

Statement of responsibility of the Board of Directors

1. The Board has general power to manage the business of the Bank.
2. The Board of Directors is responsible to ensure that the books of accounts of the Bank are kept in a manner suitable for financial reporting and other relevant purposes.

In particular, the Board is responsible to:

- a. ensure that the accounting records of the Bank are satisfactorily maintained and its financial statements presented in accordance with authoritative standards and other governing policies applicable in such regard.
 - b. select suitable accounting policies and apply them consistently;
 - c. state whether applicable accounting standards have been followed, subject to any material departures to be disclosed or explained in the financial statements;
 - d. ensure that the financial statements are prepared on the going-concern basis unless it is inappropriate to presume that the Bank will continue in business.
3. In summary, the Board is responsible to ensure that proper accounting records are kept, which disclose with reasonable accuracy, at any time, the financial position of the Bank. The Board shall also be responsible to put in place the relevant mechanism for safeguarding the assets of the Bank and take reasonable steps for prevention of fraud and other forms of irregularities, and for prompt detection of these if they should nonetheless occur.
 4. The Board is also responsible to annually appoint competent auditors to examine the books of the Bank. Such appointment shall, however, be ratified by an affirmative vote of the shareholders at their Annual General Meetings. The Board shall cause to be printed a copy of the auditor's report, together with the relevant financial statements accompanying such report.
 5. The Articles of Incorporation of Guaranty Trust Bank (Liberia) Ltd also authorize the Board to appoint members of committees as it may deem necessary; and to delegate to such committees such powers as the Board considers appropriate under the circumstance.

The above statement of responsibilities of the Board of Directors regarding the conduct of the financial statements of the Bank shall be read in conjunction with the statement of the Auditor's responsibilities set out in the opinion that immediately follows this statement. This is necessary and is being done with the view to distinguishing for the benefit of the shareholders and other users of the accompanying financial statements the respective responsibilities of the Board of Directors and the Auditors in relation to the financial statements of Guaranty Trust Bank (Liberia) Ltd.



Mrs. Opral Mason Benson
CHAIRMAN OF THE BOARD

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Guaranty Trust Bank (Liberia) Limited

We have audited the accompanying balance sheet of **Guaranty Trust Bank (Liberia) Limited** as at December 31, 2012 and the related statements of income, cash flows and changes in retained earnings for the year then ended.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with US Generally Accepted Accounting Principles and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

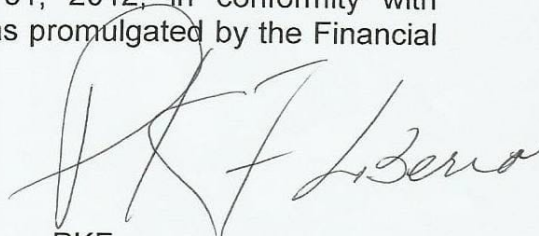
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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contact Person: Nim'ne E. Mombo Sr., Managing Partner & Prof. D. Ansu Sonii Sr., Partner

Opinion

In our opinion, the financial statements referred to above present fairly in all material respects, the financial position of **Guaranty Trust Bank (Liberia) Limited** for the year ended December 31, 2012, in conformity with Generally Accepted Accounting Principles as promulgated by the Financial Accounting Standards Board (US).



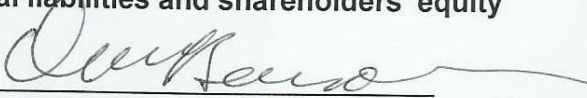
PKF
Accountants &
business advisers

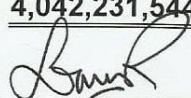
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January 28, 2013

