

Consolidated Statement of Comprehensive Income

(All amounts are in thousands of Ghana cedis unless otherwise stated)

Year ended 31 December 2011

	Note	2011	2010
Interest income	6	170,526	141,526
Interest expense	7	(41,926)	(32,463)
Net interest income		128,600	109,063
Fees and commission income	8	61,060	43,733
Fees and commission expense	9	(1,501)	(944)
Net fees and commission income		59,559	42,789
Lease income	10	1,704	3,381
Net trading income	11	41,388	20,209
Dividend income	12	682	453
Other operating income	13	2,615	4,267
Other income		46,389	28,310
Total income		234,548	180,162
Impairment charge on loans and advances	14	(6,167)	(5,762)
Operating expenses	15	(123,128)	(83,742)
Operating profit		105,253	90,658
Share of profit of associates	40	281	51
Profit before income tax		105,534	90,709
Income tax	16	(27,876)	(26,056)
National fiscal stabilisation levy	18	(5,277)	(4,536)
Profit for the year		72,381	60,117

The notes on pages 34 to 83 are an integral part of this financial statements.

Consolidated Statement of Comprehensive Income (continued)

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Note	2011	2010
Profit for the year		72,381	60,117
Other comprehensive income			
Net change in value of available for sale investment securities	36(b)	2,681	664
Gains on revaluation of property	36(a)	7,750	-
Income tax relating to components of other comprehensive income	17	(1,833)	(166)
Other comprehensive income for the year, net of tax		8,598	498
Total comprehensive income for the year		80,979	60,615
Profit for the year attributable to: Equity holders of the Bank		72,381	60,117
Total comprehensive income attributable to: Equity holders of the Bank		80,979	60,615
Earnings per share			
Basic and diluted (in Ghana pesewas)	19	31	26

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Consolidated statement of financial position

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Note	2011	2010
Assets			
Cash and cash equivalents	20	232,856	144,237
Government securities	21	573,295	468,974
Loans and advances to Banks	22	359,553	314,235
Trading assets	23	725	1,851
Loans and advances to customers	24	849,893	496,043
Investment securities: available-for-sale	25	10,872	17,360
Investment in associates	40	4,240	3,959
Intangible assets	27	6,107	2,685
Income tax	16	2,313	1,281
Property and equipment	28	45,788	40,451
Other assets	29	46,541	30,153
Total assets		2,132,183	1,521,229
Liabilities			
Deposits from Banks	30	108,185	69,921
Customer deposits	31	1,608,256	1,116,332
Other liabilities	32	46,053	27,168
Deferred tax	17	3,963	4,133
Borrowings	33	103,127	76,029
Total liabilities		1,869,584	1,293,583
Equity and reserves			
Stated capital	34	100,000	100,000
Income surplus account	35	88,086	72,566
Revaluation reserve	36	24,587	15,989
Statutory reserve fund	37	45,743	36,980
Regulatory credit risk reserve	38	4,183	2,111
Total equity attributable to equity holders of the Bank		262,599	227,646
Total liabilities and equity		2,132,183	1,521,229

These financial statements were approved by the Board of Directors on 17 February 2012 and signed on its behalf by:

By order of the Board

Signed

Lionel Van Lare Dosoo

Chairman

Signed

Samuel Ashitey Adjei

Director

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Consolidated Statement of Changes in Equity

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Stated capital	Income surplus account	Revaluation reserve	Statutory reserve fund	Regulatory credit risk reserve	Non- controlling interest	Total
Balance at 1 January 2010	100,000	59,041	15,491	29,654	2,716	(1,489)	205,413
Total comprehensive income for the year							
Profit for the year	-	60,117	-	-	-	-	60,117
Other comprehensive income, net of tax	-	-	498	-	-	-	498
Total comprehensive income for the year	-	60,117	498	-	-	-	60,615
Transactions with equity holders							
Dividends paid	-	(41,423)	-	-	-	-	(41,423)
Contributions to equity holders	-	(41,423)	-	-	-	-	(41,423)
Regulatory transfers							
Statutory reserve fund	-	(7,326)	-	7,326	-	-	-
Regulatory credit risk reserve	-	563	-	-	(563)	-	-
Release of subsidiary's credit risk reserve	-	42	-	-	(42)	-	-
Reserves of previously consolidated subsidiary, with minority interest	-	1,552	-	-	-	1,489	3,041
	-	(5,169)	-	7,326	(605)	1,489	3,041
Balance at 31 December 2010	100,000	72,566	15,989	36,980	2,111	-	227,646

The notes on pages 34 to 83 are an integral part of this financial statements.

Consolidated Statement of Changes in Equity (Continued)

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Stated capital	Income surplus account	Revaluation reserve	Statutory reserve fund	Regulatory credit risk reserve	Total
Balance at 1 January 2011	100,000	72,566	15,989	36,980	2,111	227,646
Total comprehensive income						
Profit for the year	-	72,381	-	-	-	72,381
Other comprehensive income, net of tax	-	-	8,598	-	-	8,598
Total comprehensive income for the year	-	72,381	8,598	-	-	80,979
Transactions with equity holders						
Dividends paid	-	(46,026)	-	-	-	(46,026)
Contributions to equity holders	-	(46,026)	-	-	-	(46,026)
Regulatory transfers						
Statutory reserve fund	-	(8,763)	-	8,763	-	-
Regulatory credit risk reserve	-	(2,072)	-	-	2,072	-
	-	(10,835)	-	8,763	2,072	-
Balance at 31 December 2011	100,000	88,086	24,587	45,743	4,183	262,599

The notes on pages 34 to 83 are an integral part of this financial statements.

Consolidated Statement of Cash Flows

(All amounts are in thousands of Ghana cedis unless otherwise stated)

	Note	2011	2010
Cash flows from operating activities			
Interest paid		(37,928)	(29,994)
Interest received		162,965	128,477
Net fees and commissions		59,559	42,789
Other income received		2,615	4,267
Dividend received		682	453
Net trading income		37,642	17,232
Lease income		1,704	3,381
Payments to employees and suppliers		(123,128)	(83,743)
Tax paid		(34,183)	(22,720)
Cash flows from operating activities before changes in operating assets and liabilities		69,928	60,142
Changes in operating assets and liabilities			
Loans and advances		(343,175)	(45,646)
Other assets		(16,388)	10,511
Investment securities		(6,488)	(7,003)
Customer deposits		491,924	194,255
Other liabilities		18,885	(86,701)
Mandatory reserves	20	(73,011)	(29,291)
Net cash generated from operating assets and liabilities		71,747	36,125
Cash flow from investing activities			
Purchase of property and equipment	28	(5,804)	(6,574)
Purchase of software	27	(5,499)	(560)
Proceeds from sale of equipment	28	206	98
Purchase of government securities	21	(556,461)	(543,715)
Proceeds from sale of government securities	21	454,275	343,516
Net cash used in investing activities		(113,283)	(207,235)

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Consolidated Statement of Cash Flows (Continued)

(All amounts are in thousands of Ghana cedis unless otherwise stated)

Note		2011	2010
Cash flow from financing activities			
	Dividends paid	(46,026)	(41,423)
	Repayment of borrowed funds	33 (27,646)	(7,373)
	Proceeds from borrowed funds	33 49,718	-
Net cash generated used in financing activities		(23,954)	(48,796)
	Net movement in cash and cash equivalents	4,438	(159,764)
	Cash and cash equivalents at beginning of year	39 360,604	520,368
Cash and cash equivalents at the end of the year		365,042	360,604

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