

Statement of Financial Position


(All amounts are expressed in Ghana cedis)

Assets	Notes	At 31 December			
		The Bank 2009	The Bank 2008	The Group 2009	The Group 2008
Cash and balances with Bank of Ghana	12	24,373,624	43,304,159	24,383,921	43,361,144
Due from other banks	13	10,650,016	138,755,442	10,949,646	139,480,036
Government securities	14	19,527,095	19,538,770	20,050,917	19,915,085
Pledged assets (Repos)	15	17,750,000	13,217,150	17,750,000	13,217,150
Derivative financial assets	16	-	22,686	-	22,686
Loans and advances to customers	17	155,917,689	141,567,851	155,869,637	141,506,562
Loans and advances to banks and financial institutions	18	1,617,348	1,250,000	1,617,348	1,250,000
Investment securities	19	120,000	194,141	721,273	346,460
Other short-term investments	20	4,607,529	3,041,831	5,257,796	4,211,352
Interest receivable and other assets	21	13,369,429	8,211,046	14,797,185	8,738,387
Investment in subsidiaries	22	1,109,667	1,034,667	-	-
Investment in associated companies	22	236,171	124,499	236,171	124,499
Property and equipment	24	8,253,716	6,198,639	8,723,512	6,440,944
Current income tax assets	26	753,131	-	744,151	-
Total assets		258,285,415	376,460,881	261,101,557	378,614,305
Liabilities and shareholders funds					
Deposits from customers	27	117,550,719	85,205,083	117,550,719	85,205,083
Deposits from banks and financial institutions	28	21,177,877	21,736,041	21,177,877	21,736,041
Due to other banks	29	14,000,000	15,000,000	14,000,000	15,000,000
Derivative financial liability	16	-	197,816	-	197,816
Interest payable and other liabilities	30	12,696,755	174,174,377	14,317,637	175,382,066
Deferred income tax liabilities	25	656,406	323,705	660,414	325,159
Current income tax liabilities	26	-	208,680	-	203,626
Long-term bonds	31	46,964,998	36,266,221	46,964,998	36,266,221
Long-term loans	32	13,180,414	15,844,743	13,180,414	15,844,743
Total liabilities		226,227,169	348,956,666	227,852,059	350,160,755

Statement of Financial Position (All amounts are expressed in Ghana cedis)

Equity					
Stated capital	33	17,241,459	16,943,859	17,241,459	16,943,859
Income surplus account	44	2,372,183	1,618,794	3,714,894	2,740,552
Statutory reserve fund	34	9,890,241	7,076,086	9,890,241	7,076,086
Capital surplus account	35	546,366	546,366	562,010	562,010
Housing development assistance reserve	36	743,680	462,264	743,680	462,264
Regulatory credit risk reserve	37	1,239,462	831,991	1,239,462	831,991
Share deals account	38	24,855	24,855	24,855	24,855
Total shareholders' funds before non controlling interest		32,058,246	27,504,215	33,416,601	28,641,617
Minority interest	39	-	-	(167,103)	(188,067)
Total shareholders' funds		32,058,246	27,504,215	33,249,498	28,453,550
Total liabilities and shareholders' funds		258,285,415	376,460,881	261,101,557	378,614,305

The financial statements on pages 26 to 89 were approved by the Board of directors on 3rd March 2010 and signed on its behalf by:


Chairman:


Managing director:

Statement of Comprehensive Income

(All amounts are expressed in Ghana cedis)

