

ODOTOBRI RURAL BANK LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER, 2013

	NOTES	<u>2013</u>	<u>2012</u>
		GH¢	GH¢
Assets			
Cash and Bank Balances	9	5,346,236.39	5,459,696.36
Investments	10	19,510,721.07	16,100,411.06
Loans & Advances	11	17,110,285.61	14,820,993.49
Other Assets	12	1,962,503.09	1,523,850.00
Property, Plant and Equipment	14	4,045,696.77	2,388,435.90
Total Assets		<u>47,975,442.93</u>	<u>40,293,386.81</u>
Liabilities			
Deposits and Current Accounts	15	39,113,449.26	33,844,924.54
Creditors and Accruals	16	1,309,159.90	1,334,394.38
Taxation Due		122,145.69	67,259.95
Borrowed Funds	17	531,677.68	376,740.59
Total Liabilities		<u>41,076,432.53</u>	<u>35,623,319.46</u>
Shareholder's Fund			
Stated Capital	18	494,116.08	372,998.42
Statutory Reserve		902,666.51	595,213.30
Capital Grant		72,000.00	72,000.00
Capital Surplus		14,814.02	14,814.02
Income Surplus	19	5,415,413.79	3,615,041.61
Total Shareholders' Fund		<u>6,899,010.40</u>	<u>4,670,067.35</u>
Total liabilities and shareholders' fund		<u>47,975,442.93</u>	<u>40,293,386.81</u>

Approved by the Board of Directors on 27th March, 2014 and signed on its behalf by:

DIRECTOR:

DIRECTOR:

ODOTOBRI RURAL BANK LIMITED

INCOME STATEMENT **FOR THE YEAR ENDED 31 DECEMBER, 2013**

	NOTES	<u>2013</u> GH¢	<u>2012</u> GH¢
Interest Income	4	9,780,124.11	6,615,780.05
Interest Expense	5	<u>(1,404,419.16)</u>	<u>(926,911.70)</u>
Net Interest Income		8,375,704.95	5,688,868.35
Commission and Fees	6	1,369,713.68	985,027.46
Other Operating Income	7	<u>242,300.10</u>	<u>138,571.34</u>
Total Income		9,987,718.73	6,812,467.15
Operating Expenses	11a	(7,350,668.40)	(5,065,802.58)
Loan Impairment Charge	9	<u>(150,003.64)</u>	<u>(162,000.00)</u>
Profit Before Taxation		2,487,046.69	1,584,664.57
Income Tax Expense		<u>(223,909.08)</u>	<u>(144,653.18)</u>
Profit for the year		2,263,137.61	1,440,011.39
OTHER COMPREHENSIVE INCOME			
Changes In Fair Value of Shares	19	0.00	0.00
Total Comprehensive Income for the year		<u>2,263,137.61</u>	<u>1,440,011.39</u>

ODOTOBRI RURAL BANK LIMITED

STATEMENT OF CHANGES IN EQUITY

<u>2013</u>	<u>STATED CAPITAL</u> GH¢	<u>INCOME SURPLUS</u> GH¢	<u>STATUTORY RESERVE FUND</u> GH¢	<u>CAPITAL GRANT</u> GH¢	<u>CAPITAL SURPLUS A/C</u> GH¢	<u>TOTAL</u> GH¢
At 1 January, 2013	371,998.42	3,615,041.61	595,213.30	72,000.00	14,814.02	3,244,056.20
Profit for the year	-	2,263,137.61	-	-	-	2,263,137.61
Dividend Paid	-	(155,312.22)	-	-	-	(155,312.22)
Issue of additional shares	121,117.66	-	-	-	-	121,117.66
Transfer to Statutory Reserve	-	(307,453.21)	307,453.21	-	-	-
At 31 December, 2013	493,116.08	5,415,413.79	902,666.51	72,000.00	14,814.02	4,670,067.35
		(0.00)				
<u>2012</u>						
At 1 January, 2012	283,661.00	2,458,369.30	415,211.88	72,000.00	14,814.02	3,244,056.20
Profit for the year	-	1,440,011.39	-	-	-	1,440,011.39
Dividend Paid	-	(103,337.66)	-	-	-	(103,337.66)
Issue of additional shares	88,337.42	-	-	-	-	88,337.42
Changes in Fair Values of Shares	-	-	-	-	14,814.02	14,814.02
Transfer to Statutory Reserve	-	(180,001.42)	180,001.42	-	-	-
At 31 December, 2012	371,998.42	3,615,041.61	595,213.30	72,000.00	14,814.02	3,244,056.20

