

GHANA NATIONAL PETROLEUM CORPORATION

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

**EGALA ATITSO & ASSOCIATES
CHARTERED ACCOUNTANTS
14 ABEKA ROAD, TESANO
P O BOX AN 16626
ACCRA NORTH
TEL: 021 - 222199
FAX: 021 - 229358**

TABLE OF CONTENTS

Contents	Page
General information	1
Report of the directors	2
Statement of directors' responsibilities	3
Independent auditors' report	4 - 5
Trading, profit & loss and income surplus account	6
Balance sheet	7
Cash flow statement	8
Notes to the cash flow statement	9
Notes to the financial statements	10 - 18

GHANA NATIONAL PETROLEUM CORPORATION

GENERAL INFORMATION

Board of Directors	:	Mr Ato Ahwoi Nana Boakye Asafu-Adjaye Mrs Alexandra Amoako-Mensah Awulae Attibrukusu III Dr Kwaku Temeng Mr Kyeretwie Opoku Dr Cadman Mills	- Chairman - Member/Chief Executive - Member - Member - Member - Member - Member
Secretary	:	Mr Kyeretwie Opoku	
Principal place of business	:	Petroleum House, Tema	
Postal address	:	Private Mail Bag, Tema	
External auditors	:	Egala Atitso & Associates Chartered Accountants 14 Abeka Road, Tesano P O Box AN 16626 Accra North	
Bankers: Local	:	National Investment Bank Limited Bank of Ghana Ghana Commercial Bank Limited Ecobank Ghana Limited	
Foreign	:	Ghana International Bank - London	

GHANA NATIONAL PETROLEUM CORPORATION

STATEMENT OF DIRECTORS' RESPONSIBILITIES 31ST DECEMBER, 2011

The Ghana National Petroleum Corporation Law, 1983 (PNDCL 64) requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the corporation as at the end of the financial year and of the profit or loss of the corporation for that period.

In preparing the financial statements the Directors have used appropriate accounting policies, consistently applied and supported by reasonable and prudent estimates and that all the Ghana National Accounting Standards which they consider to be appropriate have been followed.

The Directors are responsible for ensuring that the corporation keeps accounting records which disclose with reasonable accuracy the financial position of the corporation and which enable them to ensure that the financial statements comply with the requirements of PNDCL 64. They are also responsible for taking such steps as are reasonably open to them to safeguard the assets of the corporation and to prevent and detect fraud and other irregularities.

The above statement which should be read in conjunction with the statement of the auditors' responsibilities set out on pages 4 to 5 is made with a view to distinguishing for shareholders the respective responsibilities of the directors and the auditors in relation to the financial statements.



BRANCH OFFICE:
P. O. Box 441
Tamale
Tel: 03720 - 22549

14, Abeka Road
Tesano-Accra
P. O. Box AN 16626
Accra-North, Ghana
Tel: 233 (0) 302 222199
Fax: 233 (0) 302 229358
E-mail: enquiry@eaaghana.com

GHANA NATIONAL PETROLEUM CORPORATION

**INDEPENDENT AUDITOR'S REPORT ON
GHANA NATIONAL PETROLEUM CORPORATION**

Report on the financial statements

We have audited the accompanying financial statements of Ghana National Petroleum Corporation set out on pages 6 to 18, which comprise the Trading, Profit and Loss account, Financial position as at 31st December, 2011 and the Cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

As stated on page 3, the directors are responsible for the preparation and fair presentation of these financial statements in accordance with Ghana National Accounting Standards and with the requirements of the Ghana National Petroleum Corporation Law, 1983 (PNDCL 64). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Ghana National Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider 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 expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of 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 audit opinion.

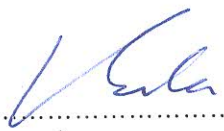
GHANA NATIONAL PETROLEUM CORPORATION

INDEPENDENT AUDITOR'S REPORT (CONT'D)

Opinion

In our opinion, proper books of account have been kept and the financial statements, which are in agreement therewith and prepared in accordance with Ghana National Accounting Standards give a true and fair view of the financial position of Ghana National Petroleum Corporation as at 31st December, 2011 and of its financial performance and its cash flow for the year then ended and comply with the GNPC Law 1983 (PNDCL 64).

