

Annual Report 2006



**GHANA
COMMERCIAL
BANK LTD.**

We serve you better

GCB congratulates All its valued
Shareholders on the

10th
ANNIVERSARY
of listing on the stock exchange

Ten years ago, you decided to be part of
our success story.



Ayekoo!

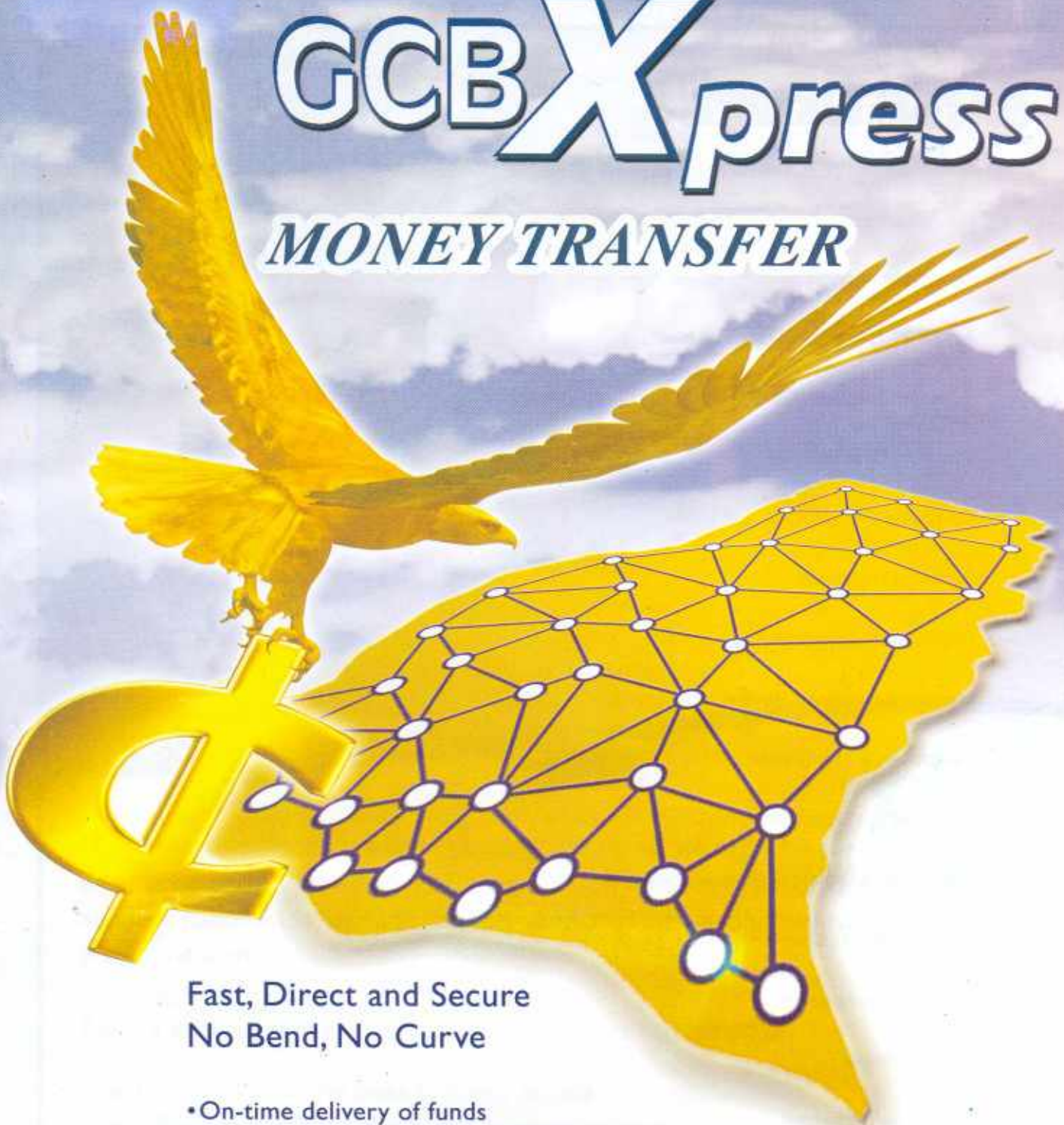


**GHANA
COMMERCIAL
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We Serve You Better

GCB Xpress

MONEY TRANSFER



Fast, Direct and Secure
No Bend, No Curve

- On-time delivery of funds
- Secure code as proof of transfer
- No limit to amounts transferred
- Available to customers and non-customers...

The GCB XPRESS MONEY TRANSFER is the most efficient means of sending money locally to family members, friends, students and business partners.

Anytime you consider moving funds within Ghana choose GCB XPRESS MONEY TRANSFER.

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CONTENTS

	Page
Corporate Mission	3
Notice of 13th Annual General Meeting	4
Board of Directors, Officials and Registered Office	5
Profile of Directors	6
Corporate Governance	8
Financial Highlights	9
Chairman's Statement	10
Managing Director's Review of Operations	13
Performance at a Glance	17
Report of the Directors	18
Statement of Directors' Responsibilities	20
Report of the Auditors	21
Profit & Loss Account	22
Balance Sheet	23
Cash Flow Statement	24
Notes to the Financial Statements	25
Head Office & List of Branches	38
Proxy Form	

Corporate Mission



"To be the established leader in banking, satisfying the expectations of customers and shareholders, providing a full range of cost efficient and high quality services nation-wide, through the optimization of information technology and efficient branch network".

For the achievement of this mission, the Bank is committed to:

- The provision of first class customer service
- Focusing on our core business/competencies-banking.
- Constant improvements in the use of information technology.
- Ensuring that staff are well motivated and have a conducive work environment.
- Recruiting and retaining the best human resources to carry out the bank's mandate.
- Applying best practices in internal policies, procedures, processes and service delivery.
- Constant improvement in shareholder value.



**GHANA
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NOTICE OF 13TH ANNUAL GENERAL MEETING

Notice is hereby given that the 13th Annual General Meeting of Ghana Commercial Bank Limited will be held at the Accra International Conference Centre on Friday, 30th March, 2007 at 10.00 a.m. to transact the following business:-

1. To receive and consider the Accounts for the year ended 31st December, 2006 with the reports of the Directors and Auditors thereon.
2. To declare a dividend for the year ended 31st December, 2006.
3. To re-elect the following directors retiring by rotation:
 - i. Kwabena Gyima Osei-Bonsu
 - ii. Franklin Asamoah
 - iii. Joe Ofori
4. To approve the remuneration of Directors.
5. To authorise the Directors to determine the fees of the Auditors.

Dated 8th Day of February, 2007

BY ORDER OF THE BOARD



HELEN ADDO (MRS)
SECRETARY

NOTES:

1. A member of the company entitled to attend and vote is entitled to appoint a proxy to attend and vote in his/her stead. A proxy need not also be a member.
2. A form of proxy is enclosed and for it to be valid for the purpose of the meeting it must be completed and deposited at the Share Registry, Ghana Commercial Bank Ltd., Head Office, High Street, Accra, not less than 48 hours before the meeting.

BOARD OF DIRECTORS, OFFICIALS AND REGISTERED OFFICE

BOARD OF DIRECTORS

CHAIRMAN

KWABENA GYIMA OSEI-BONSU

MANAGING DIRECTOR

LAWRENCE NEWTON ADU-MANTE

OTHER DIRECTORS

ROKO FRIMPONG
MARTIN MENSAH
CECILIA NYANN (MRS.)
EBENEZER MOSES DEBRAH (DR.)
FRANKLIN KWABENA ASAMOAH
JOE OFORI
KOJO MENSAH
PETER AUGUSTUS OCRAN
SAMUEL NII-NOI ASHONG (DR.)

SECRETARY

HELEN ADDO (MRS.)

MANAGEMENT

LAWRENCE NEWTON ADU-MANTE - MANAGING DIRECTOR

ROKO FRIMPONG - DEPUTY MANAGING DIRECTOR
(OPERATIONS)

MARTIN MENSAH - DEPUTY MANAGING DIRECTOR
(FINANCE)

AUDITORS

PANNELL KERR FORSTER
CHARTERED ACCOUNTANTS
FARRAR AVENUE
P.O. BOX 1219
ACCRA

REGISTRAR

GHANA COMMERCIAL BANK LIMITED
SHARE REGISTRY OFFICE
HIGH STREET
ACCRA

REGISTERED OFFICE

GHANA COMMERCIAL BANK BUILDING
THORPE ROAD
HIGH STREET
ACCRA

PROFILE OF DIRECTORS

Mr. Kwabena Gyima Osei-Bonsu

Non-Executive Director - Mr. Osei-Bonsu joined the Board in September, 2001 and was subsequently appointed Chairman of the Board of Directors. He has a Bachelor of Laws Degree, LLB (Hons) and is a Barrister at Law, having been called to the British Bar in 1962. He is an experienced private legal practitioner. He has served the country in several capacities. He was a Director of Ghana Commercial Bank from 1966 to 1967, Commissioner for Information in the Government of the National Liberation Council in 1967, Hon. Member of Parliament for Asokwa from 1969 - 1972, and Minister of State for National Security and Chief of State Protocol in the Second Republic (1969-1972).

Mr. Lawrence Newton Adu-Mante

Managing Director - Mr. Lawrence Newton Adu-Mante joined the Board in December, 2003 and holds a B.Sc. Honours Degree in Economics and a Master of Business Administration (MBA) Degree with specialization in Finance and Strategic Management. He joined the Bank in 1972 and was appointed Deputy Managing Director responsible for Finance in 2003 and Managing Director on 11th February 2005. Prior to these appointments he was the General Manager of the Planning and Research Division of the Bank. He serves on the Boards of Ghana International Bank, Plc,

UK, Mondex Ghana Ltd. and Development Finance & Holding Ltd. and was at various times a director of Fidelity Discount House Ltd. and a member of the Greater Accra and Ghana Hockey Associations.

Mr. Roko Frimpong

Deputy Managing Director (Operations) - Mr. Roko Frimpong holds B.A and Masters Degree in Economics.

Before joining the Bank, he had held several positions including Vice-President and Senior Credit Officer, Caribbean Division of the First National Bank of Boston; Managing Director of Banque Intercontinentale (Haiti); Risk Management Consultant, on secondment to SSB Ltd. from West African Enterprise Capital (subsidiary of Blakeney Management, London, U.K.)

He also serves on the Boards of GcNet, Mondex Ghana Ltd. and Development Finance & Holdings Ltd. and is the Chairman of the Board of Activity Venture Finance Company.

Mr. Martin Mensah

Deputy Managing Director (Finance) - Mr. Martin Mensah joined the Board in May, 2005. He holds a B.Sc. Degree, Major in Mathematics, and a Master of Business Administration (MBA) Degree with specialization in Finance. He joined the Bank in 1973 and was appointed Deputy Managing Director responsible for Finance in May, 2005. Prior

to his appointment he was the General Manager of the Treasury and Branch Operations Divisions of the Bank from 1999 to 2001 and 2001 - 2005, respectively.

He serves on the Boards of Development Finance & Holdings Ltd. and Shell (Gh.) Ltd

Mr. Franklin Kwabena Asamoah

Non-Executive Director - Mr. Asamoah joined the Board in March, 1999. He has a Bachelor of Laws Degree (LLB Hons.) as well as a Masters Degree in Law (LLM). He is presently a private legal practitioner and consultant and the Head of Asamoah Legal Services, a Kumasi based law firm. He acts as a Consultant/Solicitor for a number of agencies, both local and foreign. He is also the Diocesan Solicitor/Consultant as well as the Chairman of the Diocesan Development Committee of the Roman Catholic Diocese of Obuasi in the Ashanti Region.

