

CAL BANK LIMITED

**UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2017**

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30TH SEPTEMBER
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Interest Income	497,404	499,326	428,842	431,330
Interest Expense	(240,899)	(239,626)	(214,312)	(213,981)
Net Interest Income	256,505	259,700	214,530	217,349
Fees and Commissions Income	40,499	40,494	47,686	47,680
Fees and Commissions Expense	(2,730)	(2,730)	(3,392)	(3,392)
Net Fees and Commission Income	37,769	37,764	44,294	44,288
Net Trading Income	33,236	33,482	26,146	26,277
Other Operating Income	4,766	11,633	4,279	8,964
	38,002	45,115	30,425	35,241
Operating Income	332,276	342,579	289,249	296,878
Net Impairment Loss on Financial Assets	(49,075)	(49,075)	(33,590)	(33,590)
Personnel Expenses	(74,006)	(76,190)	(71,816)	(73,637)
Depreciation and Amortisation	(5,733)	(5,757)	(4,598)	(4,619)
Other Expenses	(53,175)	(54,862)	(45,283)	(46,597)
Profit Before Income Tax	150,287	156,695	133,962	138,435
Income Tax Expense	(41,119)	(43,054)	(46,217)	(47,515)
Profit For The Period	109,168	113,641	87,745	90,920
Other Comprehensive Income, Net of Income Tax Items that may be reclassified subsequently to profit or loss:				
Available-For-Sale Financial Assets	139	139	(58)	(58)
Total Comprehensive Income for the Period	109,307	113,780	87,687	90,862
Earnings Per Share (Ghana Cedis per share)				
Basic	0.1991	0.2073	0.1600	0.1658
Diluted	0.1991	0.2073	0.1600	0.1658

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2017
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Assets				
Cash and Cash Equivalents	653,333	668,855	509,204	521,869
Trading Assets	981,036	981,490	385,848	386,239
Investments (Other than Securities)	2,038	0	2,028	0
Loans and Advances to Customers	1,847,091	1,847,091	2,016,037	2,016,155
Investment Securities	0	4,638	0	59,204
Current Tax Assets	14,675	15,211	10,164	10,746
Deferred Tax Assets	6,007	6,019	10,192	10,217
Intangible Assets	17,345	17,345	7,653	7,653
Other Assets	78,649	81,772	71,919	73,817
Property, Plant and Equipment	267,290	267,380	176,508	176,603
Total Assets	3,867,464	3,889,802	3,189,553	3,262,503
Liabilities				
Deposits From Banks and Other Financial Institutions	126,606	125,707	56,967	55,986
Deposits From Customers	2,257,930	2,257,910	1,904,413	1,904,403
Borrowings	669,209	669,209	544,961	599,587
Current Tax Liabilities	0	292	0	200
Deferred Tax Liabilities	0	2	0	3
Other Liabilities	201,642	202,894	142,842	145,013
Total Liabilities	3,255,387	3,256,014	2,649,183	2,705,192
Shareholders' Equity				
Stated Capital	100,000	100,000	100,000	100,000
Income Surplus	222,153	244,373	228,861	246,499
Revaluation Reserve	63,412	62,903	19,430	18,733
Statutory Reserve	158,813	158,813	155,235	155,235
Credit Risk Reserve	74,103	74,103	28,138	28,138
Other Reserves	(6,404)	(6,404)	8,706	8,706
Total Shareholders' Equity	612,077	633,788	540,370	557,311
Total Liabilities and Shareholders' Equity	3,867,464	3,889,802	3,189,553	3,262,503

CAL BANK LIMITED
UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2017
in thousands of Ghana Cedis

	2017		2016	
	Bank	Group	Bank	Group
Cash Flows From Operating Activities				
Profit For The Period	109,168	113,641	87,745	90,920
Adjustments for:				
Depreciation And Amortisation	5,733	5,757	4,598	4,619
Impairment on Financial Assets	49,075	49,075	33,590	33,590
Net Interest Income	(256,505)	(259,700)	(214,530)	(217,349)
Income Tax Expense	41,119	43,054	46,217	47,515
	(51,410)	(48,172)	(42,379)	(40,705)
Change in Trading Assets	(305,609)	(305,652)	(148,052)	(148,761)
Change in Loans and Advances to Customers	101,392	101,392	(247,110)	(248,819)
Change in Other Assets	42,568	45,849	(10,632)	(12,532)
Change in Customer Deposits	(104,814)	(104,834)	321,488	321,473
Change in Deposits From Banks and Other Financial Institutions	59,148	62,904	(2,301)	(2,323)
Change in Other Liabilities and Provisions	54,380	46,168	27,097	31,820
	(152,935)	(154,174)	(59,510)	(59,142)
Interest and dividends received	479,493	481,415	419,679	422,279
Interest paid	(186,465)	(185,192)	(223,730)	(223,285)
Income Tax Paid	(54,977)	(57,420)	(62,500)	(62,501)
Net Cash Used In Operating Activities	33,706	36,457	31,559	36,646
Cash Flows From Investing Activities				
Purchase of Property and Equipment	(30,527)	(30,536)	(55,024)	(55,125)
Net Cash Used in Investing Activities	(30,527)	(30,536)	(55,024)	(55,125)
Cash Flows from Financing Activities				
Net Changes in Borrowings	96,399	96,399	(518,250)	(519,221)
Net Cash from Financing Activities	96,399	96,399	(518,250)	(519,221)
Net Change in Cash and Cash Equivalents	99,577	102,319	(541,715)	(537,700)
Cash and Cash Equivalents at 1st January	553,756	566,536	1,050,919	1,059,570
Cash and Cash Equivalents at 30th September 2017	653,333	668,855	509,204	521,870

SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants, Ghana (ICAG) and are consistent with those applied in the preparation of the annual consolidated financial statements.

QUANTITATIVE DISCLOSURES

		2017	2016
(i)	Capital Adequacy Ratio	22.3%	21.1%
(ii)	Non-Performing Loan Ratio	12.6%	8.4%

QUALITATIVE DISCLOSURES

(i) The Bank's dominant risks are: credit risk, liquidity risk, market risk and operational risk

(ii) **Risk management framework**

The Board of Directors has overall responsibility for the establishment and oversight of the Bank's risk management framework. There are in place the Risk Management and Audit sub-committees of the Board and an established Asset and Liability committee (ALCO) which are responsible for developing and monitoring risk management policies in their specified areas.

The Bank's risk management policies are established to identify and analyse the risks faced by the Bank, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions, products and services offered. The Bank, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment, in which all employees understand their roles and obligations.

The process followed in risk management for the period ended 30th September, 2017 are consistent with those followed for the year ended 31st December, 2016.

(iii)		2017	2016
	Default in Statutory Liquidity (Times)	Nil	Nil
	Default in Statutory Liquidity Sanction (GH¢'000)	Nil	Nil

"The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge."

FRANK B. ADU JNR.
Managing Director

PHILIP OWIREDU
Executive Director