Signature:



Partner signing & membership number:

..... MRC EGALA 100128

Name of Firm: Egala Atitso & Associates

Date:

..... 17th December, 2012

GHANA NATIONAL PETROLEUM CORPORATION

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	Notes	2011 GH¢	2010 GH¢
Crude Oil Revenue			
Sales	3a	686,301,032	-
Government Royalty	3b	(189,808,531)	-
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Net Sales		496,492,501	-
Cost of Sales	3c	(54,308,652)	-
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Gross Earnings		442,183,849	-
Add:			
(Loss)/Profit from Refined Products Trading	4	(39,356,747)	7,511,574
Non-Trading Income	5	23,411,937	23,168,018
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Total Earnings		426,239,039	30,679,592
 Expenses			
Administrative & General Expenses	6	(39,670,331)	(19,601,842)
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Total Expenses		(39,670,331)	(19,601,842)
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Net Earnings Before Distribution		386,568,708	11,077,750
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Distribution			
Government Of Ghana	19	174,685,698	-
Petroleum Equity Fund	20	150,908,239	-
Petroleum Project Fund	21	90,261,730	-
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
		(29,286,959)	11,077,750
		<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

**INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
Balance at 1st January	127,794,834	105,749,755
Prior Year Adjustment	-	10,967,331
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Balance as Restated	127,794,834	116,717,086
 Net Loss/(Profit) transferred from Statement of Comprehensive Income	 (29,286,959)	 11,077,748
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
	98,507,875	127,794,834
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>

Notes 1 to 26 form an integral part of these financial statements and should therefore be read in conjunction therewith.

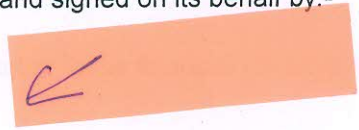
GHANA NATIONAL PETROLEUM CORPORATION

**STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2011**

	Notes	2011 GH¢	2010 GH¢
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	8	2,990,839	1,914,363
Petroleum Projects	9	261,696,425	159,485,579
Long Term Investments	10	9,013,740	9,013,740
Total Non-Current Assets		<u>273,701,004</u>	<u>170,413,682</u>
Current Assets			
Stocks	11	38,403,080	346,805,729
Due from Related Party	12	6,495,444	20,356,204
Debtors	13	172,759,709	445,742,639
Short-Term Investments	14	39,756,230	107,024
Cash & Bank	15	7,727,048	24,309,362
Total Current Assets		<u>265,141,512</u>	<u>837,320,958</u>
TOTAL ASSETS		<u>538,842,516</u>	<u>1,007,734,640</u>
EQUITY AND LIABILITIES			
Equity			
Stated Capital	16	7,208,020	7,208,020
Government of Ghana Account	17	(102,537,354)	(102,537,354)
Training & Technology Fund	18	69,016,867	39,922,309
Petroleum Equity Fund	20	150,908,239	
Petroleum Project Fund	21	90,261,730	-
Capital Surplus	22	404,645	14,265,405
Income Surplus Account		98,507,875	127,794,834
Total Equity		<u>313,770,022</u>	<u>86,653,214</u>
Non-Current Liabilities			
Medium Term Loans	23	53,373,908	150,407,027
Current Liabilities			
Short Term Facility	24	153,061,438	763,693,983
Creditors	25	4,569,386	6,980,416
Deferred Income	26	14,067,762	
		<u>225,072,494</u>	<u>921,081,426</u>
TOTAL EQUITY AND LIABILITIES		<u>538,842,516</u>	<u>1,007,734,640</u>

The year 2011 Financial Statements set out on pages 6 to 18 were approved by the Board of Directors on2012 and signed on its behalf by:-


.....
DIRECTOR




.....
DIRECTOR

Notes 1 to 26 form an integral part of these financial statements and should therefore be read in conjunction therewith.

