

## Consolidated Statements of Comprehensive Income

### 31 December 2011

	Note	Twelve Months ended 31 December			
		The Bank 2011	The Bank 2010	The Group 2011	The Group 2010
Interest income	4	55,716,602	52,950,642	58,995,338	54,417,742
Interest expense	5	(19,166,078)	(21,575,645)	(19,255,982)	(21,590,927)
Net interest income		<u>36,550,524</u>	<u>31,374,997</u>	<u>39,739,356</u>	<u>32,826,815</u>
Fee and commission income	6	7,408,930	5,148,715	10,530,682	7,721,617
Fee and commission expense	7	(92,085)	(318,770)	(92,085)	(318,770)
Net fee and commission income		<u>7,316,845</u>	<u>4,829,945</u>	<u>10,438,597</u>	<u>7,402,847</u>
Other operating income	8a	1,096,955	112,003	2,264,216	136,469
Trading Income	8b	<u>1,800,313</u>	<u>1,927,266</u>	<u>1,800,313</u>	<u>1,927,266</u>
Operating income		<u>46,764,637</u>	<u>38,244,211</u>	<u>54,242,481</u>	<u>42,293,397</u>
Operating expense	9	(34,140,411)	(25,610,358)	(40,708,046)	(29,763,444)
Impairment charge for credit losses	17	(2,108,758)	(1,942,214)	(2,216,779)	(1,998,655)
Operating profit		<u>10,515,470</u>	<u>10,691,639</u>	<u>11,317,656</u>	<u>10,531,298</u>
Other income	10	<u>2,670,815</u>	<u>1,149,412</u>	<u>3,156,567</u>	<u>2,868,237</u>
Profit for the year		<u>13,186,285</u>	<u>12,183,052</u>	<u>14,474,223</u>	<u>13,339,535</u>
National Stabilisation Levy	48	(659,314)	(602,438)	(700,521)	(643,405)
Tax expense	11	(2,636,714)	(3,981,331)	(2,920,286)	(4,119,952)
Profit after tax		<u>9,890,257</u>	<u>7,599,283</u>	<u>10,853,416</u>	<u>8,636,178</u>
Other comprehensive income, net of tax		-	4,072,129	-	4,072,129
Total comprehensive income for the year		<u>9,890,257</u>	<u>11,671,412</u>	<u>10,627,000</u>	<u>12,708,307</u>
Attributable to:					
Equity holders of the parent		<u>9,890,257</u>	<u>11,671,412</u>	<u>10,853,416</u>	<u>12,337,042</u>
Non controlling interest	39	-	-	(226,416)	371,265
Total comprehensive income for the year		<u>9,890,257</u>	<u>11,671,412</u>	<u>10,627,000</u>	<u>12,708,307</u>
Basic earnings per share (Ghana pesewa)	47	5.40	4.15	5.92	4.51
Diluted earnings per share (Ghana pesewas)	47	5.25	3.99	5.64	4.52

## Statements of Financial Position as at 31 December 2011 (All amounts are expressed in Ghana cedis unless otherwise stated)