Mr. Peter Augustus Ocran

Non-Executive Director - Mr. Ocran joined the Board in March, 1999. He holds a B.Sc. Degree and Masters Degree in Economics. He was, between 1981-1984, a Chief Manager of the Bank and was at different times the Head of the Credit Management, Development and Agricultural Finance, and the Research Departments of the Bank. He has also held various positions in other organisations in Ghana and abroad and

PROFILE OF DIRECTORS

worked for several years as UNDP Chief Technical Advisor to the Uganda Commercial Bank.

Dr. Samuel Nii-Noi Ashong

Non-Executive Director - Dr. Ashong joined the Board in September, 2001. He has a PhD in Economics.

In April 2005, he rejoined the team of Research Fellows at the Center for Policy Analysis (CEPA) where he had previously served from January 1996 to mid- April 2003. Between April 2003 and April 2005 he was the Minister of State responsible for Economic Planning. He has held several other positions including visiting Professor at the National Urban League, New York, and Lead Analyst/Subject Matter Expert at AT&T Consumer Communications Services, New Jersey, U.S.A. He is also a director of the National Board for Small-Scale Industries (NBSSI), the Chairman of the Boards of Mondex Ghana Ltd. and the Venture Capital Trust Fund and a member of the Board of The Capital Group Ltd.

Dr. Ebenezer Moses Debrah

Non-Executive Director - Dr. Debrah joined the Board in September, 2001. He has a Bachelor of Arts Degree in History B.A. (Hons) and Doctor of Laws, Honoris Causa from three Universities in the United States of America.

He has served the country in several capacities including High Commissioner of Ghana to the United Kingdom, Australia, Malaysia and Papua New Guinea and Ambassador of

Ghana to Ethiopia and the United States of America between 1963 and 1980. He was Secretary to the Cabinet and Head of the Ghana Civil Service between 1973 to 1977. He has also served as a Commonwealth and UNDP Consultant in Diplomatic Service Training and Management for a number of countries including Papua New Guinea, Zimbabwe, the Kingdom of Lesotho, Namibia and Liberia. He has received a number of awards including Member of the Star of Ghana (MSG) 2006, Member of the Order of the Volta (MV) 1975, national awards for meritorious service to Ghana and the Ghana Civil Service Certificate of Merit and Badge in 2002.

He is currently the Chairman of the Eastern Region Lands Commission, the Chairman of the Ghana Civil Service Council and a member of the ECOWAS Council of Elders.

He is an Honorary Fellow of Legon Hall, University of Ghana, Legon.

Mr. Joe Ofori

Non-Executive Director - Mr. Ofori joined the Board in September, 2001. He has a Bachelor of Laws Degree LLB (Hons) and a Master of Laws Degree (LLM) with specialisation in corporate and commercial law.

He was a Deputy Registrar (Legal Duties) at the West African Examinations Council between 1992 and 1993 and is currently a private legal consultant to a number of companies and firms.

He is also a director of Cosmos Forex Bureau Ltd.

Mr. Kojo Mensah

Non-Executive Director - Mr. Kojo Mensah joined the Board in August 2002. He is a Public Relations Practitioner, having graduated at the Regent Street Polytechnic, London, followed with Public Relations at the Graduate School of Journalism, Columbia University, New York in the USA in 1963. He, at different times, served as Press Liaison Officer to the President and the Government of Ghana (1961-62) and Assistant Press Secretary to Her Majesty Queen Elizabeth II and His Royal Highness Prince Philip during their Royal Visit to Ghana in 1961. He is presently the Managing Director of HASNEM Enterprise Limited (Public Relations and Business Consultants).

Mrs. Cecilia Nyann

Non- Executive Director - Mrs. Cecilia Nyann joined the Board in March, 2003. She is a chartered accountant by profession and a Fellow of the Institute of Taxation. She was a Partner of Deloitte & Touche for fourteen (14) years and now the Managing Partner of Intellisys, a firm of chartered accountants. She served on the board of Bank of Ghana between 1999 and 2001. Mrs. Nyann is the Vice President of The Institute of Chartered Accountants (Ghana) and a council member of The Association of Accountancy Bodies in West Africa (ABWA)

Introduction

The Bank recognises the importance of good corporate governance as a means of controlling and sustaining the long term viability of the business.

Board of Directors

The Board of Directors is responsible for ensuring the prosperity of the Bank by collectively directing its affairs and satisfying all its stakeholders.

Audit & Finance Committee

Mr. Peter Augustus Ocran	-	Chairman
Mr. Kwabena Gyima Osei-Bonsu	-	Member
Dr. Samuel Nii-Noi Ashong	-	Member
Mr. Joe Ofori	-	Member
Mrs. Cecilia Nyann	-	Member

The Committee reviews and makes recommendations to the Board on policy and operational issues related to the Bank's audit, inspection and financial management processes.

Remuneration Committee

Mr. Kwabena Gyima Osei-Bonsu	-	Chairman
Mr. Peter Augustus Ocran	-	Member
Dr. Ebenezer Moses Debrah	-	Member
Dr. Samuel Nii-Noi Ashong	-	Member
Mrs. Cecilia Nyann	-	Member

The Committee reviews the remuneration of the Executive Management and General Managers and makes recommendations to the Board.

Legal & Public Relations Committee

Mr. Franklin Kwabena Asamoah	-	Chairman
Mr. Joe Ofori	-	Member
Dr. Ebenezer Moses Debrah	-	Member
Mr. Kojo Mensah	-	Member

The Committee, deals with legal matters as well as the media, and makes recommendations to the Board.

FINANCIAL HIGHLIGHTS

	2006	2005
Profit Before Tax (¢'m)	392,147	233,714
Total Assets (¢'m)	7,792,016	5,890,201
Stated Capital (¢'m)	120,000	20,000
Total Reserves & Income Surplus (¢'m)	919,004	725,771
Customers Deposits (¢'m)	6,345,727	4,729,940
Total Loans and Advances (¢'m)	3,761,856	3,018,285
Number of Branches	133	133
Number of Employees	2,160	2,180
E. P. S. (¢)	1,576.65	781.97



Mr. K. G. Osei-Bonsu
Board Chairman

Introduction

On behalf of my fellow Board Members, I warmly welcome you to the 13th Annual General Meeting of your Bank - Ghana Commercial Bank Limited - to present to you the 2006 Annual Report and Financial Statements.

The year under review was characterized by some challenges coupled with stiff competition and falling interest rates. However, all these took place in a relatively stable macroeconomic environment.

Dear shareholders, your continuous holding of GCB shares are indicative of the trust you have in the future of this Bank. For this show of trust and confidence, I the Chairman of the Board, my colleague Board Members, Executive Management and staff are grateful.

Operating Environment

In 2006, we operated in an environment where the global economy expanded at a

robust pace. Prices of crude oil remained high and even rose to \$78 per barrel.

In response, prices of petroleum products were adjusted upwards in Ghana. Inflation which had declined from 14.6% in January to a single digit of 9.5% in April began to rise when prices of petroleum products were adjusted upwards. Thus inflation edged up to 10.2% in May and rose further to 11.4% in July. The upward trend was, however, reversed in August with the year-end figure standing at 10.5%.

The Bank of Ghana Prime Rate remained at 14.5% almost throughout the year till it was reduced to 12.5% in December. Interest rates on money market instruments also declined correspondingly. Base rates of banks, including that of GCB, also declined accordingly.

Improvement in Gross International Reserves and increase in inward remittances contributed towards a relatively stable Cedi. In the year under review, the Cedi depreciated only marginally by 1.3% against the United States dollar.

2006 Operating Results

I am pleased to report that, we remained committed to enhancing profitability and creating value for our shareholders. Profit Before Tax (PBT) stood at €392 billion. This represented a 68% increase over the 2005 figure of €234 billion. In addition, Shareholders Funds increased from €726 billion to €919 billion; an increase of 27%. Furthermore, Earnings Per Share (EPS) was up 102% to €1,576 from €782.

Dividend

A dividend of €550 per share, amounting to €90.8 billion representing 35.5% of Profit After Tax and 37.5% above that of last year has been proposed by the Board of Directors.

This payout ratio is in line with the dividend policy of the Bank. Most importantly, the retained earnings would partially fulfill the investment requirements of your Bank.

Strategic Progress

The year 2006 was one of great change and achievement for your Bank. Our Management Team successfully networked all the 133 branches and 10 agencies of the Bank.

Your Bank obtained a Universal Banking License in the latter part of the year. Strategies have been formulated to take advantage of the opportunities that such licensing provides, including investment

banking, brokerage services and development banking.

Year 2007 marks the last year under the current Corporate Plan and so we look forward to completing programmes in process re-engineering, branch development and branding, product development and innovation as well as human resource development.

Corporate Governance

Our corporate governance policies and procedures comply with standards required by the regulatory authorities as well as with international standards. Towards this end, the Bank fully participated in discussions on the International Financial Reporting Standards (IFRS). Your Bank will adopt the new standards for the 2007 financial statements.

Social Responsibilities

We have remained committed to our responsibilities towards the communities in which we are active and towards the nation as a whole. In this respect, the Bank contributed financially towards the Ghana @ 50 celebration, Ghana Heart Foundation, Sickle Cell Foundation, Ghana Education Service, Ghana National Trust Fund and Farmers Day Celebration, among others.

Outlook for 2007

The Bank's performance in 2006 gives indication of a promising 2007. Further automation and ICT - based products will be given

CHAIRMAN'S STATEMENT

prime attention to boost income generation and thus higher shareholder value.

Acknowledgement

On behalf of the Board, I would like to thank Management and staff for their hard work during a year in which visible achievements have been realized and a strong foundation laid for growth.

To you our shareholders, let me extend our utmost appreciation for the invaluable contribution towards the growth of the Bank. Without your support the achievements of the Bank so far would only have been a dream.

And to my fellow Directors, I wish to congratulate you on your treasured support and direction to Management.

I trust that with this display of dedication our Bank will see more positive results in the ensuing years.

Thank you.



Mr. K.G. Osei-Bonsu
Board Chairman



Mr. Franklin K. Asamoah
Board Member



Dr. Samuel Nii-Noi Ashong
Board Member



Mrs. Cecilia Nyann
Board Member



Dr. Ebenezer Moses
Debrah
Board Member



Mr. Joe Ofori
Board Member



Mr. Kojo Mensah
Board Member



Mr. Peter A. Ocran
Board Member



Mrs. Helen Addo
Board Secretary

Introduction

The year, 2006 has been good for the Bank, albeit in the face of some challenges. Prudent management of the economy resulted in low inflation of 10.3 per cent and appreciable GDP growth rate of 6.2 per cent at year-end. Interest rates, therefore, continued their downward trend in line with the decline of Bank of Ghana's Prime Rate.

Competition continued to intensify in the industry with the advent of new entrants. This phenomenon is not expected to go away since the Government's effort at stabilizing the economy has made the business environment more conducive and attractive to investors.

The upward adjustments in the prices of petroleum products adversely impacted on the operational expenses of the Bank. Despite these developments, the Bank did not relent in its efforts at pursuing its strategic agenda and continued to step-up its efforts at the realization of its objectives. We have worked hard and been able to implement some of the long-term objectives in the year mainly through internal resources. I am happy to inform you that we have achieved positive results, which have translated into a relatively reasonable profit for shareholders.



Mr Lawrence Newton Adu-Mante
Managing Director

Universal Banking Licence

The Bank transferred a sum of €100.0 billion from its Income Surplus Account to Stated Capital Account to enable it meet the minimum Stated Capital requirement for a Universal Banking Licence in the course of the year. The Bank has since been licensed as a universal bank.

