

CAL Bank

UN-AUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2010

CAL Bank Limited

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	2009	2010	2009
Interest Income	53,174	45,313	53,166	45,344
Interest Expense	(26,418)	(32,356)	(26,390)	(32,282)
Net Interest Income	26,756	12,957	26,776	13,062
Fees and Commissions Income	7,991	4,826	7,991	4,826
Fees and Commissions Expense	(545)	(226)	(545)	(233)
Net Fees and Commissions	7,446	4,600	7,446	4,593
Net Trading Income	3,430	8,727	3,707	8,401
Other Income	771	451	1,513	1,004
	4,202	9,178	5,220	9,405
Total Income	38,404	26,735	39,442	27,060
Impairment Charges and Credit Provisions	(7,048)	(440)	(7,048)	(440)
Net Operating Income	31,356	26,295	32,394	26,620
Staff Costs	(10,442)	(9,540)	(10,794)	(9,862)
Administration and General Expenses	(8,409)	(6,716)	(8,573)	(6,844)
Depreciation and Amortisation	(1,653)	(1,368)	(1,776)	(1,482)
Total Operating Expenses	(20,504)	(17,624)	(21,142)	(18,188)
Share of Post-tax Profit of Associated Company	-	-	(122)	97
Operating Profit	10,852	8,671	11,252	8,432
Income Tax	(3,473)	(2,515)	(3,590)	(2,592)
Profit Before Income Tax	10,852	8,671	11,130	8,529
Profit For The Period	7,379	6,156	7,540	5,937
Basic Earnings Per Share (Ghana Cedis per share)	0.0308	0.0374	0.0315	0.0361
Diluted Earnings Per Share (Ghana Cedis per share)	0.0308	0.0372	0.0315	0.0359

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30TH SEPTEMBER 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	2009	2010	2009
Interest Income	17,057	17,585	17,054	17,568
Interest Expense	(7,289)	(12,285)	(7,282)	(12,221)
Net Interest Income	9,768	5,300	9,772	5,347
Fees and Commissions Income	2,532	1,976	2,532	1,976
Fees and Commissions Expense	(197)	(72)	(197)	(74)
Net Fees and Commissions	2,335	1,904	2,335	1,902
Net Trading Income	1,522	2,239	1,652	2,358
Other Income	301	215	555	409
	1,824	2,454	2,207	2,767
Total Income	13,927	9,658	14,314	10,016
Impairment Charges and Credit Provisions	(2,169)	1,168	(2,169)	1,168
Net Operating Income	11,758	10,826	12,145	11,184
Staff Costs	(3,724)	(3,231)	(3,855)	(3,341)
Administration and General Expenses	(3,417)	(2,753)	(3,397)	(2,832)
Depreciation and Amortisation	(582)	(490)	(624)	(530)
Total Operating Expenses	(7,723)	(6,474)	(7,875)	(6,703)
Share of Post-tax Profit of Associated Company	-	-	(84)	89
Operating Profit	4,035	4,352	4,270	4,481
Income Tax	(1,428)	(1,435)	(1,468)	(1,471)
Profit Before Income Tax	4,035	4,352	4,186	4,570
Profit Attributable to Equity Holders	2,607	2,917	2,718	3,099

UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	2009	2010	2009
Assets				
Cash and balances with Bank of Ghana	84,326	22,111	84,326	22,111
Items in Course of Collection from Other Banks	3,749	3,385	3,749	3,385
Investment in Government Securities	104,589	62,456	104,705	62,556
Due from Banks and Other Financial Institutions	31,351	44,010	34,253	44,924
Loans and Advances to Customers	212,250	211,201	212,373	211,084
Investment in Other Securities	95	378	467	1,371
Investment in Associated Company	407	407	1,094	1,136
Investment in Subsidiaries	718	730	-	-
Other Assets	7,971	14,703	8,263	14,893
Current Tax Assets	-	27	-	71
Property and Equipment	27,706	14,909	27,926	15,272
Total Assets	473,163	374,317	477,158	376,803
Liabilities				
Customer Deposits	283,471	194,628	285,082	194,808
Due to Banks and Other Financial Institutions	15,056	21,097	15,179	21,097
Borrowings	84,573	113,384	84,573	113,384
Accruals and Other Liabilities	12,008	1,730	12,502	2,093
Current Tax Liabilities	1,099	-	1,105	66
Deferred Tax Liabilities	1,757	3,124	1,757	3,124
Total Liabilities	397,965	333,963	400,198	334,572
Shareholders' Equity				
Stated Capital	25,750	8,298	25,750	8,298
Statutory Reserve Fund	13,501	10,976	13,501	10,976
Capital Surplus	16,418	4,356	16,213	4,048
Income surplus	1,260	16,974	3,227	19,159
Other Reserves	18,269	(250)	18,269	(250)
Total Shareholders' Equity	75,198	40,354	76,960	42,231
Total Liabilities and Shareholders' Equity	473,163	374,317	477,158	376,803

UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2010

in thousands of Ghana Cedis

	The Bank		The Group	
	2010	2009	2010	2009
Profit for the Period	7,379	6,156	7,540	5,937
Other comprehensive Income				
Net change in fair value	878	1,506	878	1,506
Revaluation Gain on Properties	12,044	-	12,044	-
Total Comprehensive Income for the Period	20,301	7,662	20,461	7,443

UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30TH SEPTEMBER 2010

in thousands of Ghana Cedis

	The Group	
	2010	2009
Profit Before Tax for the Period	11,130	8,529
Adjustments for:		
Depreciation And Amortisation	1,776	1,482
Impairment on Financial Assets	7,048	440
Dividend Received	(26)	(8)
Share-Based Payment Expenses	-	413
Change in Fair Value of Investment Securities Recognised in Income Statement	(161)	372
Associated Company Profit	122	(97)
Provision for Loss in Value of Associated Company	4	62
Accretion of Deferred Income	270	107
	20,164	11,300
Change in Investment Portfolio	(28,088)	(18,071)
Change in Loans and Advances to Customers	(4,980)	(27,251)
Change in Other Assets	(3,003)	(8,757)
Change in Customer Deposits	13,614	32,380
Change in Amounts Due to Banks and Other Financial Institutions	5,652	6,865
Change in Accruals and Other Liabilities	(4,534)	1,919
Income Tax Paid	(3,005)	(1,629)
Net Cash Flows from Operating Activities	(4,180)	(3,244)
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(3,106)	(1,879)
Disposal of Treasury Shares	1,118	(38)
Net Cash Used in Investing Activities	(1,988)	(1,917)
Cash Flows from Financing Activities		
Dividend Income	26	8
Dividends Paid	(2,866)	(2,412)
Net Changes in Borrowings	(9,291)	(2,208)
Proceeds from Shares Issued	750	26
Net Cash from Financing Activities	(11,381)	(4,586)
Net Change in Cash and Cash Equivalents	(17,549)	(9,747)
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	139,878	80,167
Net Change in Cash and Cash Equivalents	(17,549)	(9,747)
Cash and Cash Equivalents at 30th September 2010	122,329	70,420
Analysis of Cash and Cash Equivalents for the Period Ended		
Cash and Balances with Bank of Ghana	84,326	22,111
Due From Other Banks	34,253	44,924
Items in Course of Collection from Other Banks	3,749	3,385
Total Cash and Cash Equivalents at 30th September 2010	122,329	70,420

1. REPORTING ENTITY

CAL Bank Limited (the "Bank") is a bank incorporated in Ghana. The consolidated financial statements of the Bank comprise the Bank and its subsidiaries (together referred to as the "Group"). The Group operates with a universal banking license that allows it to undertake all banking and related activities including asset management and brokerage services.

(a) Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and its interpretations adopted by the International Accounting Standards Board (IASB).

2. BASIS OF PREPARATION

(b) Basis of measurement

The financial statements are prepared on the historical cost basis except for the following assets and liabilities that are stated at their fair value: financial instruments that are fair value through profit or loss and financial instruments classified as available-for-sale.

Contingent Liabilities in respect of letters of credit and guarantees and indemnities not provided for in the financial statements amounted to GH¢91.48 million (2009: GH¢41.62 million).

"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

KWASI TUMI
Deputy Managing Director