	Note	At 31 December			
		The Bank 2011	The Bank 2010	The Group 2011	The Group 2010
<b>Assets</b>					
Cash and balances with Bank of Ghana	13	67,675,824	32,375,618	68,771,645	32,375,618
Due from other banks	14	40,632,338	33,490,195	40,632,338	33,490,195
Government securities	15	67,110,271	74,378,439	70,048,762	76,064,400
Pledged assets (Repos)	16	6,500,000	8,000,000	6,500,000	8,000,000
Loans and advances to customers	17	210,361,885	180,290,246	206,357,978	179,129,972
Loans and advances to banks and financial institutions	18	3,460,262	3,072,143	3,460,262	3,072,143
Investment securities	19	1,000,000	65,112	1,000,000	65,112
Other investments	20	5,555,905	5,083,157	5,555,905	5,083,157
Other assets	21	10,583,518	8,416,628	18,135,348	11,824,182
Investment in subsidiaries	22	3,891,617	1,479,989	-	-
Investment in associated companies	22a	1,061,990	-	1,061,990	-
Property and equipment	23	12,467,193	13,981,735	13,372,497	14,653,391
Current income tax assets	25	624,386	778,023	404,015	734,490
<b>Total assets</b>		<b>430,925,189</b>	<b>361,411,285</b>	<b>435,300,740</b>	<b>364,492,660</b>
<b>Liabilities and equity</b>					
Deposits from customers	26	230,709,943	156,874,543	230,302,585	156,534,968
Deposits from banks and financial institutions	27	39,557,016	28,519,334	39,557,016	28,519,334
Due to other banks	28	10,000,000	36,000,000	10,000,000	36,000,000
Other liabilities	29	13,665,187	9,394,650	15,258,395	10,551,395
Deferred income tax	24	1,111,994	1,771,851	1,110,388	1,807,908
Bonds	30	56,234,410	50,716,630	56,234,410	50,716,630
Borrowings	31	5,637,305	8,358,671	5,637,305	8,358,671
<b>Total liabilities</b>		<b>356,915,855</b>	<b>291,635,679</b>	<b>358,100,099</b>	<b>292,488,906</b>
<b>Equity</b>					
Stated capital	32	45,000,624	44,798,124	45,000,624	44,798,124
Income surplus account	44	9,237,074	3,561,797	11,592,538	5,570,139
Statutory reserve fund	33	12,812,779	11,529,172	13,202,400	11,529,172
Capital surplus account	34	4,618,495	4,618,495	4,634,139	4,634,139
Housing development assistance reserve	35	743,680	743,680	743,680	743,680
Regulatory credit risk reserve	36	1,402,888	4,096,614	1,402,888	4,096,614
Other reserve		193,794	402,869	193,794	402,869
Share deals account	37	-	24,855	-	24,855
<b>Total equity before non controlling interest</b>		<b>74,009,334</b>	<b>69,775,606</b>	<b>76,770,063</b>	<b>71,799,592</b>
Non controlling interest	38	-	-	430,578	204,162
<b>Total equity</b>		<b>74,009,334</b>	<b>69,775,606</b>	<b>77,200,641</b>	<b>72,003,754</b>
<b>Total liabilities and equity</b>		<b>430,925,189</b>	<b>361,411,285</b>	<b>435,300,740</b>	<b>364,492,660</b>

The financial statements on pages 25 to 68 were approved by the Board of Directors on 29th February 2012 and signed on its behalf by:

*NANA AGYEI DUCU*  
Chairman

*Asare Aducci*  
Managing Director

## Consolidated Statement of Changes in Equity for the year ended 31 December (All amounts are expressed in Ghana cedis unless otherwise stated)

The Bank - 2011	Attributable to equity holders of the Bank								
	Stated capital	Income surplus account	Statutory reserve	Capital surplus account	Housing dev't assistance reserve	Share deals account	Regulatory credit risk reserve	Other reserves	Total Equity
Balance at 1 January 2010	44,798,124	3,561,797	11,529,172	4,618,495	743,680	24,855	4,096,614	402,869	69,775,606
Profit for the year	-	9,890,257	-	-	-	-	-	-	9,890,257
Proceeds from ESOP	202,500	-	-	-	-	-	-	-	202,500
Convertible bonds	-	-	-	-	-	-	-	(290,075)	(290,075)
Dividend	-	(2,931,373)	-	-	-	-	-	-	(2,931,373)
Transfer to statutory reserve	-	(1,283,607)	1,283,607	-	-	-	-	-	-
Transfer to housing development assistance reserve	-	-	-	-	-	-	-	-	-
Repurchase of shares	-	-	-	-	-	(24,855)	-	-	(24,855)
Movement	-	-	-	-	-	-	(2,693,726)	-	(2,693,726)
<b>At 31 December</b>	<b>45,000,624</b>	<b>9,237,074</b>	<b>12,812,779</b>	<b>4,618,495</b>	<b>743,680</b>	<b>-</b>	<b>1,402,888</b>	<b>193,794</b>	<b>74,009,334</b>

