

Un-Audited Consolidated Financial Statement for the Period Ended 30th June, 2007

UN-AUDITED CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30TH JUNE 2007

	2007		2006	
	The Bank c'm	The Group c'm	The Bank c'm	The Group c'm
Interest Income	110,498	110,670	74,890	74,924
Interest Expense	(56,370)	(56,247)	(29,630)	(29,594)
Net Interest Income	54,128	54,423	45,260	45,330
Commissions and Fees	19,890	21,354	16,272	16,336
Other Operating Income	28,965	30,591	22,074	22,294
Operating Income	102,983	106,368	83,606	83,960
Operating Expense	(58,507)	(59,867)	(34,646)	(34,986)
Charge For Bad and Doubtful Debts	(5,495)	(5,495)	(18,326)	(18,326)
Operating Profit	38,981	41,006	30,634	30,648
Other Income	-	624	-	330
Profit before Taxation	38,981	41,630	30,634	30,978
Taxation	(9,745)	(10,251)	(7,658)	(7,663)
National Reconstruction Levy	-	-	(766)	(766)
Profit after Tax Transferred to Income Surplus Account	29,236	31,379	22,210	22,549

UN-AUDITED CONSOLIDATED INCOME SURPLUS ACCOUNT FOR THE PERIOD ENDED 30TH JUNE 2007

Balance at 1st January	49,256	56,356	27,026	32,615
Net Profit Transferred from Profit & Loss Account	29,236	31,379	22,210	22,549
Transfer to Statutory Reserve Fund	(7,309)	(7,309)	(5,552)	(5,552)
Balance at the end of period	71,183	80,426	43,684	49,612
Earnings per Share (cedis per share)	180	193	141	144

UN-AUDITED CONSOLIDATED BALANCE SHEET AS AT 30TH JUNE 2007

ASSETS				
Cash and Balances with Bank of Ghana	101,515	101,515	41,802	41,802
Government Securities	326,731	329,746	305,661	306,705
Due From Other Banks and Financial Institutions	281,543	283,543	113,728	113,899
Investment in Other Securities	21,620	31,111	21,596	30,908
Loans and Advances	1,061,157	1,061,157	607,523	607,523
Investment in Subsidiaries	7,100	-	7,100	-
Other Assets	26,287	27,327	22,257	22,506
Property and Equipment	117,005	117,059	58,765	58,765
Taxation	2,637	2,437	385	363
TOTAL ASSETS	1,945,595	1,953,895	1,178,817	1,182,471
LIABILITIES				
Customers Deposits	1,107,503	1,107,725	780,423	778,313
Due to Banks and other Financial Institutions	41,629	40,126	19,527	19,307
Interest Payable and Other Liabilities	99,579	101,533	37,307	37,363
Borrowings	417,337	417,337	136,625	136,625
Deferred Taxation	8,622	8,622	3,452	3,452
TOTAL LIABILITIES	1,674,670	1,675,343	977,334	975,060
SHAREHOLDERS' FUNDS				
Stated Capital	75,238	75,238	71,428	71,428
Statutory Reserve Fund	66,678	66,678	53,547	53,547
Capital Surplus	57,826	56,210	32,824	32,824
Income Surplus	71,183	80,426	43,684	49,612
Total Shareholders' Funds	270,925	278,552	201,483	207,411
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	1,945,595	1,953,895	1,178,817	1,182,471

UN-AUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2007

	2007 c'm	2006 c'm
Net Cash flow from Operating Activities	107,802	(124,360)
Returns on Investments and Servicing of Finance:		
Dividend Received	-	33
Dividend Paid	(11,329)	(8,639)
Taxation		
Taxes Paid	(12,190)	(7,633)
Investing Activities		
Purchase of Property and Equipment	(23,716)	(10,890)
Investments in other securities	(5,766)	8,666
	(29,482)	(2,224)
Financing Activities		
Increase in Borrowings	19,498	20,276
Proceeds from issue of Shares	3,810	-
Net Cash Flow from Financing Activities	23,308	20,276
Increase/(Decrease) in Cash and Cash Equivalents	78,109	(122,547)
Analysis of Changes in Cash and Cash Equivalent during the Period		
Balance at 1st January	306,949	278,248
Net Cash Flow	78,109	(122,547)
Balance at the end of the period	385,058	155,701
Analysis of Cash and Cash Equivalent		
Cash and Balance with Bank of Ghana	101,515	41,802
Due From other Banks and Financial Institutions	283,543	113,899
	385,058	155,701

NOTES TO THE UN-AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE 2007

The accounting policies followed for the period ended 30th June 2007 are consistent with those followed in the annual financial statements for the year ended 31st December 2006.

Reconciliation of Operating Profit and Net Cash Flow from Operating Activities

Profit before taxation	41,630	30,978
Items not involving cash flow:		
Depreciation	7,826	3,693
Charge for Bad and Doubtful Debts	5,495	18,326
Revaluation Gain in GGILB	-	895
Associated Company Profit	(624)	(330)
Net Cash Inflow from Trading Activities	54,327	53,562
Dividend Received	-	(33)
Increase in Investment other than those held for trade	(39,401)	(114,671)
Increase in loans and advances	(209,851)	(227,929)
Increase in other Assets Accounts	(8,747)	(11,054)
Increase in Deposits	257,396	170,501
Increase in Interest payable and other liabilities	42,770	2,301
Increase in Amounts due to other banks	11,308	2,963
Net Cash flow from Operating Activities	107,802	(124,360)

The Group's profitability compared to the previous year has improved by 39%. This has been achieved on the strength of an increase in the balance sheet size of 65%. Management is poised on improving upon the growth rate achieved in the first half of the year to enhance stakeholder value.

Earning per Share is based on 162,245,605 (2006:157,076,009) ordinary shares in issue at the end of the balance sheet date.

Contingent liabilities in respect of letters of credit and guarantees and indemnities not provided for in the financial statements amounted to c295 billion (31st December 2006: c391 billion)

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

George V. Okoh
CHAIRMAN

Frank B. Adu Jnr
MANAGING DIRECTOR