Performance

In response to the fall in investment returns, the Bank had to restructure its asset portfolio and place more emphasis on the creation of loan assets as against investment assets. Thus Gross Loans and Advances rose from €3,018.3 billion in 2005 to €3,761.8 billion in 2006. This represents an increase of 24.6 per cent. Investment in

Government Securities also increased by 19.2 per cent from €1,813.5 billion in 2005 to €2,162.2 billion in 2006. The apparent rise in investment was the result of a conversion of hard-core overdraft portion of €1.1 trillion into Government of Ghana Bonds to rationalize crude oil financing.

The Bank adopted efficient methods during the year under review in managing these assets culminating in a rise in interest income from €841.0 billion in 2005 to €1,024.0 billion indicating a growth of 21.8 per cent. Of this, income from Loans and Advances rose by 53.3 per cent whilst that from investments declined by 7.6 per cent over the 2005 levels. Clearly, Loans and Advances out-performed Investments. This was due to quality management



Mr. Roko Frimpong
Deputy Managing Director
(Operations)

of our Loan Assets. Only 3.0 per cent of Gross Loans were classified as non-performing in 2006 compared to 15.0 per cent recorded in the previous year.

This achievement was as a result of improved loan recovery effort that led to the Bank recovering a sizable proportion of sticky loans. Furthermore due to investments in Information and Communications Technology (ICT) and good risk management practices, the incidence of unauthorized facilities and overdrawn balances were reduced substantially. In addition, we took pains to ensure that the Advances portfolio was managed in such a way that its budgetary allocation was not exceeded.

Other Operating Income rose from ₵13.1 billion to ₵26.6 billion in 2006.

Profit Before Tax increased from ₵233.7 billion in 2005 to ₵392.1 billion in 2006 representing a phenomenal increase of 67.7 per cent over the 2005 level. Shareholders' funds thus increased by an appreciable 26.6 per cent or ₵193.2 billion.

Operating Expenses rose from the 2005 level of ₵729.4 billion to ₵818.6 billion in 2006. This represents a rise of ₵89.2 billion or 12.2 per cent. Provision for Bad and Doubtful Debts decreased from ₵73.6 billion in 2005 to ₵16.7 billion in 2006 indicating a fall of ₵56.9 billion or 77.3 per cent. This achievement stemmed from improved credit management practices.



Mr. Martin Mensah
Deputy Managing Director (Finance)

Total Assets increased by ₵1,901.7 billion in 2006 from ₵5,890.2 billion in 2005 to ₵7,792.0 billion. In percentage terms, this constitutes 32.3 per cent. The significant increase is as a result of huge increases in Government Securities as well as Loans and Advances. Loans and Advances increased from ₵3,018.3 billion in 2005 to ₵3,761.8 billion in 2006, recording a jump of ₵752 billion or 24.6 per cent. Similarly, Investments in Government Securities rose to ₵2,162.2 billion in 2006 from ₵1,813.5 billion in 2005 registering an increase of ₵348.7 billion or 19.2 per cent.

As expected, the Bank continues to support the petroleum industry substantially. Funding the petroleum sector is synonymous to supporting the whole economy of the nation and hugely reflects the social responsibility of the Bank, the profit aspect notwithstanding.

A significant portion of Loans went to the Small and Medium Scale Enterprises (SME) and the Non-Traditional Exports sector. During the year, as much as ₵150.0 billion was disbursed among the SMEs alone. The SME loan portfolio thus rose from ₵43.4 billion to ₵193.4 billion in 2006.

Total Deposits grew by ₵1,615.8 billion or 34.2 per cent from ₵4,729.9 billion in 2005 to

MANAGING DIRECTOR'S REVIEW OF OPERATIONS

₵6,345.7 billion by the end of 2006. Of this amount, 44.2 per cent is in Current Accounts, 35.2 per cent in Savings Accounts and the rest made up of Time Deposits.

Information And Communications Technology (ICT)

The Bank made great strides in terms of ICT during the year under review. As at the end of December 2005, seventy-seven (77) branches were linked to the GCB Wide Area Network (WAN). By the end of 2006, however, all one hundred and thirty-three (133) branches and ten (10) agencies had been hooked on to the WAN and the FLEXCUBE Software. This great feat has built a huge infrastructural capacity for the Bank. We are, as a result, in the process of developing new products which are web-based.

We have invested significantly in a manner to secure the Bank's entire ICT infrastructure and environment, since its mission-critical systems and ICT would be exposed on the World-Wide Web with the introduction of Internet Banking. Security in the form of firewalls has been provided for the Bank's Systems at the Data Centre. Access Control systems and other forms of Security have been implemented at the Bank's Training School and Staff have been trained to maintain the secured environment put in place.

By the beginning of the year, twenty-two (22) Automated Teller Machines (ATM) had been installed at various branches. As at the end of the year 2006, additional twenty-eight had been successfully installed, making the overall total of fifty (50) ATMs. These ATMs are spread evenly across the entire network of the Bank.

The Bank is also migrating from the existing ATM platform which runs on the CR2 Software to a more robust one, the Postillion, and will enable the Bank share its ATM platform and services with other Banks and Branded Card Business Partners as well as with Point of Sale terminal services.

Product Development

In line with our product development plans, our Instant Money Xpress Transfer Service also known as the GCB XPRESS MONEY TRANSFER was fully launched during the year. The GCB Xpress can be used for all types of payments. It eliminates the inconvenience of carrying huge sums of money on one-self whilst travelling and saves people from attacks by robbers. Both customers and non-accountholders can use this product. We have in place ICT infrastructure for Internet Banking facilities. This will soon be launched. It has the advantage of providing On-The-Spot financial information and access to secondary account information. A customer can also give instructions to his bankers on issues of cheque-

book requisition, funds transfer and statement of accounts requisition, to mention a few.

There are plans to also develop the ATM Funds Transfer option. With this product, a customer will be equipped to transfer funds from his account into a third party account easily. When it becomes operational, most banking halls will become de-congested thereby providing greater convenience to the customer through real time service delivery.

In addition, the Bank has developed the Excel-for-Sales product which ensures that Savings Withdrawal Books and Cheque-books are dispensed in the quickest possible time, making customer turn-around time very short.

Small And Medium Enterprises (SMEs)

The Bank continues to deepen its relationships with SMEs throughout the Country. As a result, significant strides have been made in terms of deposit mobilization and Assets creation. The number of SME customers increased substantially during the year.

This achievement was due to the quality assets management concept adopted by the Bank.

Again efforts were made to take the banking service to SME clients by reaching out to them at the various sectors. At regular intervals SME Clinics were organized during which

existing and potential SME customers were made aware of available Products. They were also trained in basic bookkeeping and accounting methods, credit documentation, international trade finance and marketing of products to mention a few. In view of these forms of training given to the SME group, some of these customers are being nurtured into corporate entities. Advisory Services are also provided to them at various levels of business development.

SME clients in the non-traditional exports sector receive support from our International Banking Division underscoring our support, in both the export trade and local business development.

Human Resource Management

The Cultural Change Programme intended to change the perception and mindset of employees and propel the Bank towards the realization of its Corporate Mission is still on-going. In particular, a number of initiatives have been launched to instill discipline in staff with a view to getting them fully engaged. Some of these initiatives include awards for exceptional performance and innovation among others.

The Bank has also continued with its extensive staff-training programme with emphasis on computer applications. This training impacted on our successful Rollout of all 133

branches on Wide Area Network.

As part of efforts aimed at improving productivity throughout the Bank's network, we have instituted an annual awards scheme for Branches whereby Branches that achieve excellence are awarded BRANCH OF THE YEAR. The award is in the form of a Certificate of Commendation and Cash Prizes.

Furthermore, a few young graduates with potential for managing branches were interviewed and appointed as Branch Managers or deputies with a view to replacing ageing Branch Managers with more vibrant and energetic graduates.

Outlook

The year 2007 is the last year under the current Corporate Plan and we expect to achieve the following:

- Rationalize processes.
- Increase the number of ATMs from 50 to about 100 by December 2007.
- Complete clustering of key activities of Branches.
- Step-up petroleum import financing.

Conclusion

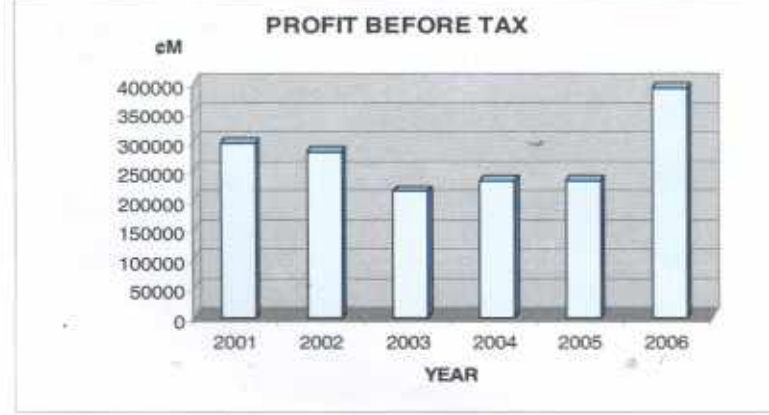
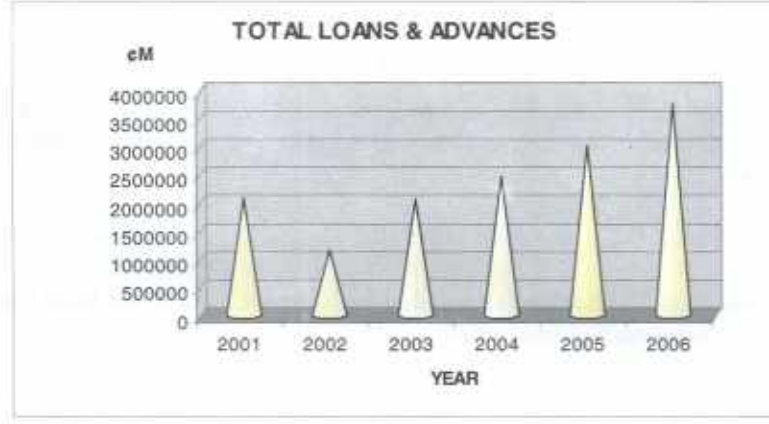
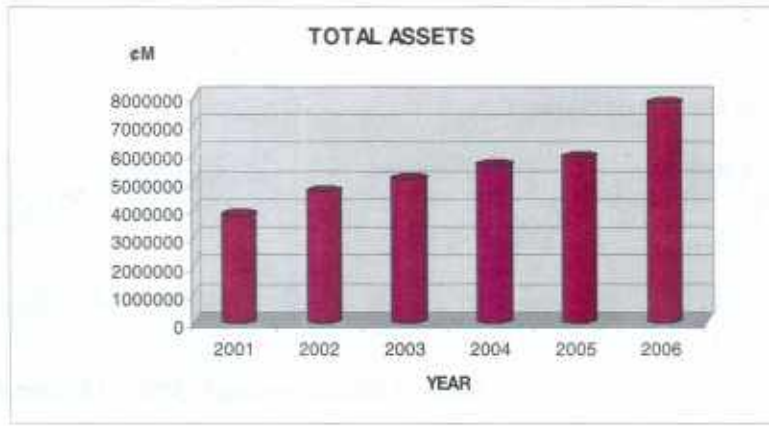
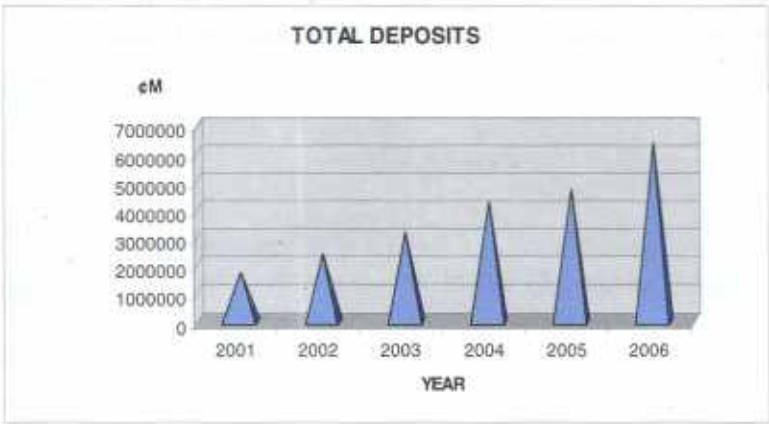
With all these investments in place, it is our fervent hope that the year 2007 will see greater returns. At the center of all these changes is the customer. Greater emphasis will be placed on identifying customer needs and expectations and meeting them to their utmost satisfaction. By extension this should result in improved shareholder value

On behalf of management and staff I express my sincerest appreciation to you for your continuous support to the Bank. To the Board of Directors, I extend our gratitude for their able leadership and direction. And to the staff of GCB, I say thank you in recognition of your hard work and dedicated service to the Bank. And finally, I express my sincerest thanks to our numerous customers and all other stakeholders without whose patronage and support the Bank would not be where it is now.

