



GHANA COMMERCIAL BANK LTD.

UN-AUDITED

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

30. SEPTEMBER, 2013

UN-AUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2013

	THE GROUP		THE BANK	
	SEP	SEP	SEP	SEP
	2013	2012	2013	2012
	GHS'000	GHS'000	GHS'000	GHS'000
Interest Income	396,495	247,942	396,495	247,942
Interest Expense	(70,791)	(34,802)	(70,791)	(34,802)
Net Interest Income	325,704	213,140	325,704	213,140
Fees and Commission Income	59,476	53,680	59,476	53,680
Fees and Commission Expense	(2,251)	(2,713)	(2,251)	(2,713)
Net Fees and Commission Income	57,225	50,967	57,225	50,967
Net Trading Income	13,909	16,880	13,909	16,880
Other Income	6,488	6,263	6,420	4,650
Net Trading and Other Income	20,397	23,143	20,329	21,530
Total Income	403,326	287,250	403,258	285,637
Impairment Charge on Loans and Advances	(4,777)	(10,308)	(4,777)	(10,308)
Net Income	398,549	276,942	398,481	275,329
Operating Expenses	(214,867)	(158,725)	(214,847)	(158,610)
Profit Before Taxation	183,682	118,217	183,634	116,719
National Stabilization Levy	(3,065)	-	(3,065)	-
Taxation	(48,713)	(30,612)	(48,703)	(30,487)
Profit After Tax	131,904	87,605	131,866	86,232
OTHER COMPREHENSIVE INCOME				
Net Change in Fair Value of Other Securities	1,342	320	1,598	0
Revaluation Gain	0	0	0	0
Total Comprehensive Income for the Year	133,246	87,925	133,464	86,232

Earnings per Share (annualised)

	THE GROUP		THE BANK	
	SEP	SEP	SEP	SEP
	2013	2012	2013	2012
ASSETS	GHS'000	GHS'000	GHS'000	GHS'000
Cash and Cash Equivalents	406,065	396,800	402,620	393,246
Government Securities	1,470,146	1,183,490	1,469,217	1,182,562
Advances to Banks	6,204	136,943	6,204	136,943
Loans & Advances to Customers	942,847	867,028	942,847	867,028
Investment Securities: Available-for-sale	6,453	5,288	4,880	3,322
Investment in Subsidiary	0	0	1	1
Investment in Associates	37,242	34,187	30,126	30,126
Investment in Other Equity Securities	247	247	113	113
Deferred Tax	13,668	11,836	13,662	11,836
Property and Equipment	77,063	65,726	77,063	65,726
Intangible Assets	7,860	2,579	7,860	2,579
Other Assets	206,500	168,888	206,480	168,865
TOTAL ASSETS	3,174,295	2,873,012	3,161,073	2,862,347
LIABILITIES				
Deposits from Customers	2,390,383	2,165,848	2,390,383	2,165,848
Other Liabilities	235,461	316,759	235,414	316,601
Borrowings	103,250	95,625	103,250	95,625
Income Tax Liabilities	15,386	13,025	15,328	12,977
Employee Benefit Obligations	49,525	33,787	49,525	33,787
TOTAL LIABILITIES	2,794,005	2,625,044	2,793,900	2,624,038
EQUITY				
Stated Capital	100,000	72,000	100,000	72,000
Retained Earnings	170,722	92,051	158,430	82,752
Fair Value Reserve	2,327	1,182	1,502	22
Statutory Reserve	89,870	55,209	89,870	55,209
Credit Risk Reserve	25,469	28,368	25,469	28,368
Other Reserves	(8,098)	(842)	(8,098)	(842)
TOTAL EQUITY	380,290	247,968	367,173	237,509
TOTAL LIABILITIES AND EQUITY	3,174,295	2,873,012	3,161,073	2,862,347