ODOTOBRI RURAL BANK LIMITED

STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER

	<u>2013</u>	<u>2012</u>
	GH¢	GH¢
Cash Flows from Operating Activities		
Profit before Tax	2,487,046.69	1,584,664.57
Depreciation & Amortisation	483,528.33	380,574.37
Income Tax paid	(169,023.34)	(101,982.60)
Profit on Disposal	0.00	(955.49)
Adjustment In Fixed Assets (Decrease in Motor Vehicle)	0.00	5,080.00
Cash Flows from Operating activities before changes in operating Assets & Liabilities	2,801,551.68	1,867,380.85
<u>Changes in Operating Assets & Liabilities</u>		
Change in Loans and Advances to Customers	(2,289,292.12)	(4,415,818.35)
Change in Receivables and Other Assets	(438,653.09)	149,012.84
Change in Deposits and Current Account	5,268,524.72	10,175,949.12
Change in Creditors & Accruals	(25,234.48)	418,242.57
Net Cash generated from operating Activities	5,316,896.71	8,194,767.03
<u>Cash Flows from Investing Activities</u>		
Purchase of Property and Equipment	(2,140,789.20)	(725,347.73)
Purchase of Treasury bills and other eligible bills	(3,410,310.01)	(5,350,971.71)
Proceeds from disposal	0.00	955.49
Net Cash used in Investing Activities	(5,551,099.21)	(6,075,363.95)
<u>Cash flows from financing Activities</u>		
Dividend Paid	(155,312.22)	(103,337.66)
Additional Shares Issued	121,117.66	89,337.42
Increase/(Decrease) in Borrowed fund	154,937.09	(232,918.71)
Net Cash used in Financing Activities	120,742.53	(246,918.95)
Net (decrease)/Increase in Cash and Cash Equivalent	(113,459.97)	1,872,484.13
Cash and Cash Equivalent at beginning of period	5,459,696.36	3,587,212.23
Cash and Cash Equivalent at end of the year	5,346,236.39	5,459,696.36

17 **BORROWED FUNDS**

APEX	421,915.30	8,961.30
SIF Loan	11,875.64	57,565.63
SFF Loan	90,956.34	303,283.26
CBRDP Loan	6,930.40	6,930.40
	<u>531,677.68</u>	<u>376,740.59</u>

18 **STATED CAPITAL**

	<u>No. of Shares</u>	<u>Proceeds</u>	<u>No. of Shares</u>	<u>Proceeds</u>
	<u>2013</u>	<u>2013</u>	<u>2012</u>	<u>2012</u>
		GH¢		GH¢
	300,000,000		300,000,000	
<u>Authorised Shares:</u>				
<u>Issued Shares</u>				
Preference Shares	125,000	12.50	125,000	12.50
Ordinary Shares	99,617,945	494,103.58	87,506,179	372,985.92
	<u>99,742,945</u>	<u>494,116.08</u>	<u>87,631,179</u>	<u>372,998.42</u>

There are no unpaid liability on any shares and there are no calls or installments in arrears.

There are no shares in treasury.

19 **Refer to changes in Equity.**

20 **RELATED PARTY TRANSACTIONS**

Advances due from the Directors and Staff of the bank amounted to GHS 1,374,341.80 comprising :

	<u>2013</u>	<u>2012</u>
Directors	117,141.67	68,803.96
Officers and Employees	1,257,200.13	773,604.64
	<u>1,374,341.80</u>	<u>842,408.60</u>

ODOTOBRI RURAL BANK LIMITED

BOARD OF DIRECTORS AND OFFICIALS

DIRECTORS	MR. B. ASAMOAH BOATENG	-	CHAIRMAN
	MR. EMMANUEL OSEI OWUSU	-	VICE CHAIRMAN
	MR. J. OWUSU BOADI	-	MEMBER
	MRS. GEORGINA ADDAI	-	MEMBER
	MISS CHRISTIANA NYAMESEN	-	MEMBER
	MR. KWAKU MENSA - BONSU	-	MEMBER
	MR. ERNEST OWUSU - DAPAA	-	MEMBER
SECRETARY	MR. SIAKA BABA AHMED C/O ODOTOBRI RURAL BANK LIMITED P.O. BOX 9 JACOBU - ASHANTI		
AUDITORS:	MESSRS JOHN ALLOTEY & ASSOCIATES PRUDENTIAL PLAZA P. O. BOX 884 KUMASI - ASHANTI		
SOLICITORS	OWUSU - DAPAA LAW AND ASSOCIATES NHYIRA CHAMBERS ASEDA HOUSE - ADUM KUMASI		
BANKERS	ARB APEX BANK LIMITED CAL BANK (GHANA) LIMITED		

ODOTOBRI RURAL BANK LIMITED

REPORT OF THE DIRECTORS

The Directors have pleasure in submitting their annual report together with the audited Financial statements of the Bank for the year ended 31st December, 2013 to the members as follows:

a **Principal Activities**

The principal activities carried out by the Bank during the year under review are within the limits permitted by its Regulations and also consistent with its strategic focus. There were no changes in the principal activities of the Bank during the year.

b **Results and Dividend**

The results of operations for the year ended 31st December, 2013 are set out in the Income Statement, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity and the Notes to the Financial Statements from pages 5 to 16.

