

# **CALBANK LIMITED**

**UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE QUARTER ENDED 31 MARCH 2018**

**CALBANK LIMITED**
**UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2018**
*in thousands of Ghana Cedis*

	2018		2017	
	Bank	Group	Bank	Group
Interest Income	180,800	181,995	158,171	158,861
Interest Expense	(93,054)	(92,892)	(85,899)	(85,835)
<b>Net Interest Income</b>	<b>87,746</b>	<b>89,103</b>	<b>72,272</b>	<b>73,026</b>
Fees and Commissions Income	15,496	15,495	11,230	11,228
Fees and Commissions Expense	(945)	(945)	(997)	(997)
<b>Net Fees and Commission Income</b>	<b>14,551</b>	<b>14,550</b>	<b>10,233</b>	<b>10,231</b>
Net Trading Income	6,216	6,559	16,891	16,978
Other Income	3,198	5,759	3,404	5,009
	<b>9,414</b>	<b>12,318</b>	<b>20,295</b>	<b>21,987</b>
<b>Operating Income</b>	<b>111,711</b>	<b>115,971</b>	<b>102,800</b>	<b>105,244</b>
Net Impairment Loss on Financial Assets	(14,896)	(14,896)	(16,445)	(16,445)
Personnel Expenses	(27,112)	(27,958)	(23,031)	(23,706)
Depreciation and Amortisation	(2,595)	(2,603)	(1,688)	(1,696)
Other Expenses	(21,235)	(21,670)	(16,805)	(17,268)
<b>Profit Before Income Tax</b>	<b>45,873</b>	<b>48,844</b>	<b>44,831</b>	<b>46,129</b>
Income Tax Expense	(13,762)	(14,760)	(13,915)	(14,385)
<b>Profit For The Period</b>	<b>32,111</b>	<b>34,084</b>	<b>30,916</b>	<b>31,744</b>
<b>Other Comprehensive Income, Net of Income Tax Items that may be reclassified subsequently to profit or loss:</b>				
Available-For-Sale Financial Assets	6,619	6,619	(2,768)	(58)
<b>Total Comprehensive Income for the Period</b>	<b>38,730</b>	<b>40,703</b>	<b>28,148</b>	<b>31,686</b>
<b>Earnings Per Share (Ghana Cedis per share)</b>				
Basic	0.0586	0.0622	0.0564	0.0579
Diluted	0.0586	0.0622	0.0564	0.0579

**CALBANK LIMITED**
**UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2018**
*in thousands of Ghana Cedis*

	2018		2017	
	Bank	Group	Bank	Group
<b>Assets</b>				
Cash and Cash Equivalents	543,251	560,421	689,962	705,127
Investment Securities	1,583,679	1,589,153	900,779	905,700
Loans and Advances to Customers	2,054,321	2,054,321	1,821,973	1,821,973
Investments in Subsidiaries	2,038	0	2,038	0
Current Tax Assets	0	466	37,275	37,810
Deferred Tax Assets	17,706	17,706	6,007	6,020
Intangible Assets	17,426	17,426	7,931	7,931
Other Assets	71,337	76,869	167,057	168,557
Property, Plant and Equipment	293,156	293,236	257,171	257,277
<b>Total Assets</b>	<b>4,582,914</b>	<b>4,609,598</b>	<b>3,890,193</b>	<b>3,910,395</b>
<b>Liabilities</b>				
Deposits From Banks and Other Financial Institutions	56,579	55,196	103,577	102,701
Deposits From Customers	2,777,363	2,777,343	2,309,428	2,309,408
Borrowings	908,689	908,689	769,709	769,709
Current Tax Liabilities	1,362	1,362	0	533
Deferred Tax Liabilities	0	2	0	2
Other Liabilities	169,861	171,312	204,173	206,837
<b>Total Liabilities</b>	<b>3,913,854</b>	<b>3,913,904</b>	<b>3,386,887</b>	<b>3,389,190</b>
<b>Shareholders' Equity</b>				
Stated Capital	100,000	100,000	100,000	100,000
Income Surplus	310,171	337,315	156,971	175,548
Revaluation Reserve	63,526	63,016	63,413	62,735
Statutory Reserve	167,326	167,326	149,031	149,031
Credit Risk Reserve	28,581	28,581	55,786	55,786
Other Reserves	(544)	(544)	(21,895)	(21,895)
<b>Total Shareholders' Equity</b>	<b>669,060</b>	<b>695,694</b>	<b>503,306</b>	<b>521,205</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>4,582,914</b>	<b>4,609,598</b>	<b>3,890,193</b>	<b>3,910,395</b>

**CALBANK LIMITED**
**UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2018**
*in thousands of Ghana Cedis*

	2018		2017	
	Bank	Group	Bank	Group
<b>Cash Flows From Operating Activities</b>				
Profit For The Period	32,111	34,084	30,916	31,744
<b>Adjustments for:</b>				
Depreciation And Amortisation	2,595	2,603	1,688	1,696
Impairment on Financial Assets	14,896	14,896	16,445	16,445
Net Interest Income	(87,746)	(89,103)	(72,272)	(73,026)
Income Tax Expense	13,762	14,760	13,915	14,385
	<b>(24,382)</b>	<b>(22,760)</b>	<b>(9,308)</b>	<b>(8,756)</b>
Change in Investment Securities	(104,532)	(102,671)	(202,146)	(209,650)
Change in Loans and Advances to Customers	(200,647)	(200,647)	101,918	111,398
Change in Other Assets	(20,298)	(16,118)	(71,642)	(70,313)
Change in Customer Deposits	349,162	349,142	(50,518)	(50,538)
Change in Deposits From Banks and Other Financial Institutions	(28,334)	(24,405)	40,201	39,898
Change in Other Liabilities and Provisions	51,416	51,527	61,072	62,105
	<b>46,767</b>	<b>56,828</b>	<b>(121,115)</b>	<b>(117,100)</b>
Interest and dividends received	165,442	171,629	168,171	168,861
Interest paid	(103,066)	(102,904)	(77,501)	(77,938)
Income Tax Paid	(14,235)	(15,097)	(7,318)	(8,057)
<b>Net Cash Used In Operating Activities</b>	<b>70,526</b>	<b>87,696</b>	<b>(47,071)</b>	<b>(42,990)</b>
<b>Cash Flows From Investing Activities</b>				
Purchase of Property and Equipment	(16,524)	(16,524)	(5,261)	(6,957)
<b>Net Cash Used in Investing Activities</b>	<b>(16,524)</b>	<b>(16,524)</b>	<b>(5,261)</b>	<b>(6,957)</b>
<b>Cash Flows from Financing Activities</b>				
Net Changes in Borrowings	(23,127)	(23,127)	188,538	188,538
<b>Net Cash from Financing Activities</b>	<b>(23,127)</b>	<b>(23,127)</b>	<b>188,538</b>	<b>188,538</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>30,875</b>	<b>48,045</b>	<b>136,206</b>	<b>138,591</b>
Cash and Cash Equivalents at 1 January	512,376	512,376	553,756	566,536
<b>Cash and Cash Equivalents at 31 March 2018</b>	<b>543,251</b>	<b>560,421</b>	<b>689,962</b>	<b>705,127</b>

## 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

		<b>2018</b>	<b>2017</b>
(i)	Capital Adequacy Ratio	21.8%	19.5%
(ii)	Non-Performing Loan Ratio	10.3%	9.2%

## 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 31st March, 2018 are consistent with those followed for the year ended 31st December, 2017.

(iii)		<b>2018</b>	<b>2017</b>
	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