	THE GROUP		THE BANK	
	SEP 2013 GHS'000	SEP 2012 GHS'000	SEP 2013 GHS'000	SEP 2012 GHS'000
Cash Flows from Operating Activities				
Profit Before tax	183,682	118,217	183,634	116,719
Adjustments for:				
Depreciation and Amortization	14,634	7,895	14,634	7,895
Impairment Charge on Loans and Advances	4,777	10,308	4,777	10,308
Allowance for Employee Benefit Obligations	9,000	0	9,000	0
Interest Income	(396,495)	(247,942)	(396,495)	(247,942)
Interest Expense	70,791	34,802	70,791	34,802
Dividend Income	(5,159)	(5,353)	(5,147)	(3,795)
Profit/(Loss) on Sale of Property & Equipment	(60)	(68)	(60)	(68)
	<u>(118,830)</u>	<u>(82,141)</u>	<u>(118,866)</u>	<u>(82,081)</u>
Change in Loans and Advances to Customers	(99,752)	(401,124)	(99,753)	(401,124)
Change in Advances to Banks	31,774	80,236	31,774	80,236
Change in Other Assets	(113,389)	(129,814)	(113,349)	(129,792)
Change in Deposits from Customers	55,775	104,458	55,775	104,458
Change in Borrowings	(70,875)	16,625	(70,875)	16,625
Change in Other Liabilities	163,379	262,459	159,154	266,166
Employee Benefits Paid	(5,625)	0	(5,625)	0
	<u>(38,713)</u>	<u>(67,160)</u>	<u>(42,899)</u>	<u>(63,431)</u>
Interest Received	343,757	178,545	343,757	178,545
Interest Paid	(62,942)	(25,531)	(62,989)	(25,531)
Income Tax Paid	(52,830)	(7,865)	(52,829)	(11,609)
Net Cash flow from Operating Activities	<u>70,442</u>	<u>(4,152)</u>	<u>66,174</u>	<u>(4,107)</u>
Cash Flows from Investing Activities				
Government Securities	40,236	13,419	41,155	13,419
Dividend Income	5,159	5,353	5,147	3,794
Investment in Equity Securities	85	(14,402)	0	(14,403)
Acquisition of Property and Equipment	(15,995)	(19,668)	(15,995)	(19,668)
Proceeds from Sale of Property and Equipment	61	69	61	69
Acquisition of Intangible Assets	(6,246)	(738)	(6,246)	(738)
Net Cash used in Investing Activities	<u>23,300</u>	<u>(15,967)</u>	<u>24,122</u>	<u>(17,527)</u>
Cash Flows from Financing Activities				
Dividends Paid	(47,700)	(18,550)	(47,700)	(18,550)
Net Cash used in Financing Activities	<u>(47,700)</u>	<u>(18,550)</u>	<u>(47,700)</u>	<u>(18,550)</u>
Net Decrease in Cash & Cash Equivalents	<u>46,042</u>	<u>(38,669)</u>	<u>42,596</u>	<u>(40,184)</u>
Cash and Cash Equivalents at 1 January	360,023	435,469	360,023	433,430
Cash and Cash Equivalents at 30 June	<u>406,065</u>	<u>396,800</u>	<u>402,619</u>	<u>393,246</u>

The Group	Stated Capital GHS'000
Balance As At January 1, 2012	72,000
Net Profit For The Year	-
Revaluation Gain	-
Net Gains From Changes In Fair Value- Investment Securities	-
Total Comprehensive Income	<u>-</u>
Transfers To Statutory Reserve	-
Dividend Paid	-
Transfers From Regulatory Credit Risk Reserve	-
Financial Guarantees	-
Balance as at 30 September 2012,	<u><u>72,000</u></u>

The Bank

Balance As At January 1, 2012	72,000
Net Profit For The Year	-
Revaluation Gain	-
Net Gains From Changes In Fair Value- Investment Securities	-
Total Comprehensive Income	<u>-</u>
Transfers To Statutory Reserve Fund	-
Transfers From Regulatory Credit Risk Reserve	-
Financial Guarantees	-
Dividend Paid	-
Balance as at 30 September 2012,	<u><u>72,000</u></u>