	Notes	Year ended 31 December			
		The Bank 2009	The Bank 2008	The Group 2009	The Group 2008
Interest income	4	47,566,539	34,265,629	49,204,160	35,680,024
Interest expense	5	<u>(27,455,873)</u>	<u>(17,843,959)</u>	<u>(27,455,873)</u>	<u>(17,854,263)</u>
Net interest income		20,110,666	16,421,670	21,748,287	17,825,761
Fee and commission income	6	<u>5,190,454</u>	<u>4,519,127</u>	<u>6,724,351</u>	<u>4,900,957</u>
Fee and commission expense	6	<u>(306,240)</u>	<u>(221,236)</u>	<u>(306,240)</u>	<u>(221,236)</u>
Net fee and commission income		4,884,214	4,297,891	6,418,111	4,679,721
Other operating income		94,084	26,421	107,639	73,112
Trading income		<u>1,620,800</u>	<u>1,656,434</u>	<u>1,620,800</u>	<u>1,656,434</u>
Operating income		26,709,764	22,402,416	29,894,837	24,235,028
Operating expenses	7	<u>(19,669,664)</u>	<u>(14,021,131)</u>	<u>(22,575,684)</u>	<u>(15,882,852)</u>
Impairment charge for credit losses	17	<u>(1,892,937)</u>	<u>(2,318,823)</u>	<u>(1,995,176)</u>	<u>(2,407,147)</u>
Operating profit		5,147,163	6,062,462	5,323,977	5,945,029
Other income	9	<u>1,577,877</u>	<u>1,852,574</u>	<u>1,719,823</u>	<u>2,372,967</u>
Profit for the year		6,725,040	7,915,036	7,043,800	8,317,996
National Stabilisation Levy	10	(157,939)	-	(157,939)	-
Taxation	10	(1,039,746)	(2,207,641)	(1,116,589)	(2,303,445)
Profit for the year		5,527,355	5,707,395	5,769,272	6,014,551
Attributable to:					
Equity holders of the parent		5,527,355	5,707,395	5,769,272	6,080,603
Minority interest	39	-	-	<u>(20,964)</u>	-
		<u>5,527,355</u>	<u>5,707,395</u>	<u>5,748,308</u>	<u>6,080,603</u>
Profit after taxation transferred to income surplus		5,527,355	5,707,395	5,748,308	6,080,603
Basic and diluted earnings per share (Ghana pesewa)	47	<u>4.41</u>	<u>4.71</u>	<u>4.59</u>	<u>5.01</u>

Statement of Changes in Equity

(All amounts are expressed in Ghana cedis)

Attributable to equity holders to the Bank

The Bank	Stated capital	Income surplus account	Statutory Reserve	Capital surplus account	Housing Development assistance Reserve	Share deals account	Regulatory credit risk reserve	Total equity
Year ended 31 Dec. 2009								
At 1 January	16,943,859	1,618,794	7,076,086	546,366	462,264	24,855	831,991	27,504,215
Profit for the year	-	5,527,355	-	-	-	-	-	5,527,355
Transfer to statutory reserve	-	(2,814,155)	2,814,155	-	-	-	-	-
Transfer to housing Development assistance reserve	-	(281,416)	-	-	281,416	-	-	-
Transfer to regulatory credit risk reserve	-	(407,471)	-	-	-	-	407,471	-
Proceeds from ESOP	297,600	-	-	-	-	-	-	297,600
Dividend	-	(1,270,924)	-	-	-	-	-	(1,270,924)
At 31 December	17,241,459	2,372,183	9,890,241	546,366	743,680	24,855	1,239,462	32,058,246
Year ended 31 December 2008								
At 1 January	7,025,239	643,776	4,171,557	546,366	171,812	24,855	311,195	12,894,800
Profit for the year	-	5,707,395	-	-	-	-	-	5,707,395
Transfer to statutory reserve	-	(2,904,529)	2,904,529	-	-	-	-	-
Transfer to housing Development assistance reserve	-	(290,452)	-	-	290,452	-	-	-
Transfer to regulatory credit risk reserve	-	(520,796)	-	-	-	-	520,796	-
Right issue proceeds	9,918,620	-	-	-	-	-	-	9,918,620
Dividend	-	(1,016,600)	-	-	-	-	-	(1,016,600)
At 31 December	16,943,859	1,618,794	7,076,086	546,366	462,264	24,855	831,991	27,504,215

Statement of Changes in Equity (cont'd)

(All amounts are expressed in Ghana cedis)