A summary of the results is as follows:	<u>2013</u>	<u>2012</u>
	GHC	GHC
Profit after tax	<u>2,263,137.61</u>	<u>1,440,011.39</u>
Total Comprehensive Income	<u>2,263,137.61</u>	<u>1,440,011.39</u>
TOTAL ASSETS	<u>47,975,442.93</u>	<u>40,293,386.81</u>

The Directors recommend the payment of a dividend of GH¢ 0.0045 per share amounting to GH¢ 452,627.52 for the year ended 31 December, 2013.

c **Auditors**

The Auditors, John Allotey & Associates, will continue in office in accordance with Section 134 (5) of the Companies Code, 1963 (Act 179).

d **Retiring Directors**

The following Directors are due to Retire by Rotation:

Mr. B. Asamoah Boateng
Mr. Kwaku Mensa - Bonsu

e **Other Matters**

The Directors confirm that no matters have arisen since December 31, 2013 which materially affect the financial statements of the bank for the year ended.

BY ORDER OF THE BOARD

.....
DIRECTOR:

.....
DIRECTOR:

ODOTOBRI RURAL BANK LIMITED

THE YEAR AT A GLANCE

Major Income Statement Items	<u>2013</u> GH¢	<u>2012</u> GH¢	<u>APPROX.</u> <u>PERCENTAGE</u> <u>CHANGE</u>
Gross Earnings	0.00	7,739,378.85	49.31%
Interest Expenses	0.00	926,911.70	36.17%
Overhead Expenses	0.00	5,065,802.58	47.87%
Loan-Loss Charge	0.00	162,000.00	35.00%
Profit before Taxation	0.00	1,584,664.57	65.60%
Profit after taxation	0.00	1,440,011.39	63.97%
 Major Balance Sheet Items			
Total Assets	40,293,386.81	40,293,386.81	41.30%
Deposit Liabilities	33,844,924.54	33,844,924.54	42.99%
Loans and Advances	14,820,993.49	14,820,993.49	42.44%
Shareholder's Funds	4,670,067.35	4,670,067.35	48.24%
 Per Share Data			
Earnings Per Share	0.0160	0.0160	33.30%
Total Assets Per Share	0.4600	0.4600	13.86%
Shares Issued to date	283,648.00	87,506,179.00	24.60%
Dividend Per Share	0.0030	0.0030	50.00%
Net Assets Per Share	0.0530	0.0530	15.22%

ODOTOBRI RURAL BANK LIMITED

TAX COMPUTATION **YEAR OF ASSESSMENT - 2013**

		GH¢
Net Profit as per Accounts		2,487,046.69
Add Back: Depreciation		483,528.33
Doubtful Debts Charge		<u>150,003.64</u>
Adjusted Profit		3,120,578.66
Less: Capital Allowances:B/F	0.00	
Cap. All. Computed	<u>631,257.51</u>	
	631,257.51	
Cap. All. Utilised	<u>(631,257.51)</u>	<u>(631,257.51)</u>
Chargeable Income		2,489,321.15
Tax thereon @	8%	<u>199,145.69</u>

This is subject to agreement by the Internal Revenue Authorities.

ODOTOBRI RURAL BANK LIMITED

CAPITAL ALLOWANCES COMPUTATION

YEAR OF ASSESSMENT, 2013

BASIS: 1/1/13 - 31/12/13

<u>ASSETS CLASS</u>	<u>W.D.V. B/F</u>	<u>ADDITIONS</u>	<u>TOTAL</u>	<u>RATE</u>	<u>DEPRN.</u>	<u>W.D.V. C/F</u>
CLASS 1 POOL	114,836.78	223,278.08	338,114.86	40%	135,245.95	202,868.92
CLASS 2 POOL	139,453.82	94,427.99	233,881.81	30%	70,164.54	163,717.27
CLASS 4 POOL	555,499.04	658,692.70	1,214,191.74	20%	242,838.35	971,353.39
	809,789.64	976,398.77	1,786,188.41		448,248.84	1,337,939.57

<u>ASSETS CLASS</u>	<u>W.D.V. B/F</u>	<u>ADDITIONS</u>	<u>TOTAL</u>	<u>RATE</u>	<u>DEPRN.</u>	<u>W.D.V. C/F</u>
CLASS 5 POOL	43,762.00	-	43,762.00	10%	10,941.00	32,821.00
CLASS 5 POOL	272,597.00	-	272,597.00	10%	54,518.00	218,079.00
CLASS 5 POOL	25,624.00	-	25,624.00	10%	4,270.00	21,354.00
CLASS 5 POOL	38,532.00	-	38,532.00	10%	5,505.00	33,027.00
CLASS 5 POOL	397,743.60	-	397,743.60	10%	49,717.95	348,025.65
CLASS 5 POOL	287,820.00	-	287,820.00	10%	31,980.00	255,840.00
CLASS 5 POOL	260,767.26	-	260,767.26	10%	26,076.73	234,690.53
CLASS 5 POOL	0.00	1,164,390.43	1,164,390.43	10%	116,439.04	1,047,951.39
	1,326,845.86	1,164,390.43	2,491,236.29		183,008.68	2,191,788.57

SUMMARY

Reducing Balance	448,248.84
Straight Line	<u>183,008.68</u>
	<u>631,257.51</u>

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