

CAL Bank [®] UN-AUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30TH JUNE 2011

CAL Bank Limited

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30TH JUNE 2011

in thousands of Ghana Cedis

	The Bank		The Group	
	2011	2010	2011	2010
Interest Income	34,474	36,117	34,676	36,112
Interest Expense	(16,110)	(19,129)	(16,110)	(19,108)
Net Interest Income	18,364	16,988	18,566	17,004
Fees and Commissions Income	7,303	5,459	7,303	5,459
Fees and Commissions Expense	(309)	(348)	(309)	(348)
Net Fees and Commissions	6,994	5,111	6,994	5,111
Net Trading Income	2,926	1,908	3,096	2,055
Other Income	1,095	470	1,509	958
Total Income	29,379	24,477	30,165	25,128
Impairment Charges and Credit Provisions	(5,808)	(4,879)	(5,808)	(4,879)
Net Operating Income	23,571	19,598	24,357	20,249
Staff Costs	(8,249)	(6,718)	(8,538)	(6,939)
Administration and General Expenses	(5,566)	(4,992)	(6,231)	(5,176)
Depreciation and Amortisation	(1,326)	(1,071)	(1,409)	(1,152)
Total Operating Expenses	(15,141)	(12,781)	(16,178)	(13,267)
Operating Profit	8,430	6,817	8,179	6,982
Share of Post-tax Profit of Associated Company	-	-	(125)	(38)
Profit Before Income Tax	8,430	6,817	8,054	6,944
Income Tax	(2,529)	(2,045)	(2,578)	(2,122)
Profit For The Period	5,901	4,772	5,476	4,822
Basic Earnings Per Share (Ghana Cedis per share)	0.0238	0.0199	0.0221	0.0202
Diluted Earnings Per Share (Ghana Cedis per share)	0.0238	0.0199	0.0221	0.0202

UN-AUDITED CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS ENDED 30TH JUNE 2011

in thousands of Ghana Cedis

	The Bank		The Group	
	2011	2010	2011	2010
Interest Income	17,419	17,479	17,562	17,479
Interest Expense	(8,633)	(9,140)	(8,633)	(9,135)
Net Interest Income	8,786	8,339	8,929	8,344
Fees and Commissions Income	4,062	2,859	4,062	2,859
Fees and Commissions Expense	(224)	(271)	(224)	(271)
Net Fees and Commissions	3,838	2,588	3,838	2,588
Net Trading Income	1,070	581	1,233	753
Other Income	914	216	1,140	493
Total Income	14,608	11,724	15,140	12,178
Impairment Charges and Credit Provisions	(3,203)	(2,155)	(3,203)	(2,155)
Net Operating Income	11,405	9,569	11,937	10,023
Staff Costs	(4,161)	(3,650)	(4,312)	(3,766)
Administration and General Expenses	(3,074)	(2,805)	(3,380)	(2,785)
Depreciation and Amortisation	(680)	(588)	(721)	(629)
Total Operating Expenses	(7,915)	(7,043)	(8,413)	(7,180)
Operating Profit	3,490	2,526	3,524	2,843
Share of Post-tax Profit of Associated Company	-	-	(115)	-
Profit Before Income Tax	3,490	2,526	3,409	2,843
Income Tax	(1,047)	(757)	(1,077)	(805)
Profit Attributable to Equity Holders	2,443	1,769	2,332	2,038