The Bank - 2010	Attributable to equity holders of the Bank								
	Stated capital	Income surplus account	Statutory reserve	Capital surplus account	Housing dev't assistance reserve	Share deals account	Regulatory credit risk reserve	Other reserves	Total Equity
1 January	17,241,459	2,372,183	9,890,241	546,366	743,680	24,855	1,239,462	-	32,058,246
Profit for the year	-	7,599,282	-	-	-	-	-	-	7,599,282
Other Comprehensive income	-	-	-	4,072,129	-	-	-	-	4,072,129
Proceeds from ESOP	85,800	-	-	-	-	-	-	-	85,800
Proceeds shares issued	27,470,865	-	-	-	-	-	-	-	27,470,865
Equity component of convertible bond	-	-	-	-	-	-	-	402,869	402,869
Dividend	-	(1,913,585)	-	-	-	-	-	-	(1,913,585)
Transfer to statutory reserve	-	(1,638,931)	1,638,931	-	-	-	-	-	-
Movement	-	(2,857,152)	-	-	-	-	2,857,152	-	-
Total other movements in equity	-	(4,496,083)	1,638,931	-	-	-	2,857,152	-	-
<b>At 31 December</b>	<b>44,798,124</b>	<b>3,561,797</b>	<b>11,529,172</b>	<b>4,618,495</b>	<b>743,680</b>	<b>24,855</b>	<b>4,096,614</b>	<b>402,869</b>	<b>69,775,606</b>

## Consolidated Statement of Changes in Equity for the year ended 31 December (All amounts are expressed in Ghana cedis unless otherwise stated)

The Group-2011	Attributable to equity holders of the parent company									
	Stated capital	Income surplus account	Statutory reserve	Capital surplus account	Housing dev't assistance reserve	Share deals account	Regulatory credit risk reserve	Other reserves	Non controlling interest	Total Equity
Balance at 1 January	44,798,124	5,570,139	11,529,172	4,634,139	743,680	24,855	4,096,614	402,869	204,162	72,003,754
Profit/(loss) for the year	-	10,627,000	-	-	-	-	-	-	226,416	10,853,416
Proceeds from ESOP	202,500	-	-	-	-	-	-	-	-	202,500
Private Placement	-	-	-	-	-	-	-	-	-	-
Convertible bonds	-	-	-	-	-	-	-	(209,075)	-	(209,075)
Dividend	-	(2,931,373)	-	-	-	-	-	-	-	(2,931,373)
Transfer to statutory reserve	-	(1,673,228)	1,673,228	-	-	-	-	-	-	-
Transfer Share deals	-	-	-	-	-	(24,855)	-	-	-	(24,855)
Movement	-	-	-	-	-	-	(2,693,726)	-	-	(2,693,726)
<b>At 31 December</b>	<b>45,000,624</b>	<b>11,592,538</b>	<b>13,202,400</b>	<b>4,634,139</b>	<b>743,680</b>	<b>-</b>	<b>1,402,888</b>	<b>193,794</b>	<b>430,578</b>	<b>77,200,641</b>

