

UNAUDITED INCOME STATEMENT

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

| INCOME STATEMENT | Group | Group | Bank | Bank |
|--|-----------------|-----------------|-----------------|-----------------|
| | 2010 | 2009 | 2,010 | 2009 |
| | GHC 000 | GHC 000 | GHC 000 | GHC 000 |
| Interest and similar income | 36,515 | 28,032 | 34,966 | 27,081 |
| Interest expense and similar charges | (10,095) | (12,753) | (9,272) | (11,839) |
| Net interest income | 26,419 | 15,279 | 25,694 | 15,242 |
| Fee and commission income | 10,206 | 8,927 | 10,056 | 7,991 |
| Fee and commission expense | (259) | (327) | (255) | (327) |
| Net fee and commission income | 9,947 | 8,600 | 9,801 | 7,664 |
| Lease income | 1,069 | 1,100 | 1,069 | 1,090 |
| Dividend income | 391 | 1 | 391 | 1 |
| Net trading income | 4,160 | 7,040 | 4,172 | 7,488 |
| Gains less losses from investment securities | 0 | | | |
| Other operating income | 2,676 | 493 | 2,754 | 493 |
| Net operating income before impairment losses | 44,662 | 32,513 | 43,880 | 31,977 |
| Impairment losses on loans and advances | (3,779) | (2,208) | (3,779) | (2,208) |
| Net operating income | 40,883 | 30,305 | 40,101 | 29,770 |
| Operating expenses | (23,650) | (14,130) | (23,519) | (13,642) |
| PROFIT BEFORE INCOME TAX | 17,234 | 16,175 | 16,582 | 16,128 |
| Income tax expenses | (5,222) | (3,639) | (5,074) | (3,629) |
| PROFIT AFTER TAX | 12,012 | 12,535 | 11,508 | 12,499 |

Attributable to:

| | | |
|-------------------------------|---------------|---------------|
| Equity holders of the company | 12,055 | 12,724 |
| Minority interest | (43) | (189) |
| | 12,012 | 12,535 |

UNAUDITED BALANCE SHEET

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

| BALANCE SHEET | Group 2010 GHC 000 | Group 2009 GHC 000 | Bank 2010 GHC 000 | Bank 2009 GHC 000 |
|---|-----------------------------------|-----------------------------------|----------------------------------|----------------------------------|
| Cash and balances with Central Banks | 125,160 | 82,047 | 122,509 | 82,047 |
| Government securities | 311,133 | 189,789 | 283,965 | 172,927 |
| Placements, loans & advances to banks | 283,719 | 250,814 | 292,526 | 253,470 |
| Trading securities | 1,922 | 7,082 | 1,922 | 7,082 |
| Loans & advances to customers | 461,548 | 449,710 | 455,572 | 449,707 |
| Investment securities: available for sale | 30,705 | 18,754 | 20,183 | 18,754 |
| Investment in subsidiary | 0 | | 6,320 | 5,600 |
| Intangible assets | 3,567 | 4,132 | 3,567 | 4,132 |
| Property, plant and equipment | 43,679 | 23,531 | 42,314 | 23,527 |
| Others assets | 63,189 | 42,014 | 62,340 | 36,135 |
| TOTAL ASSETS | 1,324,620 | 1,067,873 | 1,291,217 | 1,053,382 |
| Deposits from banks | 56,220 | 150,132 | 125,086 | 152,019 |
| Deposits from customers | 878,891 | 677,028 | 798,454 | 665,470 |
| Other liabilities | 89,272 | 59,818 | 72,429 | 58,515 |
| Long term borrowings | 82,812 | 83,814 | 82,812 | 83,814 |
| Total Liabilities | 1,107,195 | 970,791 | 1,078,781 | 959,817 |
| Share capital | 100,000 | 16,401 | 100,000 | 16,401 |
| Reserves | 118,957 | 81,493 | 112,436 | 77,164 |
| Shareholders' equity | 218,957 | 97,894 | 212,436 | 93,565 |
| Minority interest | (1,533) | -811 | | |
| Total equity | 217,424 | 97,082 | 212,436 | 93,565 |
| TOTAL LIABILITIES AND EQUITY | 1,324,620 | 1,067,873 | 1,291,217 | 1,053,382 |

CONSOLIDATED CASH FLOW STATEMENT

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

| | Group | | Bank | |
|--|------------------|------------------|------------------|------------------|
| | 2010 | 2009 | 2010 | 2009 |
| Cash flows from operating activities | | | | |
| Interest paid | (8,278) | (12,753) | (7,454) | (11,839) |
| Interest received | 36,515 | 28,032 | 34,966 | 27,081 |
| Net fees and commissions receipts | 9,947 | 8,600 | 9,801 | 7,664 |
| Other income received | 2,676 | 493 | 2,754 | 493 |
| Dividend received | 391 | 1 | 391 | 1 |
| Net trading income | 3,508 | 7,040 | 3,519 | 7,488 |
| Lease income | 1,069 | 1,100 | 1,069 | 1,090 |
| Payments to employees and suppliers | (21,604) | (12,508) | (21,474) | (12,019) |
| Tax paid | (5,112) | (3,598) | (4,914) | (3,489) |
| Cash flows from operating activities before changes in operating assets and liabilities | 19,110 | 16,407 | 18,657 | 16,469 |
| Changes in operating assets and liabilities | | | | |
| Loans and advances | (5,389) | (48,179) | (7,110) | (52,249) |
| Other assets | (72,322) | 32,997 | (79,431) | 24,799 |
| Investment securities | (6,342) | (2,256) | 4,180 | (2,256) |
| Customer deposits | (43,187) | (5,678) | (64,356) | 16,643 |
| Other liabilities | 5,242 | 14,771 | (1,939) | 9,471 |
| Net cash generated from operating activities | (121,998) | (8,345) | (148,655) | (3,591) |
| Cash flow from investing activities | | | | |
| Purchase of property and equipment | (336) | (473) | (1,405) | (473) |
| Purchase of software | - | (1,943) | - | (1,943) |
| Proceeds from sale of equipment | 60 | 10 | 60 | 10 |
| Investment in associate | | | | |
| Government securities | (45,810) | (100,110) | (38,076) | (99,057) |
| Net cash used in investing activities | (46,085) | (102,516) | (39,421) | (101,463) |
| | | | | |
| | | | | |
| | | | | |
| Repayment of borrowed funds | | | | |
| Proceeds from borrowed funds | - | 22,031 | - | 22,031 |
| Net cash generated from/(used in) financing activities | - | 22,031 | - | 22,031 |
| Net gain on exchange rate changes on cash and cash equivalents | | | | |
| Net increase in cash and cash equivalents | (148,973) | (72,422) | (169,420) | (66,553) |
| Cash and cash equivalents at beginning of year | 576,516 | 310,377 | 534,252 | 277,314 |
| Cash and cash equivalents at the end of the year | 427,543 | 237,955 | 364,832 | 210,761 |

DISCLOSURES

1. The consolidated financial statements have been prepared in accordance with International Financial Reporting standards

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 2009

3. Contingent liabilities

| Group | Group |
|----------------|----------------|
| 2010 | 2009 |
| 193,744 | 215,445 |

| Bank | Bank |
|----------------|----------------|
| 2010 | 2009 |
| 193,744 | 215,445 |

4. Earnings per share

0.05

0.07

0.05

0.07

5. The financial statements do not contain any untrue statements, miselading facts or omit material facts, to the best of my knowledge.

Signed

Samuel Ashitey Adjei

Signed

Frances Adu-Mante