Thank You.



L. N. Adu-Mante



Report of the Directors

The Directors in submitting to the Shareholders the Consolidated Financial Statements of the Bank and its subsidiary for the year ended 31st December, 2006 report as follows: -

	€Million
Profit before Tax for the year ended 31st December, 2006	392,147
From which is deducted Taxation and Reconstruction Levy of	132,000
Giving a Profit for the year after Taxation of	260,147
Less: Transfer to Statutory Reserve	32,518
Giving Profit for the Year after taxation and Transfer for Statutory Reserve of	227,629

Nature of Business and Corporate Status

The Bank was incorporated as a public limited liability company on 7th September, 1994 and is listed on the Ghana Stock Exchange. The public holds 35.67%, SSNIT 30.02% and the Government of Ghana, 34.31% of the Bank's shares.

During the month of June 2006 the Bank increased its stated capital from €20 billion to €120 billion.

Further, in the month of October 2006 the Bank of Ghana granted GCB a Universal Banking License to operate as a Universal Bank.

Re- Election of Directors

Mr. Kwabena Gyimah Osei-Bonsu, Mr. Franklin Asamoah and Mr Joe Ofori will be retiring by rotation at the Annual General Meeting and being eligible will be offering themselves for re-election.

Technology

The Bank has networked all its 133 branches as well as its 10 agencies and has launched the GCB Xpress Money Transfer, a computer based product.

Subsidiary

Development Finance & Holdings Limited, a company incorporated in Ghana to undertake investments, is a wholly owned subsidiary of the Bank.

Report of the Directors

Auditors

Pannell Kerr Forster will continue in office as Auditors of the Bank in accordance with Section 134 (5) of the Companies Code, 1963 (Act 179).

Acknowledgement

The Board of Directors takes this opportunity to express its sincere thanks to you our shareholders for your support, to our customers for their patronage, and to the Management and Staff for their dedicated service in year 2006.

Dated this 8th Day of February, 2007

By Order of the Board



CHAIRMAN



DIRECTOR

Statement of Directors' Responsibilities

The Companies Code 1963, (Act 179) and the Banking Act of 2004 (Act 673) require the Directors to cause to be prepared financial statements for each financial period which give a true and fair view of the state of affairs of the Bank and the Group and of the Profit and Loss of the Group and the Bank for that period. In preparing those financial statements the Directors are required to:

- ◆ select suitable accounting policies and apply them consistently;
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ◆ to ensure that the financial statements are prepared on the going concern basis unless it is inappropriate to presume that the Bank and Group will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Bank and the Group which enable them to ensure that the financial statements comply with the Companies Code 1963, (Act. 179) and the Banking Act of 2004 (Act 673). They are also responsible for safeguarding the assets of the Bank and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above statement which should be read in conjunction with statement of the Auditors responsibilities set out on page 21 is made with a view to distinguishing for shareholders the respective responsibilities of the Directors and the Auditors in relation to the financial statements.

Report of the Auditors

We have audited the accompanying balance sheet of the Ghana Commercial Bank Limited as of 31st December 2006 and the related statements of income and cash flows for the year then ended. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of Directors and Auditors

The financial statements are the responsibility of the Bank's Directors. Our responsibility is to express an independent opinion on these financial statements based on our audit.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

The Bank and its subsidiary have kept proper books of accounts with which the financial statements are in agreement. The Bank's transactions were within its powers and it has complied with minimum paid up capital required under the Banking Act of 2004 (Act 673).

In our opinion the financial statements give a true and fair view of the state of affairs of the Bank and its subsidiary as at 31st December 2006 and of the Profit of the Group and Cashflows for the year then ended and comply with the Companies Code, 1963 (Act 179), the Banking Act of 2004 (Act 673) and Ghana Accounting Standards.

FARRAR AVENUE
ACCRA



PANNELL KERR FORSTER
CHARTERED ACCOUNTANTS

8th Day of February, 2007

Profit and Loss Account
for the year ended 31st December

	Notes	THE GROUP		THE BANK	
		2006 €m	2005 €m	2006 €m	2005 €m
Interest Income	4	1,024,054	841,026	1,024,054	841,026
Interest Expense	5	(149,863)	(140,157)	(149,863)	(140,157)
Net Interest Income		874,191	700,869	874,191	700,869
Fee and Commission Income		313,706	234,422	313,706	234,422
Other Operating Income	6	26,571	13,058	18,631	6,483
Operating Income		1,214,468	948,349	1,206,528	941,774
Operating Expenses	8	(818,623)	(729,373)	(816,026)	(727,475)
Provision for Bad and Doubtful Debts	10	(16,590)	(73,591)	(16,590)	(73,591)
Net Operating Profit		379,255	145,385	373,912	140,708
Other Income	7	12,892	88,329	12,892	88,329
Profit before Taxation		392,147	233,714	386,804	229,037
National Reconstruction Levy	11c	(12,607)	(17,295)	(12,607)	(17,178)
Taxation	11a	(119,393)	(87,394)	(118,791)	(85,241)
Profit after Tax Transferred to Income Surplus		260,147	129,025	255,406	126,618

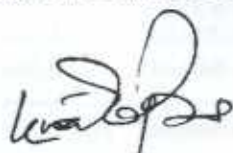
INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006

BALANCE AT 1 JANUARY		525,323	412,426	514,734	403,943
Prior Year Adjustment: Proposed Dividend	35b	0	61,875	0	61,875
Balance as at 1 January Re-stated		525,323	474,301	514,734	465,818
Net Profit from Profit and Loss Account		260,147	129,025	255,406	126,618
Transfer to Statutory Reserve Fund		(32,518)	(16,128)	(31,926)	(15,827)
Transfer to Stated Capital		(100,000)	0	(100,000)	0
Dividend paid		(66,000)	(61,875)	(66,000)	(61,875)
BALANCE AT 31 DECEMBER		586,952	525,323	572,214	514,734

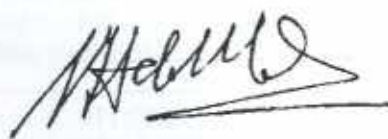
Balance Sheet as at 31st December

	Notes	THE GROUP		THE BANK	
		2006 €m	2005 €m	2006 €m	2005 €m
ASSETS					
Cash and Balances with Bank of Ghana	12	738,374	747,390	725,203	736,661
Government Securities	13	2,162,180	1,813,535	2,155,954	1,811,518
Due from Other Banks and Financial Institutions	14	843,745	367,566	843,745	367,566
Investment In Other Securities	18	62,713	46,465	50,208	31,811
Loans and Advances to Customers	15	3,645,385	2,561,574	3,645,385	2,561,574
Investment in Subsidiary	19	0	0	1	1
Other Assets	20	107,792	161,086	107,605	161,036
Taxation	11a	0	31,027	0	32,993
Property, Plant & Equipment	21	231,827	161,558	231,822	161,553
TOTAL ASSETS		7,792,016	5,890,201	7,759,923	5,864,713
LIABILITIES					
Customers Deposits	22	6,345,727	4,729,940	6,345,727	4,729,940
Due to Other Banks and Financial Institutions	24	6,405	8,452	6,405	8,452
Borrowings	25	0	20,000	0	20,000
Interest Payable and Other Liabilities	26	492,947	406,038	491,645	405,379
Taxation	11a	27,933	0	25,798	0
TOTAL LIABILITIES		6,873,012	5,164,430	6,869,575	5,163,771
SHAREHOLDERS' FUND					
Stated Capital	27	120,000	20,000	120,000	20,000
Share Deals	33	1,000	1,000	1,000	1,000
Capital Surplus	32	15,792	16,706	4,075	4,075
Income Surplus		586,952	525,323	572,214	514,734
Statutory Reserve Fund	31	195,260	162,742	193,059	161,133
SHAREHOLDERS' FUND		919,004	725,771	890,348	700,942
TOTAL LIABILITIES AND SHAREHOLDERS' FUND		7,792,016	5,890,201	7,759,923	5,864,713

Approved by the Board on 8th Day of February, 2007



DIRECTOR



DIRECTOR

Cash Flow Statement for the year ended 31st December

	THE GROUP		THE BANK	
	2006 cm	2005 cm	2006 cm	2005 cm
Cash flows from operating activities				
Net profit before tax	392,147	233,714	386,804	229,037
Dividend received	(12,460)	(9,031)	(4,520)	(2,456)
Depreciation charge	45,697	32,714	45,697	32,705
Provision for bad and doubtful debts	16,590	73,591	16,590	73,591
Profit on Sale of Fixed Assets	(567)	(1,865)	(567)	(1,865)
Operating profit before working capital changes	441,407	329,123	444,004	331,012
(Increase)/Decrease in investments	(348,645)	157,051	(344,436)	157,272
(Increase) in Loans and Advances to Customers	(1,094,593)	(543,780)	(1,094,593)	(543,780)
Decrease/(Increase) in other assets accounts	53,294	(72,022)	53,431	(72,042)
Increase in Customers Deposits	1,615,787	464,207	1,615,787	464,207
Increase/(Decrease) in Interest Payable and Other Liabilities	71,529	(182,244)	69,651	(179,847)
(Decrease) in Borrowings	(20,000)	(25,000)	(20,000)	(25,000)
(Decrease) in Balance Due to Other Banks	(2,047)	(1,981)	(2,047)	(1,981)
Cash generated from operations	716,732	125,354	721,797	129,841
Tax paid	(60,433)	(139,897)	(60,000)	(139,259)
National Reconstruction Levy	(1,800)	(24,236)	(1,800)	(24,156)
Net cash inflow from operating activities	654,499	(38,779)	659,997	(33,574)
Cash flows from investing activities				
Purchase of Property, Plant & Equipment	(116,111)	(75,882)	(116,111)	(75,882)
Decrease/(Increase) in Other Investment Securities	(18,397)	230	(18,397)	(675)
Proceeds on sale of Property, Plant & Equipment	712	2,247	712	2,247
Dividend received from investments	12,460	9,031	4,520	2,456
Dividends paid	(66,000)	(63,347)	(66,000)	(63,347)
Net cash outflow from investing activities	(187,336)	(127,721)	(195,276)	(135,201)
Financing Activities				
	0	0	0	0
Net (decrease)/Increase in cash and cash equivalents	467,163	(166,500)	464,721	(168,775)
Cash and cash equivalents at beginning of the year	1,114,956	1,281,456	1,104,227	1,273,002
Cash and cash equivalents at end of the year	1,582,119	1,114,956	1,568,948	1,104,227
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Cash and Balances with Bank of Ghana	738,374	747,390	725,203	736,661
Due from other Banks and Financial Institutions	843,745	367,566	843,745	367,566
	1,582,119	1,114,956	1,568,948	1,104,227

1. ACCOUNTING POLICIES

The significant accounting policies adopted by the Bank and its subsidiary which have been used in preparing these financial statements are as follows:

(a) Basis of accounting

The Bank and its subsidiary ("The Group") prepare their financial statements under the historical cost convention as modified by the revaluation of fixed assets.