The Group - 2010	Attributable to equity holders of the parent company									
	Stated capital	Income surplus account	Statutory reserve	Capital surplus account	Housing dev't assistance reserve	Share deals account	Regulatory credit risk reserve	Other reserves	Non controlling interest	Total Equity
Balance at 1 January	17,241,459	3,714,894	9,890,241	562,010	743,680	24,855	1,239,462	-	(167,103)	33,249,498
Profit/(loss) for the year	-	8,264,913	-	-	-	-	-	-	371,265	8,636,178
Other Comprehensive income	-	-	-	4,072,129	-	-	-	-	-	4,072,129
<b>Total comprehensive income</b>	<b>17,241,459</b>	<b>11,979,807</b>	<b>9,890,241</b>	<b>4,634,139</b>	<b>743,680</b>	<b>24,855</b>	<b>1,239,462</b>	<b>-</b>	<b>204,162</b>	<b>45,957,805</b>
Proceeds from ESOP	85,800	-	-	-	-	-	-	-	-	85,800
Private Placement	27,470,865	-	-	-	-	-	-	-	-	27,470,865
Convertible bonds	-	-	-	-	-	-	-	402,869	-	402,869
Dividend	-	(1,913,585)	-	-	-	-	-	-	-	(1,913,585)
<b>Total transactions with owners</b>	<b>27,556,665</b>	<b>(1,913,585)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>402,869</b>	<b>-</b>	<b>26,045,949</b>
<b>Other movement in the reserves</b>										
Transfer to statutory reserve	-	(1,638,931)	1,638,931	-	-	-	-	-	-	-
Movement	-	(2,857,152)	-	-	-	-	-	2,857,152	-	-
<b>Total other movement in the reserves</b>	<b>-</b>	<b>(4,496,083)</b>	<b>1,638,931</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,857,152</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>At 31 December</b>	<b>44,798,124</b>	<b>5,570,139</b>	<b>11,529,172</b>	<b>4,634,139</b>	<b>743,680</b>	<b>24,855</b>	<b>4,096,614</b>	<b>402,869</b>	<b>204,162</b>	<b>72,003,754</b>

## Statement of Cash Flows for the year ended 31 December (All Amounts Are Expressed In Ghana Cedis Unless Otherwise Stated)

Twelve Months ended 31 December					
Note	The Bank 2011	The Bank 2010	The Group 2011	The Group 2010	
<b>Cash flows from operating activities</b>					
Cash generated from operations	40	75,301,777	43,255,503	77,192,057	43,036,383
Interest paid on long term bonds	30	(1,536,623)	(1,701,219)	(1,536,623)	(1,701,219)
Tax paid	25	(3,142,934)	(2,890,778)	(3,287,331)	(2,962,797)
<b>Net cash generated from operating activities</b>		<b>70,622,220</b>	<b>38,663,506</b>	<b>72,368,103</b>	<b>38,372,369</b>
<b>Cash flows from investing activities</b>					
Purchase of property and equipment	23	(2,160,828)	(2,936,720)	(2,637,024)	(3,343,024)
Proceeds from sale of property and equipment	23	49,500	105,850	49,500	131,050
Purchase of government securities		(15,982,862)	(34,553,345)	(17,315,825)	(34,082,316)
Purchase of other investments		(472,748)	(475,628)	(472,748)	174,639
Sale of investment securities		65,112	-	65,112	-
Investment in associate and subsidiary	22a)	(3,473,618)	-	(1,061,990)	-
(Purchase)/ Redemption of debt securities		(1,000,000)	54,888	(1,000,000)	656,161
<b>Net cash used in investing activities</b>		<b>(22,975,444)</b>	<b>(37,804,955)</b>	<b>(22,372,975)</b>	<b>(36,137,786)</b>
<b>Cash flows from financing activities</b>					
Dividend paid	12	(2,931,371)	(1,913,585)	(2,931,371)	(1,913,585)
Bonds issued	30	-	2,369,143	-	2,369,143
Redemption of bonds	30	-	(2,330,000)	-	(2,330,000)
Loans repaid	31	(2,721,366)	(4,821,743)	(2,721,366)	(4,821,743)
Proceeds from ESOP issue	32	202,500	85,800	202,500	85,800
Proceeds from share issue	32	-	27,470,480	-	27,470,480
<b>Net cash generated from financing activities</b>		<b>(5,450,237)</b>	<b>20,860,095</b>	<b>(5,450,237)</b>	<b>20,860,095</b>
<b>Increase in cash and cash equivalents</b>		<b>42,196,539</b>	<b>21,718,646</b>	<b>44,544,890</b>	<b>23,094,678</b>
<b>Movement in cash and cash equivalents</b>					
At 1 January		43,481,683	21,763,037	45,167,644	22,072,966
Increase during the year		42,196,539	21,718,646	44,544,890	23,094,678
<b>At 31 December</b>	41	<b>85,678,222</b>	<b>43,481,683</b>	<b>89,712,534</b>	<b>45,167,644</b>