UN-AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2011

in thousands of Ghana Cedis

	The Bank		The Group	
	2011	2010	2011	2010
Assets				
Cash and balances with Bank of Ghana	52,426	78,352	52,310	78,352
Items in Course of Collection from Other Banks	5,915	2,588	5,915	2,588
Investment in Government Securities	102,813	70,083	102,944	70,199
Due from Banks and Other Financial Institutions	91,324	72,198	99,853	74,784
Loans and Advances to Customers	292,922	237,568	292,575	237,516
Investment in Other Securities	6	90	1,724	422
Investment in Associated Company	407	407	482	1,094
Investment in Subsidiaries	718	718	-	-
Other Assets	13,902	8,765	14,151	9,117
Current Tax Assets	-	-	49	52
Property and Equipment	28,878	27,131	28,978	27,392
Total Assets	589,311	497,900	598,981	501,516
Liabilities				
Customer Deposits	371,079	304,772	379,346	306,657
Due to Banks and Other Financial Institutions	15,961	12,914	15,615	12,914
Borrowings	104,276	89,153	104,276	89,153
Accruals and Other Liabilities	14,204	15,357	14,471	15,566
Current Tax Liabilities	536	409	504	437
Deferred Tax Liabilities	380	1,757	380	1,757
Total Liabilities	506,436	424,362	514,592	426,484
Shareholders' Equity				
Stated Capital	27,724	25,750	27,724	25,750
Statutory Reserve Fund	15,333	12,389	15,333	12,389
Capital Surplus	15,362	16,418	15,134	15,984
Income surplus	6,855	1,249	8,597	3,177
Other Reserves	17,601	17,732	17,601	17,732
Total Shareholders' Equity	82,875	73,538	84,389	75,032
Total Liabilities and Shareholders' Equity	589,311	497,900	598,981	501,516

UN-AUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30TH JUNE 2011

in thousands of Ghana Cedis

	The Bank		The Group	
	2011	2010	2011	2010
Profit for the Period	5,901	4,772	5,476	4,822
Other comprehensive Income				
Net change in fair value	415	852	415	852
Revaluation Gain on Properties	-	12,044	-	12,044
Total Comprehensive Income for the Period	6,316	17,668	5,891	17,718

UN-AUDITED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30TH JUNE 2011

in thousands of Ghana Cedis

	The Group	
	2011	2010
Profit Before Tax for the Period	8,054	6,944
Adjustments for:		
Depreciation And Amortisation	1,409	1,152
Impairment on Financial Assets	5,808	4,879
Profit on Sale of Property and Equipment	8	-
Dividend Received	-	(12)
Change in Fair Value of Investment Securities Recognised in Income Statement	1,809	(67)
Associated Company Loss/(Profit)	125	38
Provision for Loss in Value of Associated Company	553	89
Employee Benefit Expenses	13	260
Accretion of Deferred Income	445	-
	18,224	13,283
Change in Investment Portfolio	15,015	6,507
Change in Loans and Advances to Customers	(42,260)	(27,776)
Change in Other Assets	(5,307)	(3,828)
Change in Customer Deposits	92,801	33,977
Change in Amounts Due to Banks and Other Financial Institutions	1,546	3,388
Change in Accruals and Other Liabilities	(2,067)	965
Income Tax Paid	(3,807)	(1,332)
Net Cash Flows from Operating Activities	74,145	25,184
Cash Flows From Investing Activities		
Purchase of Property and Equipment	(2,524)	(1,948)
Proceeds from Sale of Equipment	(8)	-
Disposal of Treasury Shares	(91)	888
Net Cash Used in Investing Activities	(2,623)	(1,060)
Cash Flows from Financing Activities		
Dividend Income	-	12
Dividends Paid	(3,035)	(2,866)
Net Changes in Borrowings	(7,670)	(6,174)
Proceeds from Shares Issued	605	750
Net Cash from Financing Activities	(10,100)	(8,278)
Net Change in Cash and Cash Equivalents	61,422	15,846
Analysis of Changes in Cash and Cash Equivalents for the Period		
Cash and Cash Equivalents at 1st January	96,656	139,878
Net Change in Cash and Cash Equivalents	61,422	15,846
Cash and Cash Equivalents at 30th June 2011	158,078	155,724
Analysis of Cash and Cash Equivalents for the Period Ended 30th June		
Cash and Balances with Bank of Ghana	52,310	78,352
Due From Other Banks	99,853	74,784
Items in Course of Collection from Other Banks	5,915	2,588
Total Cash and Cash Equivalents at 30th June 2011	158,078	155,724

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.

2. BASIS OF PREPARATION

(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).

(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.

"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

PHILLIP OWIREDU
Executive Director