(b) Consolidation

The consolidated financial statements of the Group comprise the financial statements of Ghana Commercial Bank Ltd and its subsidiary.

The Group accounts for its subsidiary by consolidating fully its assets, liabilities and results for the period.

(c) Foreign Currency

Assets and liabilities denominated in foreign currencies are translated into cedis at exchange rates ruling at the end of the year. Gains and losses resulting from foreign currency translation or exchange are included in the profit and loss for the year except those relating to non-performing foreign currency-denominated advances. In this case, the gains and losses are transferred to exchange suspense account.

(d) Re-purchase of own Shares

In July 1997 the Bank put in place a share re-purchase programme under which it intends to spend a maximum of one billion cedis to purchase its own shares.

All transactions relating to the purchase and resale of own shares are dealt with through the Share Deals account.

The shares purchased are held in treasury until resold.

(e) Interest Income

The recognition of interest income ceases when the payment of interest or principal is in doubt, and does so automatically if principal or interest payments are 90 or more days late. Any interest previously accrued but not received on a loan placed on non-accrual basis is reversed. Interest is included in income thereafter only when it is received. Loans are returned to the accrual basis only when doubt about collectibility is removed and when the outstanding arrears of interest and principal are received.

(f) Fee Income

Loan fees are credited to income.

(g) Investments

Investments are held for purposes of both trading and investments. Investments are included in the balance sheet at the lower of cost and net realisable value. Gains and losses on the sale of investment securities are shown separately in other operating income or expenses where applicable.

Bills discounted and securities with a fixed redemption date which are purchased with the intention of being held to maturity are stated at amortised cost. The premium or discount is amortised over the period to redemption and disclosed separately in interest income.

(h) Advances

Advances are stated in the balance sheet at the amount of principal and interest outstanding less any provision for bad and doubtful debts and interest held in suspense.

Notes to the Financial Statements

Advances are analysed between the total amount outstanding and provision in a note to the financial statements.

(i) Provisions for bad and doubtful debts

Provisions for bad and doubtful debts are made, having regard to both specific and general risks.

The specific element of the provisions relates to those loans that have been individually reviewed and specifically identified as bad or doubtful. The general element of the provisions relates to those existing losses that, although not yet specifically identified, are known from experience to be present at any year-end in the Bank's portfolio of loans and advances. In determining the level of the provisions required, management considers numerous factors including, but not limited to domestic economic conditions, the composition of the loan portfolio and prior bad debts experience.

Provisions made during the year (less amounts released and recoveries of loans previously written off) are charged as separate amounts in the profit and loss account. Loans are written off when the extent of the loss has been confirmed.

(j) Property, Plant and Equipment

These are stated at cost or valuation less accumulated depreciation. Depreciation is computed using the straight-line method so as to write off the cost or valuation over the estimated useful lives at the following rates:

Office & Residential Buildings	5%
Printing Machines	20%
Safes & Strong Room Doors	20%
Computers	25%
Furniture and equipment	33.3%
Other Motor Vehicles	33.3%
Bullion Vans	25%

(k) Taxation

(i) The Bank provides for income taxes at current rates on its taxable profits.

(ii) Provision is made for deferred taxation only to the extent that it is probable that a liability or asset will crystallise in the foreseeable future.

(l) Provident Fund

There is a defined contribution Provident Fund Scheme for all employees who have completed a full year's service with the Bank. Employees contribute 10% of their basic salary to the fund whilst the Bank contributes 12.5%.

(m) Dividend

Dividend declared are treated as an appropriation of profits in the year of approval, whilst dividend proposed are disclosed as a note to the financial statements.

Notes to the Financial Statements

2. PERCENTAGE OF GROSS NON-PERFORMING LOANS TO TOTAL CREDIT PORTFOLIO

Percentage of Gross Non-Performing Loans (Substandard to Loss) to Total Credit Portfolio is 3% (2005 : 15%)

3. SOCIAL RESPONSIBILITY OBLIGATIONS

Amount spent on fulfilling social responsibility obligations was €4,411 million (2005: €2,607 million)

	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
4. INTEREST INCOME				
Cash and Short Term Funds	20,724	24,087	20,724	24,087
Investment Securities	378,428	409,421	378,428	409,421
Loans and advances	624,902	407,518	624,902	407,518
	<u>1,024,054</u>	<u>841,026</u>	<u>1,024,054</u>	<u>841,026</u>
5. INTEREST EXPENSE				
Current Accounts	77,911	46,050	77,911	46,050
Time and Other Deposits	59,709	90,127	59,709	90,127
Overnight and Call Accounts	12,243	3,980	12,243	3,980
	<u>149,863</u>	<u>140,157</u>	<u>149,863</u>	<u>140,157</u>
6. OTHER OPERATING INCOME				
Gain on Exchange	12,592	2,108	12,592	2,108
Dividends from Investments	12,460	9,031	4,520	2,456
Rent Receivable	1,519	1,919	1,519	1,919
	<u>26,571</u>	<u>13,058</u>	<u>18,631</u>	<u>6,483</u>
7. OTHER INCOME				
Revaluation of GGILB (7a)	0	32,307	0	32,307
Profit on Disposal of Property, Plant & Equipment	567	1,865	567	1,865
Recoveries from Bad Debts Written off	11,196	54,157	11,196	54,157
Other Miscellaneous Income	1,129	0	1,129	0
	<u>12,892</u>	<u>88,329</u>	<u>12,892</u>	<u>88,329</u>
7a.	This relates to the revaluation of Ghana Government index Linked Bonds (GGILB) by Bank of Ghana.			
8. OPERATING EXPENSES				
Staff Cost (note 9)	475,517	436,259	474,253	435,197
Advertising and Marketing	7,667	5,234	7,667	5,234
Administrative Expenses	146,785	149,249	146,785	149,249
Training	5,422	2,767	5,320	2,698
Depreciation	45,697	32,714	45,697	32,705
Directors' Emoluments	4,698	3,568	4,698	3,568
Auditors' Remuneration	665	496	600	441
Others	132,172	99,086	131,006	98,383
	<u>818,623</u>	<u>729,373</u>	<u>816,026</u>	<u>727,475</u>

Notes to the Financial Statements

9. STAFF COST	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
Salaries	291,251	267,054	290,277	266,106
Social Security Fund contributions	29,269	30,118	29,269	30,118
Provident Fund contributions	29,537	26,691	29,537	26,691
Medical	6,086	4,245	5,970	4,200
Other employee costs	119,374	108,151	119,200	108,082
	<u>475,517</u>	<u>436,259</u>	<u>474,253</u>	<u>435,197</u>

The average number of persons employed by the Bank during the year was 2,160 (2005 - 2,180)

10. BAD AND DOUBTFUL DEBTS EXPENSES

Specific Credit Risk Provision	5,994	68,255	5,994	68,255
General Provision for Impairment	10,596	5,336	10,596	5,336
	<u>16,590</u>	<u>73,591</u>	<u>16,590</u>	<u>73,591</u>

11. TAXATION

a. Income Tax	Balance 1-1-06 €m	Payments During the Year €m	Charge for the year €m	Balance 31-12-06 €m
i) The Bank				
1994-2005	(29,391)	0	0	(29,391)
2006	(67,705)	(60,000)	105,345	(22,360)
Under Provision	(3,165)	6,567	822	4,224
	<u>(100,261)</u>	<u>(53,433)</u>	<u>106,167</u>	<u>(47,527)</u>
Deferred Tax 2006	61,327	0	11,998	73,325
Capital Gains Tax	5,941	(6,567)	626	0
	<u>(32,993)</u>	<u>(60,000)</u>	<u>118,791</u>	<u>25,798</u>
ii) The Group				
1994-2005	(28,940)	0	0	(28,940)
2006	(67,035)	(60,433)	105,947	(21,521)
Under Provision	(3,165)	6,567	822	4,224
Deferred Tax 2006	62,172	0	11,998	74,170
Capital Gains Tax	5,941	(6,567)	626	0
	<u>(31,027)</u>	<u>(60,433)</u>	<u>119,393</u>	<u>27,933</u>
b. Dividend Tax				
i) The Bank				
2006	(6,600)	6,600	0	0
ii) The Group				
2006	(6,600)	6,600	0	0
c. National Reconstruction Levy				
i) The Bank				
1994-2005	(4,228)	0	0	(4,228)
2006	0	(1,800)	19,340	17,540
Over Provision	0	0	(6,733)	(6,733)
	<u>(4,228)</u>	<u>(1,800)</u>	<u>12,607</u>	<u>6,579</u>
ii) The Group				
1994-2005	(3,096)	0	0	(3,096)
2006	0	(1,800)	19,340	17,540
Over Provision	0	0	(6,733)	(6,733)
	<u>(3,096)</u>	<u>(1,800)</u>	<u>12,607</u>	<u>7,711</u>

Notes to the Financial Statements

	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
12. CASH AND BALANCES WITH CENTRAL BANK				
Cash in Hand	146,032	105,554	132,861	94,825
Balances with Bank of Ghana	592,342	641,836	592,342	641,836
	<u>738,374</u>	<u>747,390</u>	<u>725,203</u>	<u>736,661</u>
13. GOVERNMENT SECURITIES				
Stocks and Bonds	586,160	378,976	582,000	378,976
Treasury Bills/Notes	2,350	487,219	284	485,202
TOR Bonds	1,573,670	947,340	1,573,670	947,340
	<u>2,162,180</u>	<u>1,813,535</u>	<u>2,155,954</u>	<u>1,811,518</u>
14. DUE FROM OTHER BANKS AND FINANCIAL INSTITUTIONS				
Nostro Account Balances	40,282	31,053	40,282	31,053
Items in Course of Collection	0	39,400	0	39,400
Placements with other Banks	803,463	297,113	803,463	297,113
	<u>843,745</u>	<u>367,566</u>	<u>843,745</u>	<u>367,566</u>
15. LOANS AND ADVANCES TO CUSTOMERS				
Analysis By Type:				
Overdrafts	3,012,384	2,280,365	3,012,384	2,280,365
Loans	749,472	737,920	749,472	737,920
Gross Loans and Advances (See notes 16 & 17)	<u>3,761,856</u>	<u>3,018,285</u>	<u>3,761,856</u>	<u>3,018,285</u>
Provisions for bad & doubtful debts	(116,471)	(456,711)	(116,471)	(456,711)
	<u>3,645,385</u>	<u>2,561,574</u>	<u>3,645,385</u>	<u>2,561,574</u>
a. Loans and Advances (Including Credit Bills Negotiated) To Customers and staff	6,183,758	5,306,080	6,183,758	5,306,080
b. Loan Loss Provision Ratio	0.03:1	0.14:1	00.03:1	0.14:1
c. Gross Non-Performing Loans Ratio	0.03:1	0.15:1	0.03:1	0.15:1
d. 50 Largest exposures (Gross Funded Loan and Advances) to Total Exposures	0.47:1	0.51:1	0.47:1	0.51:1

