)	(6,916,374)
Increase /(Decrease) in cash & cash equivalents		4,189,638	44,243,389
Cash & cash equivalents as at 1 January		98,364,089	54,120,700
Cash & cash equivalents as at 31 December	43	94,174,151	98,364,089

The attached notes 1 to 56 form an integral part of these financial statements

STATEMENT OF CHANGES IN EQUITY

2007	Stated Capital	Income Surplus	Capital Surplus	Share Deals Account	Statutory Reserve Fund	Total	Total Equity holders of the Bank
	GHC	GHC	GHC	GHC	GHC	GHC	GHC
Balance as of 1 January 2007	7,000,000	27,694,740	9,232,693	2,943,755	10,490,300	57,361,488	57,361,488
IFRS Transitional adjustments	-	-	-	-	-	-	-
Net profit for the year	-	11,589,116	-	-	-	11,589,116	11,589,116
Gains on Revaluation	-	-	-	-	-	-	-
Dividend paid	-	(10,525,974)	-	-	-	(10,525,974)	(10,525,974)
Transfer to statutory reserve	-	(1,448,640)	-	-	1,448,640	-	-
Balance as of 31 December 2007	<u>7,000,000</u>	<u>27,309,242</u>	<u>9,232,693</u>	<u>2,943,755</u>	<u>11,938,940</u>	<u>58,424,630</u>	<u>58,424,630</u>
2006							
Balance as of 1 January 2006	7,000,000	25,449,934	1,653,854	2,943,755	9,247,300	46,294,843	39,715,809
IFRS Transitional adjustments	-	(24,426)	-	-	-	(24,426)	6,554,608
Net profit for the year	-	9,900,306	-	-	-	9,900,306	9,900,306
Gains on Revaluation	-	-	7,578,839	-	-	7,578,839	7,578,839
Dividend paid	-	(6,388,074)	-	-	-	(6,388,074)	(6,388,074)
Transfer to statutory reserve	-	(1,243,000)	-	-	1,243,000	-	-
Balance as of 31 December 2006	<u>7,000,000</u>	<u>27,694,740</u>	<u>9,232,693</u>	<u>2,943,755</u>	<u>10,490,300</u>	<u>57,361,488</u>	<u>57,361,488</u>

MI= Minority Interest

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