Retained Earnings GHS'000	Fair Value Reserve GHS'000	Statutory Reserve GHS'000	Credit Risk Reserve GHS'000	Other Reserves GHS'000	Total GHS'000
26,732	509	55,209	24,632	(842)	178,240
50,207	-	-	-	-	50,207
-	694	-	-	-	694
-	1,066	-	-	-	1,066
<u>50,207</u>	<u>1,760</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,967</u>
-	-	-	-	-	-
-	-	-	-	-	-
(3,228)	-	-	3,228	-	-
758	-	-	(758)	-	-
<u>74,470</u>	<u>2,269</u>	<u>55,209</u>	<u>27,101</u>	<u>(842)</u>	<u>230,207</u>

18,806	(332)	55,209	24,632	(842)	169,473
49,713	-	-	-	-	49,713
-	694	-	-	-	694
-	727	-	-	-	727
<u>49,713</u>	<u>1,421</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,134</u>
-	-	-	-	-	-
(3,228)	-	-	3,228	-	-
758	-	-	(758)	-	-
-	-	-	-	-	-
<u>66,050</u>	<u>1,089</u>	<u>55,209</u>	<u>27,101</u>	<u>(842)</u>	<u>220,607</u>

NOTES TO THE UN-AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2013

1. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.
2. The accounting policies applied in the preparation of these financial statements were consistent with those applied in the preparation of the annual consolidated statements of 31 December 2012
3. Interest income are recognized in profit or loss using effective interest method. The effective interest method is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset. When calculating the effective interest rate, the Bank estimates cash flows considering all contractual terms of the financial instrument including prepayment options, but does not consider future credit losses. The calculation includes all transaction costs, fees and points paid or received that are an integral part of the effective interest rate.

	THE GROUP		THE BANK	
	SEP 2013	SEP 2012	SEP 2013	SEP 2012
	GHS'000	GHS'000	GHS'000	GHS'000
4. Interest Income				
Cash & Short Term Funds	4,024	5,107	4,024	5,107
Investments Securities	228,935	148,682	228,935	148,682
Loans & Advances	163,536	94,153	163,536	94,153
	396,495	247,942	396,495	247,942

5. Operating Expenses				
Staff Expenses (Note 9a)	128,483	98,668	128,483	98,668
Technology and Communication	16,624	9,881	16,624	9,881
Advertising	647	1,401	647	1,401
Training	813	692	813	692
Audit fees	379	279	359	268
Directors fees	880	964	880	945
Depreciation of property and equipment	12,186	7,292	12,186	7,292
Amortisation of software	2,449	603	2,449	603
Donations	511	528	511	528
Administrative Expenses	35,222	23,013	35,222	23,013
Others	16,673	15,404	16,673	15,319
	214,867	158,725	214,847	158,610

5a. Staff Expenses				
Wages & Salaries	58,379	49,867	58,379	49,867
Staff Allowances	40,815	31,811	40,815	31,811
Social Security Fund Contributions	7,305	5,933	7,305	5,933
Provident Fund Contributions	6,947	5,622	6,947	5,622
Retirement Benefit Obligations	9,000	2,495	9,000	2,495
Restructuring Costs	-	-	-	-
Other Staff Costs	6,037	2,940	6,037	2,940
	128,483	98,668	128,483	98,668

	SEP 2013	SEP 2012
	GHS'000	GHS'000
6. Contingent Liabilities (GHS'000)	90,011	51,059

7. Capital Adequacy Ratio	19.0%	13.2%
8. Non-Performing Loan (NPL) Ratio	15.4%	176.6%
9. Default in Statutory Liquidity Requirement	Nil	Nil
10. Statutory Liquidity Sanction	Nil	Nil

THE FINANCIAL STATEMENTS DO NOT CONTAIN ANY UNTRUE STATEMENT, MISLEADING FACTS OR OMIT MATERIAL FACTS TO THE BEST OF OUR KNOWLEDGE.

Sign
DR. FRITZ A. GOCKEL
BOARD CHAIRMAN

Sign
SIMON DORNOO
MANAGING DIRECTOR