Attributable to equity holders of the parent company

The Group	Stated capital	Income surplus account	Statutory reserve	Capital surplus account	Housing Development assistance Reserve	Share deals account	Regulatory credit risk reserve	Minority interest	Total equity
Year ended 31 December 2009									
At 1 January	16,943,859	2,740,552	7,076,086	562,010	462,264	24,855	831,991	(188,067)	28,453,550
Profit/(loss) for the year	-	5,748,308	-	-	-	-	-	20,964	5,769,272
Transfer to statutory reserve	-	(2,814,155)	2,814,155	-	-	-	-	-	-
Transfer to housing Development assistance reserve	-	(281,416)	-	-	281,416	-	-	-	-
Transfer to regulatory credit risk reserve	-	(407,471)	-	-	-	-	407,471	-	-
Proceeds from ESOP	297,600	-	-	-	-	-	-	-	297,600
Dividend	-	(1,270,924)	-	-	-	-	-	-	(1,270,924)
At 31 December	<u>17,241,459</u>	<u>3,714,894</u>	<u>9,890,241</u>	<u>562,010</u>	<u>743,680</u>	<u>24,855</u>	<u>1,239,462</u>	<u>(167,103)</u>	<u>33,249,498</u>
Year ended 31 December 2008									
At 1 January	7,025,239	1,392,326	4,171,557	562,010	171,812	24,855	311,195	(122,015)	13,536,979
Profit/(loss) for the year	-	6,080,603	-	-	-	-	-	(66,052)	6,014,551
Transfer to statutory reserve	-	(2,904,529)	2,904,529	-	-	-	-	-	-
Transfer to housing Development assistance reserve	-	(290,452)	-	-	290,452	-	-	-	-
Transfer to regulatory credit risk reserve	-	(520,796)	-	-	-	-	520,796	-	-
Dividend	9,918,620	-	-	-	-	-	-	-	9,918,620
	-	1,016,600	-	-	-	-	-	-	(1,016,600)
At 31 December	<u>16,943,859</u>	<u>2,740,552</u>	<u>7,076,086</u>	<u>562,010</u>	<u>462,264</u>	<u>24,855</u>	<u>831,991</u>	<u>(188,067)</u>	<u>28,453,550</u>

Statement of Cash Flows

(All amounts are expressed in Ghana cedis)

		At 31 December			
	Notes	The Bank 2009	The Bank 2008	The Group 2009	The Group 2008
Cash flows from operating activities					
Cash generated from operations	41	(134,869,032)	160,249,542	(134,945,859)	159,789,709
Interest paid	31	(900,521)	(601,655)	(900,521)	(601,655)
Tax paid	26	(1,668,856)	(1,360,731)	(1,729,111)	(1,450,120)
Net cash from operating activities		(137,438,409)	158,287,156	(137,575,491)	157,737,934
Cash flows from investing activities					
Purchase of property and equipment	24	(3,527,198)	(3,154,015)	(3,868,309)	(3,252,991)
Proceeds from sale of property and equipment	24	49,556	51,623	58,306	51,623
(Purchase) Sale/ of government securities (including pledged assets)	14 & 15	(8,928,195)	1,817,448	(9,331,217)	1,922,569
Purchase of other investments	20	(1,565,698)	(2,433,618)	(1,046,444)	(2,735,022)
Proceeds from sale of associate	22	30,360	-	30,360	-
Investment in associate and subsidiary		(221,171)		(146,171)	
Proceeds from sale of investment property	23	-	-	-	180,000
Redemption/(purchase) of debt securities	19	74,141	71,918	(374,813)	(45,768)
Net cash used in investing activities		(14,088,205)	(3,646,644)	(14,678,288)	(3,879,589)
Cash flows from financing activities					
Dividend paid	11	(1,868,045)	(956,636)	(1,868,045)	(956,636)
Bonds issued	31	13,540,754	2,330,000	13,540,754	2,330,000
Redemption of bonds	31	(8,222,349)	(4,065,961)	(8,222,349)	(4,065,961)
Loans repaid	32	(5,066,050)	(11,521,956)	(5,066,050)	(11,521,956)
Loan drawdown	32	2,401,721	13,236,557	2,401,721	13,236,557
Proceeds from Rights issue		-	9,918,620	-	9,918,620
Proceeds from ESOP	33	297,600	-	297,600	-
Net cash from financing activities		1,083,631	8,940,624	1,083,631	8,940,624
Increase in cash and cash equivalents		(150,442,983)	163,581,136	(151,170,148)	162,798,969
Movement in cash and cash equivalents					
At 1 January		172,206,020	8,624,884	173,243,114	10,444,145
(Decrease)/ Increase during the year		(150,442,983)	163,581,136	(151,170,148)	162,798,969
At 31 December	42	21,763,037	172,206,020	22,072,966	173,243,114