

**INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2008**

	Notes	2008 GH¢	2007 GH¢
Revenue	4	<u>78,294,344</u>	<u>64,976,372</u>
Interest & similar Income	5	47,533,284	42,351,021
Interest & similar charges	6	<u>(7,001,987)</u>	<u>(7,740,093)</u>
Net Interest Income		40,531,297	34,610,928
Fees and Commission Income	7	28,379,807	18,400,555
Other Operating Income	8	<u>2,441,253</u>	<u>4,812,288</u>
Total Operating Income		71,352,357	57,823,771
Credit Loss expenses	9	<u>(6,393,070)</u>	<u>(5,448,705)</u>
Net Operating Income		64,959,287	52,375,066
Staff Cost	10	(22,736,917)	(19,640,880)
Depreciation	25	(2,764,100)	(2,599,131)
Amortisation	26	(337,507)	(148,835)
Other Operating Expenses	11	<u>(17,253,375)</u>	<u>(14,409,426)</u>
Total Operating Expenses		<u>(43,091,899)</u>	<u>(36,798,272)</u>
Profit before tax		21,867,388	15,576,794
Income tax expenses	12	<u>(6,345,691)</u>	<u>(3,987,678)</u>
Profit for the year		<u>15,521,697</u>	<u>11,589,116</u>
Attributable to:			
Equity holders of the Bank (transfer to Income Surplus)		<u>15,521,697</u>	<u>11,589,116</u>
Total		<u>15,521,697</u>	<u>11,589,116</u>
Earnings Per Share:			
Equity Shareholders of the Bank			
Basic (GH¢)	14	0.1089	0.0695
Diluted (GH¢)		0.1089	0.0695

The attached notes 1 to 48 form an integral part of these financial statements

**BALANCE SHEET AS OF 31 DECEMBER 2008**

	Notes	2008 GH¢	2007 GH¢
<b>Assets</b>			
Cash on hand and cash balances with Bank of Ghana	15	46,905,469	36,237,220
Due from Banks & other Financial Institutions	16	34,178,882	57,937,231
Financial Investments (Government Securities)	17	42,050,881	83,237,133
Loans & Advances	18	287,120,110	212,444,163
Investment in other securities/Available for sale	20	288,514	18,514
Other Assets	22	2,974,376	9,145,849
Current tax : Assets	23	817,575	-
Property, plant & equipment	25	20,519,035	18,422,727
Intangible Assets	26	1,910,288	413,990
Total Assets		<u>436,765,130</u>	<u>417,856,827</u>
<b>Liabilities</b>			
Customer Deposits	27	298,858,563	279,740,749
Due to banks & other financial institutions	28	40,543,718	48,141,379
Interest Payables & Other liabilities	29	25,831,761	30,515,047
Current tax : liabilities	23	-	69,105
Deferred tax: liabilities	24	1,859,761	965,917
Total Liabilities		<u>367,093,803</u>	<u>359,432,197</u>
<b>Equity</b>			
Stated Capital	31	7,000,000	7,000,000
Share Deals Account	32	2,943,755	2,943,755
Capital Surplus		9,232,693	9,232,693
Income Surplus Account		36,615,727	27,309,242
Statutory Reserve Fund	33	13,879,152	11,938,940
Total Equity		<u>69,671,327</u>	<u>58,424,630</u>
Total Liabilities & Equity		<u>436,765,130</u>	<u>417,856,827</u>

The attached notes 1 to 48 form an integral part of these financial statements

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2008

	Notes	2008 GH¢	2007 GH¢
<b>OPERATING ACTIVITIES</b>			
Profit before taxation		21,867,388	15,576,794
<b>Adjustments for:</b>			
Depreciation	25	2,764,100	2,599,131
Amortization	26	337,507	148,837
Dividend from investments		(42,052)	-
Profit on sale of property, plant and Equipment		(15,405)	(8,467)
Other non-cash movement		-	1,879,458
<b>Operating profit before working capital changes</b>		<b>24,911,538</b>	<b>20,195,753</b>
Decrease/(Increase) in other assets		6,171,473	(5,508,732)
Decrease/(Increase) in other liabilities		(3,934,645)	7,961,944
Increase in customer deposits		19,117,814	43,136,123
Increase in loans and advances to customers		(74,675,947)	(72,692,152)
Decrease in Government Securities/borrowings		41,186,252	19,124,909
Decrease in amount due to banks and other financial institutions		(7,597,661)	(187,988)
Cash from operations		5,178,824	12,029,857
Income Tax paid		(7,086,532)	(2,841,056)
National reconstruction levy paid		-	(706,900)
<b>Net cash flow from operating activities</b>		<b>(1,907,708)</b>	<b>8,481,901</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	25	(4,910,120)	(1,906,192)
Purchase of intangible assets	26	(1,833,805)	(285,449)
Proceeds from sale of property, plant and equipment		64,481	13,550
Increase in investments and government securities		(270,000)	32,526
Dividend received		42,052	-
<b>Net cash used in investing activities</b>		<b>(6,907,390)</b>	<b>(2,145,565)</b>
<b>FINANCING ACTIVITIES</b>			
Dividend paid		(4,275,000)	(10,525,974)
<b>Net cash used in financing activities</b>		<b>(4,275,000)</b>	<b>(10,525,974)</b>
<b>Decrease in cash &amp; cash equivalents</b>		<b>(13,090,100)</b>	<b>(4,189,638)</b>
Cash & cash equivalents as at 1 January		94,174,451	98,364,089
<b>Cash &amp; cash equivalents as at 31 December</b>		<b>81,084,351</b>	<b>94,174,451</b>

The attached notes 1 to 48 form an integral part of these financial statements

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2008

2008	Stated Capital GHc	Income Surplus GHc	Capital Surplus GHc	Share Deals Account GHc	Statutory Reserve Fund GHc	Total GHc	Total Equity Holders of the Bank GHc
Balance as at 1 January 2008	7,000,000	27,309,242	9,232,693	2,943,755	11,938,940	58,424,630	58,424,630
Profit for the year	-	15,521,697	-	-	-	15,521,697	15,521,697
Dividend paid	-	(4,275,000)	-	-	-	(4,275,000)	(4,275,000)
Transfer to statutory reserve	-	(1,940,212)	-	-	1,940,212	-	-
Balance as at 31 December 2008	<u>7,000,000</u>	<u>36,615,727</u>	<u>9,232,693</u>	<u>2,943,755</u>	<u>13,879,152</u>	<u>69,671,327</u>	<u>69,671,327</u>
<b>2007</b>							
Balance as at 1 January 2007	7,000,000	27,694,740	9,232,693	2,943,755	10,490,300	57,361,488	57,361,488
Net profit for the year	-	11,589,116	-	-	-	11,589,116	11,589,116
Dividend paid	-	(10,525,974)	-	-	-	(10,525,974)	(10,525,974)
Transfer to statutory reserve	-	(1,448,640)	-	-	1,448,640	-	-
Balance as at 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>

The attached notes 1 to 48 form an integral part of these financial statements