GHANA NATIONAL PETROLEUM CORPORATION

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	Notes	2011 GH¢	2010 GH¢
Operating activities			
Cash (outflow) inflow from operating activities	I	(45,907,394)	7,863,155
Net cash (outflow) inflow from operating activities		<u>(45,907,394)</u>	<u>7,863,155</u>
Investing Activities			
Proceeds from sale of fixed assets		171,250	-
Payments towards acquisition of fixed assets		(2,217,525)	(170,838)
Additions to petroleum projects		(102,210,846)	(118,908,398)
Net cash (outflow) from Investing activities		<u>(104,257,121)</u>	<u>(119,079,236)</u>
Financing Activities			
Increase in medium term loan		(97,033,119)	87,582,845
Net increase in training & tech. fund		29,094,558	23,734,405
Net Increase (decrease) in Government of Ghana account		-	431,831
Petroleum equity fund		150,908,238	
Petroleum projects fund		90,261,730	
Net cash inflow from financing activities		<u>173,231,407</u>	<u>111,749,081</u>
Net movements in cash & cash equivalents during the year		23,066,892	533,000
Cash & cash equivalents at 1st January		24,416,386	23,883,386
Cash & cash equivalents at 31st December	II	<u>47,483,278</u>	<u>24,416,386</u>

Notes 1 to 26 form an integral part of these financial statements and should therefore be read in conjunction therewith.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
I Reconciliation of excess of income over expenditure to net cash inflow (outflow) from operating activities		
Net Profit as per Statement of Comprehensive Income	(29,286,959)	11,077,748
Adjust for:		
Prior year Adjustment	-	5,391,855
Depreciation charge	1,120,059	711,267
Profit on disposal of fixed assets	(150,260)	-
Movements in working capital items:		
(Increase) in stocks	308,402,649	(159,847,717)
(Increase) in amount due from related party		(5,644,350)
Decrease (increase) in debtors	272,982,930	(415,926,322)
Increase (decrease) in creditors	(2,411,030)	(4,788,510)
Increase in short term facility	(610,632,545)	585,295,545
Deferred Income	14,067,762	
Cash (outflow) inflow from operating activities	(45,907,394)	16,269,516

**II Analysis of cash and cash equivalents
as shown in the Statement of Financial Position**

	Balances at 31st December			Net movements in the year	
	2011 GH¢	2010 GH¢	2009 GH¢	2011 GH¢	2010 GH¢
Short term investments	39,756,230	107,024	22,630,541	47,200,190	(22,523,517)
Cash & bank	7,727,048	24,309,362	1,252,845	(16,582,314)	23,056,517
	47,483,278	24,416,386	23,883,386	30,617,876	533,000

GHANA NATIONAL PETROLEUM CORPORATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2011

1 Basis of Accounting

These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

2 Accounting Policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the corporation's financial statements:-

a) **Fixed Assets**

Fixed assets are stated at cost or revaluation less accumulated depreciation. Depreciation is provided on a straight-line basis at rates calculated to reduce the gross book value of each fixed asset to its estimated net realisable value at the end of its useful life to the corporation.

The following rates are applicable:

Leasehold land & buildings	-	2%
furniture & fittings	-	20%
Office & bungalow equipment	-	20%
Motor vehicles	-	25%
Marine vessel & equipment	-	8%
Other machinery & equipment	-	5%
Petroleum production equipment	-	5%

b) **Stocks and Work-in-Progress**

Stocks are valued at the lower of cost and net realisable value. Cost includes all direct expenses incurred in bringing the stocks to their current location and condition.

c) **Foreign Currency Transactions**

Transactions denominated in foreign currencies are translated into cedis and recorded at the rates of exchange ruling at the transaction date. Current assets and current liabilities denominated in foreign currencies are translated into cedis at rates of exchange ruling at the balance sheet date. Exchange differences arising are dealt with through the income and expenditure account.