Notes to the Financial Statements

	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
16. Analysis by business segments:				
Agriculture, forestry & fishing	19,761	14,181	19,761	14,181
Mining & Quarrying	26,608	138,264	26,608	138,264
Manufacturing	235,872	208,302	235,872	208,302
Construction	98,844	82,274	98,844	82,274
Commerce and Finance	2,872,726	2,102,375	2,872,726	2,102,375
Transport, Storage & Communication	105,336	158,732	105,336	158,732
Services	400,744	313,540	400,744	313,540
Miscellaneous	1,965	617	1,965	617
	<u>3,761,856</u>	<u>3,018,285</u>	<u>3,761,856</u>	<u>3,018,285</u>
17. Analysis by type of customer:				
Individuals	294,315	154,438	294,315	154,438
Other Private Enterprises	900,422	876,619	900,422	876,619
Government Departments and Agencies/Public Enterprises	2,567,119	1,987,228	2,567,119	1,987,228
	<u>3,761,856</u>	<u>3,018,285</u>	<u>3,761,856</u>	<u>3,018,285</u>
Movement in the provisions for impairment are as follows:				
Balance at 1st January	456,711	379,444	456,711	379,444
Amount written off	(351,118)	0	(351,118)	0
Bad and Doubtful Debts Expense	10,878	77,267	10,878	77,267
Balance at 31st December	<u>116,471</u>	<u>456,711</u>	<u>116,471</u>	<u>456,711</u>
18. INVESTMENT IN OTHER SECURITIES				
Listed Equity Securities	4,478	6,627	0	0
Unlisted Equity Securities	58,235	39,838	50,208	31,811
	<u>62,713</u>	<u>46,465</u>	<u>50,208</u>	<u>31,811</u>
19. INVESTMENT IN SUBSIDIARY				
Investment in subsidiary:	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
Development Finance & Holdings Limited	Nature of Business Investments	Country of Incorporation Ghana	Percentage Interest 100%	
20. OTHER ASSETS				
Accounts Receivable and Prepayments	57,173	104,558	56,986	104,508
Accrued Income	50,619	56,528	50,619	56,528
	<u>107,792</u>	<u>161,086</u>	<u>107,605</u>	<u>161,036</u>

Notes to the Financial Statements

21. PROPERTY, PLANT & EQUIPMENT

THE BANK	LAND AND BUILDINGS €m	COMPUTERS €m	FURNITURE AND EQUIPMENT €m	MOTOR VEHICLES €m	ASSETS IN COURSE OF CONST. €m	TOTAL €m
COST OR VALUATION						
Balance at 1-1-2006	100,015	127,641	81,455	13,836	22	322,969
Additions	53,477	24,321	30,609	7,704	0	116,111
Disposals	0	0	0	(209)	0	(209)
Balance at 31-12-2006	153,492	151,962	112,064	21,331	22	438,871
DEPRECIATION						
Balance at 1-1-2006	22,495	75,518	57,664	5,739	0	161,416
Charge for the year	5,563	17,307	12,187	10,640	0	45,697
Disposals	0	0	0	(64)	0	(64)
Balance at 31-12-2006	28,058	92,825	69,851	16,315	0	207,049
NET BOOK VALUE						
31-12-2006	125,434	59,137	42,213	5,016	22	231,822
31-12-2005	77,520	52,123	23,791	8,097	22	161,553

THE GROUP

	LAND AND BUILDINGS €m	COMPUTERS €m	FURNITURE AND EQUIPMENT €m	MOTOR VEHICLES €m	ASSETS IN COURSE OF CONST. €m	TOTAL €m
COST OR VALUATION						
Balance at 1-1-2006	100,015	127,665	81,455	13,970	22	323,127
Additions	53,477	24,321	30,609	7,704	0	116,111
Disposals	0	0	0	(209)	0	(209)
Balance at 31-12-2006	153,492	151,986	112,064	21,465	22	439,029
DEPRECIATION						
Balance at 1-1-2006	22,495	75,576	57,664	5,834	0	161,569
Charge for the year	5,563	17,307	12,187	10,640	0	45,697
Disposals	0	0	0	(64)	0	(64)
Balance at 31-12-2006	28,058	92,883	69,851	16,410	0	207,202
NET BOOK VALUE						
31-12-2006	125,434	59,103	42,213	5,055	22	231,827
31-12-2005	77,520	52,089	23,791	8,136	22	161,558

The Property, Plant & Equipment were revalued at open market value after a physical inspection of the assets in Ghana between the dates 15 December 1993 and 10 January 1994 by a consortium of Valuers, Surveyors and Appraisers led by Owusu Adjapong and Company.

Notes to the Financial Statements

	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
22 DUE TO CUSTOMERS				
Current Account	2,808,438	2,498,175	2,808,438	2,498,175
Time Deposits	1,233,829	490,199	1,233,829	490,199
Savings Accounts	2,235,190	1,686,141	2,235,190	1,686,141
Certificates of Deposit	68,270	55,425	68,270	55,425
	<u>6,345,727</u>	<u>4,729,940</u>	<u>6,345,727</u>	<u>4,729,940</u>
23 ANALYSIS BY TYPE OF DEPOSITORS:				
Financial Institutions	244,690	44,017	244,690	44,017
Individuals and other Private Enterprises	4,161,013	3,226,013	4,161,013	3,226,013
Public Enterprises	1,940,024	1,459,910	1,940,024	1,459,910
	<u>6,345,727</u>	<u>4,729,940</u>	<u>6,345,727</u>	<u>4,729,940</u>
a. Ratio of 20 Largest Depositors to Total Deposits	0.22:1	0.23:1	0.22:1	0.23:1
24. DUE TO OTHER BANKS AND FINANCIAL INSTITUTIONS				
Deposits from Other Banks	6,405	8,452	6,405	8,452
	<u>6,405</u>	<u>8,452</u>	<u>6,405</u>	<u>8,452</u>
25. BORROWINGS				
Inter-Bank Market	0	20,000	0	20,000
	<u>0</u>	<u>20,000</u>	<u>0</u>	<u>20,000</u>
26. INTEREST PAYABLE AND OTHER LIABILITIES				
Creditors				
Accruals	200,493	139,905	200,493	139,905
Other	4,705	17,807	4,705	17,807
	<u>287,749</u>	<u>248,326</u>	<u>286,447</u>	<u>247,667</u>
	<u>492,947</u>	<u>406,038</u>	<u>491,645</u>	<u>405,379</u>

Notes to the Financial Statements

	2006 Number million	2006 Amount million ¢	2005 Number million	2005 Amount million ¢
27. STATED CAPITAL				
a. Authorised Ordinary Shares:				
Number of Ordinary shares of no par value	<u>1,500</u>		<u>1,500</u>	
b. Issued Ordinary Shares				
Issued Ordinary shares for Cash	15.0	301	15.0	301
Transfer from Income Surplus	86.5	103,430	86.5	3,430
Capitalization of Reserves	1.0	19	1.0	19
Transfer from Capital Surplus	62.5	16,250	62.5	16,250
	<u>165.0</u>	<u>120,000</u>	<u>165.0</u>	<u>20,000</u>

Shares in treasury as at 31 December 2006 : 352 (2005 : 352).

28. NUMBER OF SHAREHOLDERS		NO. OF SHARE- HOLDERS	NO. OF SHARES	PERCENTAGE HOLDINGS	
CATEGORIES OF SHAREHOLDERS					
Under	-	1000 Shares	74,032	16,671,000	10%
1001	-	5000 Shares	4,932	10,407,572	6%
5001	-	10000 Shares	340	2,676,159	2%
Over	-	10000 Shares	215	135,245,269	82%
			<u>79,519</u>	<u>165,000,000</u>	<u>100%</u>

29. DIRECTORS' SHAREHOLDINGS

DIRECTORS	SHAREHOLDINGS
KWABENA GYIMA OSEI-BONSU	2,000
LAWRENCE NEWTON ADU-MANTE	10,270
MARTIN MENSAH	12,000
ROKO FRIMPONG	1,500
PETER AUGUSTUS OCRAN	8,000
FRANKLIN KWABENA ASAMOAH	500
DR. EBENEZER MOSES DEBRAH	1,000
DR. SAMUEL NII-NOI ASHONG	500
CECILIA NYANN (MRS)	500
KOJO MENSAH	5,000
JOE OFORI	500
	<u>41,770</u>

Notes to the Financial Statements

30. TWENTY LARGEST SHAREHOLDERS

NO.	NAME ADDRESS	SHAREHOLDING	PERCENTAGE HOLDING
1.	GH/GV Acting by Min. of Fin. & Eco. Plann.	P.O. Box MB 40 Ministries	56,608,613 34.31%
2.	Social Security & National Insurance Trust	P.O. Box MB 149 Ministries	49,525,620 30.02%
3.	Daniel Ofori	P.O. Box 16409 Airport	10,333,972 6.26%
4.	BBGN Repack INVST FD Ltd	Barclays Bank of Ghana Nom. Ltd.	2,239,668 1.36%
5.	GCB Staff Provident Fund	P.O. Box GP 134 Accra	1,517,942 0.92%
6.	Anglogold Ashanti Ltd Provident FD	P.O. Box 2665 Accra	1,300,000 0.79%
7.	Ghana Reinsurance Co. Ltd.	P.O. Box 7509 Accra	1,237,260 0.75%
8.	State Insurance Co. (Gh) Ltd.	P.O. Box 2363 Accra	1,229,733 0.75%
9.	Ghana Cocoa Board	P.O. Box 933 Accra	1,100,000 0.67%
10.	Tema Oil Refinery Ltd.	P.O. Box 599 Tema	1,000,000 0.61%
11.	BBGN Unilever Ghana Managers Pension Fund	Barclays Bank Ghana Nom. Ltd.	564,985 0.34%
12.	Produce Buying Co. Ltd	PMB Accra	500,000 0.30%
13.	African Tiger Mutual FD Ltd	47 Ind. Ave. Accra	400,000 0.24%
14.	Alhaji Salia Enterprise Ltd.	P.O. Box KIA 9175 Airport-Accra	400,000 0.24%
15.	Wienco Ghana Limited	P.O. Box 7593, Accra	284,600 0.17%
16.	SSNIT SOS Accounts	P. O. Box MB 149, Accra	282,150 0.17%
17.	BBGN Unilever Ghana Provident FD	Barclays Bank Ghana Nom. Ltd.	281,835 0.17%
18.	Graphic Corporation Ltd	P.O. Box 742, Accra	200,000 0.12%
19.	KE & Sons Ltd	P.O. Box 190, Agona Swedru	200,000 0.12%
20.	Ziga Investments Ltd	P.O. Box 6414 Accra	175,100 0.11%
TOTALS			129,381,478 78.42%

Notes to the Financial Statements

	THE GROUP		THE BANK	
	2006 €m	2005 €m	2006 €m	2005 €m
31 STATUTORY RESERVE FUND				
Balance at 1-1- 2006	162,742	146,614	161,133	145,306
Additions	32,518	16,128	31,926	15,827
Balance at 31-12-2006	<u>195,260</u>	<u>162,742</u>	<u>193,059</u>	<u>161,133</u>
32. CAPITAL SURPLUS				
Balance at 1-1-2006	16,706	22,298	4,075	4,075
Release on disposal	(1,302)	0	0	0
Increase/(diminution) in value of shares	388	(5,592)	0	0
Balance at 31-12-2006	<u>15,792</u>	<u>16,706</u>	<u>4,075</u>	<u>4,075</u>

The Capital Surplus arose as a result of the revaluation of the Property, Plant & Equipment at open market value after a physical inspection of the assets in Ghana between the dates 15 December 1993 and 10 January 1994. It also includes the revaluation of both listed and unlisted securities based on year end market values and premium on sale of own shares. In the current year no revaluation has been carried out for the unlisted securities.