Guaranty Trust Bank (Liberia) Ltd
Balance Sheet
As at December 31, 2012

	Note	2012 L\$	2011 L\$
Assets			
Current assets			
Cash and short term funds	4	2,030,901,416	1,302,108,737
Loans and advances	5	1,520,263,607	1,065,982,230
Other current assets	6	<u>187,767,821</u>	<u>101,115,835</u>
Total current assets		<u>3,738,932,844</u>	<u>2,469,206,802</u>
Non-current assets			
Long-term assets	7	<u>303,298,700</u>	<u>331,648,314</u>
Total assets		<u>4,042,231,544</u>	<u>2,800,855,116</u>
Liabilities and shareholders' equity:			
Liabilities			
Customer deposits	8	2,600,511,482	1,696,331,254
Taxes payable	9	3,147,490	6,034,448
Due to Central Bank of Liberia		55,095,967	54,375,000
Other liabilities	10	108,333,827	52,879,026
Due to affiliates		<u>290,880,000</u>	<u>76,730,575</u>
Total liabilities		<u>3,057,968,767</u>	<u>1,886,350,303</u>
Shareholders' equity:			
Share capital	11	1,062,500,000	1,062,500,000
Accumulated losses		<u>(78,237,223)</u>	<u>(147,995,187)</u>
Net shareholders' equity		<u>984,262,777</u>	<u>914,504,813</u>
Total liabilities and shareholders' equity		<u>4,042,231,544</u>	<u>2,800,855,116</u>


 Mrs. Opral Mason Benson
 Chairman of the Board of Directors


 Mr. Dan Orogun
 Managing Director & Member of the Board

Guaranty Trust Bank (Liberia) Ltd
Income statement
For the year ended December 31, 2012

	Note	2012 L\$	2011 L\$
Revenue:			
Interest income on loans and advances	12	184,945,279	105,057,925
Less: interest expense		<u>(14,083,279)</u>	<u>(9,034,382)</u>
Interest income net of interest expense		170,862,000	96,023,543
Less: provision for bad and doubtful loans		<u>(20,466,310)</u>	<u>(16,489,879)</u>
Net income on loans and advances		150,395,690	79,533,664
Other operating income	13	<u>337,781,242</u>	<u>236,465,296</u>
Net revenue		488,176,932	315,998,961
General and operating expenses:			
Operating expenses	14	<u>(383,008,339)</u>	<u>(279,403,723)</u>
Operating profit before tax		105,168,594	36,595,238
Taxation		<u>(18,324,808)</u>	<u>(6,013,330)</u>
Profit after tax		<u>86,843,785</u>	<u>30,581,908</u>
Earnings per shares		0.082	0.029

Guaranty Trust Bank (Liberia) Ltd
Statement of cash flows
For the year ended December 31, 2012

	2012	2011
	L\$	L\$
Operating activities:		
Net operating results	<u>86,843,785</u>	<u>30,581,908</u>
Adjustments to reconcile net operating results to net cash provided by operating activities		
Depreciation and amortization	59,406,836	50,295,590
Provision for loan losses	20,466,310	16,489,879
Provision for interest in suspense	17,473,588	
Prior year	(2,825,517)	-
Adjustments in provision	38	143,531
Translation adjustments	(14,260,305)	4,073,250
Loss on disposal of fixed assets	764,513	-
Adjustments in fixed assets	10,842	-
Changes in operating assets and liabilities:		
Loans and advances	(492,221,244)	(489,144,502)
Other current assets	(86,651,986)	(23,985,004)
Customers deposits	904,180,228	859,694,321
Taxes payable	(2,886,958)	3,894,799
Other liabilities	56,175,768	39,568,629
Due to intercompany	214,149,425	73,421,412
Net adjustments	<u>673,781,539</u>	<u>534,451,905</u>
Net cash from operating activities	<u>760,625,324</u>	<u>565,033,814</u>
Investing activities:		
Purchase of fixed assets	<u>(31,832,645)</u>	<u>(69,308,704)</u>
Net cash used in investing activities	<u>(31,832,645)</u>	<u>(69,308,704)</u>
Financing activities		
Increase in Share capital	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	728,792,679	495,725,110
Cash and cash equivalents at the beginning of the period	<u>1,302,108,737</u>	<u>806,383,628</u>
Cash and cash equivalents at the end of the period	<u>2,030,901,416</u>	<u>1,302,108,737</u>