	2006 €m	2005 €m	2006 €m	2005 €m
33. SHARE DEALS				
Transfer from Income Surplus	167	167	167	167
Purchase of Own Shares	(394)	(394)	(394)	(394)
Sale of Own shares	1,571	1,571	1,571	1,571
Transfer to Capital Surplus	(344)	(344)	(344)	(344)
	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

The movement on the Share Deals Account is the net result of sums expended and received by the Bank on the purchase and sale of Shares in Compliance with section 63(2) of the Ghana Companies Code 1963, (Act 179).

34. CONTINGENCIES AND COMMITMENTS

The Bank entered into various commitments in the normal course of banking business which are reflected in the accompanying balance sheet.

	2006 €m	2005 €m	2006 €m	2005 €m
Letters of credit	2,421,902	2,287,795	2,421,902	2,287,795
Guarantees and Indemnities	1,074,227	669,105	1,074,227	669,105
	<u>3,496,129</u>	<u>2,956,900</u>	<u>3,496,129</u>	<u>2,956,900</u>

Notes to the Financial Statements

35a	DIVIDEND	THE GROUP		THE BANK	
		2006 €m	2005 €m	2006 €m	2005 €m
	Balance at 1st January	0	63,347	0	63,347
	Prior Year Adjustment (Note 35b.)	0	(61,875)	0	(61,875)
	Final dividend in respect of preceding year	66,000	61,875	66,000	61,875
	Payments during the Year	(66,000)	(63,347)	(66,000)	(63,347)
	Balance at 31st December	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

The Directors have recommended a dividend of €550 per share (2005 : €400 per share) amounting to €90,750 million (2005 : €66,000 million).

35b. Prior Year Adjustment

This represents the effect of a change in accounting policy during the year 2005 in relation to post balance sheet events (proposed dividend). Previously dividend was treated as an appropriation from the income surplus account and shown as a liability in the balance sheet.

The cumulative effect of this transaction was an increment in Income Surplus by the same amount.

Comparative financial information has not been re-stated. The impact of this transaction on reported Income Surplus account has been shown under note 35c.

35c. Change in Accounting Policy

Post Balance Sheet events : Proposed Dividend

The company adopted a policy to disclose proposed dividend as a note in the financial statements during the year. The effect of this has been stated under Notes 35a and 35b.

36. CURRENCY EXPOSURE AT YEAR-END IN CEDI EQUIVALENTS OF THE FOLLOWING MAJOR CURRENCIES

	USD €m	GBP €m	EURO €m	OTHERS €m
ASSETS				
Cash and balances with Central Bank	94,620	10,820	17,233	21
Investment in other securities	20,347			
Due from other banks	9,309	14,745	29,546	11,075
Loans and advances to customers	153,848	0	50,132	0
Investment in subsidiary	0	0	0	0
Property and Equipment	0	0	0	0
Other Assets	0	0	0	0
Total Assets	<u>278,124</u>	<u>25,565</u>	<u>96,911</u>	<u>11,096</u>
LIABILITIES				
Due to customers	635,393	72,616	71,625	583
Due to other banks	0	0	0	0
Other liabilities	0	0	0	0
Tax	0	0	0	0
Total Liabilities	<u>635,393</u>	<u>72,616</u>	<u>71,625</u>	<u>583</u>
Net On Balance Sheet Position	<u>(357,269)</u>	<u>(47,051)</u>	<u>25,286</u>	<u>10,513</u>
Off-Balance Sheet Credit Commitments	1,242,119	54,588	17,352	201

37. MATURITIES OF ASSETS AND LIABILITIES (BANK)

	TOTAL €m	0-3 Months €m	3-6 Months €m	6-12 Months €m	Over 12 Months €m
ASSETS					
Balances with Central Bank	725,203	725,203	0	0	0
Government Securities	2,155,954	284	87,000	723,670	1,345,000
Due from other banks	843,745	711,991	111,407		20,347
Loans and advances to customers	3,645,385	1,143,668	466,572	968,582	1,066,563
Investment in Other Securities	50,208				50,208
Investment in subsidiary	1	0	0	0	1
Property and Equipment	231,822	0	0	0	231,822
Other Assets	107,605	51,304	20,820	23,360	12,121
Total Assets	7,759,923	2,632,450	685,799	1,715,612	2,726,062
LIABILITIES					
Due to customers	6,345,727	2,313,811	986,344	1,410,832	1,634,740
Due to other banks	6,405	6,405	0	0	0
Other liabilities	491,645	281,779	149,996	39,418	20,452
Borrowings	0	0	0	0	0
Tax	25,798	25,798	0	0	0
Total Liabilities	6,869,575	2,627,793	1,136,340	1,450,250	1,655,192
Net liquidity gap	890,348	4,657	(450,541)	265,362	1,070,870

Head Office & List of Branches

Head Office: P. O. BOX 134, ACCRA 672860-5, 664911-9, 663524, 663529, 663480

Greater Accra Region

Accra High Street, P.O. Box 2971	672857, 673493, 662508, 662434, 664911-9, 662337
Accra New Town, P.O. Box NT 96, Accra New Town	254390, 236935, 225928, 222641
Ada Foah, P.O.Box 55, Ada Foah	0968-22222
Ashaiman, Private Post Bag	(022)-306606
Boundary Road, P.O.Box 891, Accra	682992, 682993, 680667
Burma Camp, P.P. Bag, Burma Camp, Accra	775462, 770341, 0277-406205
Kwame Nkrumah Circle Branch	246008-17, 246035, 257616, 0277-540416
Derby Avenue, P.O. Box 4832, Accra	664191-4, 665847
Dome, Private Mail Bag, Achimota Market,	412817, 412822, 413094
Global Transfer Unit	246039, 246033
International Trade Finance	246008-17, 246031, 246042
Kaneshie Market, P.O. Box 171, Kaneshie, Accra	229005, 227568
Kaneshie Industrial Area, Private Mail Bag, Accra-North	220551, 220591
Korle Bu, P.O. Box 3852, Accra	666521, 666524
Kotoka Int. Airport (Sub-Branch), c/o P.O.Box 2971, Accra	776171, Ext. 1318
Legon, P.O. Box 17, Legon	513131, 500644, 500854
Liberty House, P.O. Box 4443, Accra	66631-7, 663556, 666339
Madina, P.O. Box 413, Madina	501240, 501241
Ministries, P.O. Box M.8, Accra	673950, 662170, 674150
Osu, P.O.Box 9212, Osu, Accra	774456, 774124, 774125, 020-011912
Republic House, P.O. Box 5550, Accra-North	683112, 681862, 681810, 66112, 681812
Ring Road West, P.O.Box 171, Kaneshie, Accra	224703, 225270, 225605
Tema Customs (Sub-Branch), c/o P.O. Box 152, Tema	022-204768
Tema Industrial Area, P.O. Box 8202, Tema	(022) 306082, 302818, 300575
Tema Fishing Harbour, P.O. Box 281, Tema	(022)-202413, 202344
Tema Market, P.O. Box 173, Tema	(022)-204763, 202861
Tema Main Branch Office, P.O. Box 152, Tema	022-204346, 022-202760/8/9, 022-212039, 204768, Fax: 022-204346
Trade Fair Site, P.P. Bag, Trade Fair Site, Accra	778274, 778275, 774270
Diamond House (Sub-Branch) c/o P.O. Box 2971, Accra	664931, 662094, Ext. 147
Makola Market, P.O. Box 4832, Accra	660370, 680667
Tetteh Quarshie Circle, Private Mail Bag, Legon	506204, 506221, 506198/9, 506223

Head Office & List of Branches

Central Region

Abura-Dunkwa, P.O. Box 29, Abura-Dunkwa	(042) 33787
Agona Swedru, P.O. Box 186, Agona Swedru	(041) 20414, 20291/21071
Assin Fosu, P.O. Box 76, Assin Fosu	042-36708, (020) 36708, 0372-28859
Breman-Asikuma, P.O. Box 60, Breman-Asikuma	(041) 20193
Cape Coast Main Branch, P.O. 55, Cape Coast	(042) 32812, 32813, 32354, 32549
Dunkwa-On-Offin, P.O. Box 228, Dunkwa-On-Offin	(0372) 28236
Mankessim, P.O.Box 78, Mankessim	(042) - 36626
Saltpond, P.O. Box 96, Saltpond	(042) - 33718
Twifo Praso, Private Post Bag, Twifo praso	(0372) 28992
University of Cape Coast, P.O. Box 046, Cape Coast	(042) 32287/36377
Winneba, P.O.Box 128, Winneba	(0432) 22133, 22364

Ashanti Region

Agogo, Private Post Bag, Agogo	(051) 20207
Agona Ashanti, Private Post Bag, Agona Ashanti	(051) 20288
Ahinsan, Private Post Bag, Kumasi	(051) 28255, 31964, 33452, 37192, 24129
Asafo Market, P.O. Box 3696, Kumasi	(051) 45252, 23514, 45251/36721
Akumadan, P.O. Box 33, Akumadan	0244-313714
Bekwai, P.O. Box 127, Bekwai	(0572) 20204, 20143/20144
Effiduase, P.O. Box 42, Effiduase	(051) 20245
Ejisu, P.O.Box 49, Ejisu	(051) 20183
Ejura, Private Post Bag, Ejura	(0565) 22006
Harper Road, Private Mail Bag, Adum Kumasi	(051) 81880-9
Juaso, P.O. Box 51, Juaso	(0803) 610149
Jubilee House, P.O. Box SE 1212, Suame, Kumasi	(0521) 25070, 26366, 30819
Kejetia, P.O. 1630, Kejetia, Kumasi	(051) 22692, 31446
Konongo, P.O. Box 137, Konongo	(0531) 24336, 24276
Kumasi Main, P.O.Box 852, Kumasi	(051) 25291-3, 37303-4,24569
KNUST, Private Post Bag, University Post Office, Kumasi	(051) 60153, 62135, 62136
Mampong-Ashanti, P.O. Box 94, Mampong-Ashanti	(0561) 22329, 22327
New Edubiase, P.O. Box 42, New Edubiase	(0572) 20969
Offinso, P.O. Box 60, New Offinso	(051) 20328
Nkawie, Private Post Bag, Nkawie	(051) 20132
Obuasi, P.O. Box 290, Obuasi	(0582) 40255, 42669
Tepa, P.O. Box 103, Tepa	(051) 20900
Yeji, P.O. Box 29, Yeji	(0568) 22008

Head Office & List of Branches

Brong Ahafo Region

Bechem, P.O.Box 69, Bechem	(0632) 22302
Berekum, P.O. Box 115, Berekum	(0642) 22042/22193
Dormaa-Ahenkro, Private Post Bag, Dormaa Ahenkro	(0648) 22033, 22047
Duayaw-Nkwanta, P.O. Box 66, Duayaw-Nkwanta	(061)-28605
Goaso, P.O. Box 83, Goaso	(061)-24097
Hwidiem, P.O. Box 11, Hwidiem	(061)-26528
Drobo, Private Mail Bag, Drobo	0244334836
Kintampo, P.O.Box 31, Kintampo	(061) 27306
Mim, Private Post Bag, Mlm	(061)-24102
Nkoranza, P.O. Box 44, Nkoranza	(061) 27305
Sankore, Private Post Bag, Sankore	0244-313638
Sunyani, P.O. Box 34, Sunyani	(061) 27324, 27087, 27255, 27162, 27157
Techiman, P.O. Box 196, Techiman	(0653) 22048/22369
Wenchi, P.O. Box 49, Wenchi	(0651) 22233

Northern Region

Bimbilla, P.O.Box 27, Bimbilla	(071) 23434
Bole, P.O Box 24, Bole	(0746) 22006
Damongo, P.O.Box 40, Damongo	(0717) 22020
Salaga, P.O. Box 7, Salaga	(0752) 22021/22091
Tamale Main, P.O. Box 228, Tamale	(071) 22765, 22455, 22755, 22999, 22827, 23216
Tamale Market, P.O. Box 43, (ER) Tamale	(071) 22608
Yendi, P.O. Box 32, Yendi	(0744) 22192/22382
Kete-Krachi, Private Post Bag, Kete Krachi	(0953) 22034, 22035

Upper East Region

Bawku, P.O.Box 38, Bawku	(0743) 22225, 22346
Bolgatanga, P.O. Box 12, Bolgatanga	(072) 22445, 23455, 23462
Navrongo, P.O. Box 28, Navrongo	(0742) 22318, 22390

Upper West Region

Lawra, P.O. Box 92, Lawra	(0756) 22409
Tumu, P.O. Box 2, Tumu	(0756) 22420
Wa, P.O. Box 66, Wa	(0756) 22025, 22039

Eastern Region

Aburi, Private Post Bag, Aburi	(0876) 22045
Akosombo, P.O. Box 24, Akosombo	(0251)-20472, 20530, 21142
Akuse, Private Post Bag, Akuse	0243-244351, 0244-313094 (0251) 225
Anyinam, P.O Box 46, Anyinam	(081) 24113, 24027
Akim Oda, P.O. Box 364, Akim Oda	(0882) 2124, 2697
Asamankese, P.O. Box 167 Asamankese	(081) 24392/91011
Akropong-Akwapim, P.O. Box 54, Akropong-Akwapim	(081) 24264, 24261

Head Office & List of Branches

Donkorkrom, Private Post Bag, Donkorkrom	(0848) 22040, 22039
Kade, P.O.Box 62, Kade	027-522154, 522154 (0804) 710213
Kibi, P.O. Box 97, Kibi	(0812) 4112
Koforidua, P.O. Box 286, Koforidua	(0812) 3049, 3059, 3069, 2258, 2257, 3653, 3652, 13042
Mampong-Akwapim, P.O. Box 54, Mampong-Akwapim	(0872) 22049, 24261
Mpraeso, P.O. Box 56, Mpraeso	(0846) 22057, 22040
New Tafo, P.O. Box 42, New Tafo	(081) 24772
Nkawkaw, P.O. Box 272, Nkawkaw	(0842) 22126, 22105
Nsawam, P.O. Box 272, Nsawam	(0832) 22560, 20262, 024-4312757
Somanya, P.O. Box 78, Somanya	-
Suhum, P.O. Box 155, Suhum	(0858) 22121, 22370

Volta Region

Abor, P.O. Box 48, Abor	-
Aflao, P.O. Box 12, Aflao	(0962) 30207
Akatsi, Private Post Bag, Akatsi	(0966) 44712/44901
Anloga, P.O. Box 31, Anloga	(0902) 210131
Ho, P.O. Box 164, Ho	(091) 26436, 27067, 28396, 28395, 27597
Hohoe, P.O. Box 178, Hohoe	(0935) 22986, 22133, 22070
Jasikan, P.O. Box 85, Jasikan	(0935) 20492
Kadjebi, P.O. Box 27, Kadjebi	(0935) 20491
Keta, P.O. Box 133, Keta	(0966) 42663, 44712
Kpando, P.O. Box 70, Kpando	(0935) 50203
Krachi-Nkwanta, Private Post Bag, Nkwanta	-
Peki, P.O. Box 12, Peki	0243 242810, 483290
Sogakope, P.O. Box 8, Sogakope	0966 44712

Western Region

Axim, P.O. Box 55, Axim	(0342) 22256, 22408
Bogoso, P.O. Box 42, Bogoso	0244-313088
Dadieso, Private Post Bag, Dadieso	-
Elubo, P.O. Box EL 134, Elubo	(0342) 522544-6
Enchi, P.O. Box 15, Enchi	(0395) 22020/22093
Half Assini, P.O. Box 54, Half Assini	(031) 20253
Prestea, P.O. Box 102, Prestea	0244 313089
Samreboi, P.O. Box 40, Samreboi	(0394) 22008, 22049
Sefwi-Wiawso, P.O. Box 59, Sefwi-Wiawso	0244 313135
Sekondi, P.O. Box 101, Sekondi	(0314) 6511, 6746
Takoradi Main, P.O. Box 475, Takoradi	(031) 22351-3/23102/23540
Takoradi Harbour, P.O. Box 707, Takoradi	031-22534 22351-4, 22731
Takoradi Market Circle, Private Post Bag, T'di Mkt. Circle, T'di	(0312) 3569/25370
Tarkwa, P.O.Box 90, Tarkwa	(0362) 20374, 20394

Our Correspondent Banks/Agents

GHANA INTERNATIONAL BANK PLC

69 Cheapside, London
P.O. Box 77
EC29 2BB
United Kingdom
CHIBGB 2L

HSBC (MIDLAND BANK)

PLC London
A/C No. 39180678
Currency: GBP
BIC: MIDL GB22

NATIONAL WESTMINSTER BANK PLC LONDON

1. A/C No: 1400206661319
Sort Code: 60-00-04
Currency: US DOLLARS
BIC: NWBKGB2L

2. A/C No: 4400204623096
Currency: GBP
BIC: NWBKGB2L

GIRO BANK PLC LONDON: SERVICE AVAILABLE AT THE FOLLOWING SELECTED POST OFFICES:

Stockwell	Balham	Kingsland High Road	Ilford
Clapham North	West Ham	Clapham South	Lordship Lane
Clapham Junction	Shepherds Bush	Tooting Broadway	Harlesden
Mitcham	Edgware	Wimbledon	Cricklewood
Brixton	Burntoak	Norwood	Collindale
Lewisham	Neasden	Deptford	Acton
Bermondsey	Battersea	Thorntonheath	Wandsworth
Streatham	Golders Green	Norbury	Victoria
Croydon	Trafalgar Square	West Croydon	East Ham
Leytonstone	Wembley		

UNITED STATES OF AMERICA

CITIBANK NA

16th Floor Zone St.
New York, N.Y. 10043
U.S.A.
BIC: Citius 33
A/C No: 36062908

BANKERS TRUST COMPANY

1 Bankers Trust Plaza
New York, N.Y. 1006
U.S.A.
BIC: BKTRUS 33
A/C No: 04-088-943
UID 056855

GERMANY DRESNER BANK

Jurgen-Ponto-Platz
160329
Frankfurt Am Main
A/C No: 499-08-045161-00
Swift ID: DRESDEFF

AMSTERDAM ABN AMRO BANK

BV
C/o ABN AMRO HOLDING BV
FOPPINGADREEF 22
A/C NO: 52-83-35-030
SWIFT ID: ABNANL2A

AGENTS FOR FAST INTERNATIONAL MONEY TRANSFER

UNITED STATES OF AMERICA

SPEEDY FOREX BUREAU LLC.

6121 Linconia Rd. 405
Alexandria, v.a. 22312
Tel: 703 256 7035
Fax: 703 729 0102
E-mail: speedyforex@aol.com

GERMANY

UNIVERSAL MONEY TRANSFER GMBH

WANDSBEKER CHAUSSEE
130,22089 Hamburg
Germany
Tel: 040 2000 7919
Fax: 040 2000 7939
040 2100 7395

UNITED KINGDOM

UNITY LINK MONETARY TRANSFER

10 High Street, Harlesden
London NW 10 4LX
Tel: 020 8838 1166, 020 8453 9780
Fax: 020 8838 2266
E-mail: unitylink@aol.com

FAMILY LINK MONEY TRANSFER INC.

1205 College Avenue
Bronx, NY 10456
U.S.A.
Tel: 718 283 6280
Fax: 718 293 1790
E-mail: family-link@msn.com

HOLLAND

UNITY MONETARY SERVICES B.V

BIJLMERDREEF 1129A-1131A
1103 TT Amsterdam
The Netherlands
Tel: 020 695-7122
Fax: 020 690 4956
E-mail: unity@xs4all.net

SWEDEN

WISEWAY TRANSFER SERVICE HANDLEBOLAG

KROGARVAGEN 2828 10TR
245 52 NORSBORD
STOCKHOLMS LAN
Tel. 0046 859996215
Fax: 0046 859996215, 004687202491



GHANA COMMERCIAL BANK LIMITED

INVITATION AND FORM OF PROXY

FOR USE AT ANNUAL GENERAL MEETING

To be held at 10.00 am on Friday, March 30, 2007 at the Accra International Conference Centre

Dear Member(s)

You are hereby cordially invited to the next Annual General Meeting of Ghana Commercial Bank Limited, for which the details are as given above. If you will be attending in person, please bring along to the meeting this invitation or the counterfoil printed below, to facilitate registration, which will begin at 7:00 a.m.

If you are unable to attend the meeting, you may use the Form below to exercise your vote by filling in the appropriate sections; then fold the Form as instructed overleaf and return it to GCB Registry at least 48 hours before the meeting. Alternatively you may appoint a Proxy (who need not be a Member of the Company) to attend and vote in your stead.

PROXY FORM

RESOLUTION	FOR	AGAINST	NOTES
1. To receive and consider the Accounts for the year ended 31st December, 2006 with the reports of the directors and auditors thereon			1. A member (shareholder) who is unable to attend an Annual General Meeting is allowed by law to vote by proxy. The proxy form at the left has been prepared to enable you to exercise your vote if you cannot attend personally.
2. To declare a dividend for the year ended 31st December, 2006			2. Provision has been made for the Chairman of the Meeting to act as your proxy, but you may wish to name any person to attend the meeting and vote on your behalf.
3. To re-elect the following Directors retiring by rotation a) Mr. Kwabena Gyima Osei-Bonsu b) Mr. Franklin Asamoah c) Mr. Joe Ofori			3. In case of joint holders, each holder should sign
4. To approve the remuneration of Directors			4. If executed by a Company/Corporation, the admission card should bear the Common Seal or be signed on its behalf by a Director
5. To authorize Directors to determine the fees of the Auditors			5. For a postal proxy, please sign and post it so as to reach the GCB Registry not later than 10am on Friday March 23, 2007

Please Tear along Dotted Lines

Shareholder Details	Folio No.	All Signatories to Sign Below

Please use this Counterfoil to indicate whom (if any) you might wish to act as your Proxy

FORM OF PROXY FOR USE AT AGM	Date
I/We a member/members(*) of GCB Hereby appoint or failing whom, the Chairman of the meeting as my/our(*) proxy to vote for me/us on my/our(*) behalf at the Annual General Meeting of the Company to be held at 10 am on March 30, 2007 and at any adjournment therefore.2007

(*) Delete whichever is not applicable

(3) Fold here last and tuck flap formed by Second fold

Affix Stamp
here, fold
and Post the
form to the
address
below

The Registrar
Ghana Commercial Bank Limited
Share Registry
Head Office
Accra
Ghana

(2) Fold here Second

BREADTH AND DEPTH

As the most widely networked bank in the nation, we possess an unmatched ability to provide a breadth of service that adds real value to the operations of our customers.

To this we add a depth of expertise and experience that makes GCB the essential partner in any business venture no matter how complex or challenging.

Contact us if you seek a financial relationship that empowers and rewards.

Ghana Commercial Bank – We serve you better.



**GHANA
COMMERCIAL
BANK LTD.**
We serve you better

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Tel: 6643923