d) **Exploration Levy**

Exploration levy is accounted for on cash basis.

e) **Subsidiary Companies**

Consolidated financial statements have not been prepared for the corporation and its subsidiary companies because of the dissimilar nature of the activities of members of the group.

f) **Training & Technology Fund**

Technology support, exploration data proceeds and training allowances are capitalised.

g) **Interest on Advances to Subsidiaries**

Interest on Initial Capital Loan given to Saltpond Offshore Producing Company Limited in respect of revaluation of initial assets pledged by GNPC would be recognised and included in the financial statements in the year of receipt.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
3 Sales Revenue		
3a Crude Oil Sales		
Crude Oil sales - Jubilee Fields	686,301,032	-
	<u>686,301,032</u>	<u>-</u>
	=====	=====
3b Ghana Government Royalty		
Royalty - Jubilee Partners	163,709,858	-
Royalty - GNPC	26,098,673	-
	<u>189,808,531</u>	<u>-</u>
	=====	=====
3c Cost of Crude Oil Sale		
Jubilee Production Cost - 2011	25,262,832	-
Jubilee Production Cost - 2010	7,127,401	-
Marketing Fees	485,485	-
Jubilee Capital Cost Amortisation	21,432,933	-
	<u>54,308,652</u>	<u>-</u>
	=====	=====
4 (Loss)/Profit of Refined Product Trading		
Product sales	530,917,261	1,724,049,755
Product cost	(529,939,221)	(1,691,323,552)
Financial Charges	(19,600,114)	(25,214,629)
	<u>(18,622,074)</u>	<u>7,511,574</u>
Gross (Loss)/Profit	(18,622,074)	7,511,574
Less Provision for Doubtful Debt (Note 7)	(20,734,673)	-
	<u>(39,356,747)</u>	<u>7,511,574</u>
	=====	=====
5 Non-Trading Income		
Interest on short term investments	334,835	806,309
Services rendered to oil exploration companies	2,120,933	2,397,604
Data Licence Fee	13,954,527	8,406,361
Foreign currency translation difference	-	4,461,670
Exploration levy	-	2,212,000
Miscellaneous income	1,114,618	20,329
Transfer from Training & Technology Fund	4,854,909	4,500,000
Permit fees	833,562	265,991
Rental income	198,553	97,754
	<u>23,411,937</u>	<u>23,168,018</u>
	=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
6 Administrative and General Expenses		
Personnel emoluments	15,043,723	12,586,701
General administrative expenses	13,209,628	5,316,780
Staff retirement scheme	8,835,190	-
Exploration promotion expenses	221,141	408,365
Depreciation charge	1,120,059	711,267
Board expenses	261,595	191,191
Ministry of Energy support	847,498	278,449
Bank charges	51,499	57,030
Audit fees	80,000	52,061
	39,670,331	19,601,842
	39,670,331	19,601,842
 7 Provision for Bad debts		
Provision for Doubtful debt provision	20,734,673	-
	20,734,673	-

The provision for doubtful debt is in respect of a specific debt that is being disputed.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

8 Non Current Assets	Cost/Valuation 1/1/2011 GH¢	Additions in year GH¢	Disposals in year GH¢	Cost 12/31/2011 GH¢
Leasehold land & building	628,793	9,596	-	638,389
Furniture & fittings	209,011	51,118	-	260,129
Office equipment	2,713,528	1,904,057	(13,397)	4,604,188
Motor vehicles	1,113,439	-	(157,853)	955,586
Machinery & equipment	79,352	-	-	79,352
Petroleum production equipment	1,499,722	-	-	1,499,722
Work in Progress		252,754		252,754
	-----		-----	-----
Gross value at 31st Dec, 2011	6,243,845	2,217,525	(171,250)	8,290,120
	=====	=====	=====	=====
	Balance 1/1/2011 GH¢	Charge for in year GH¢	Disposals in year GH¢	Balance 12/31/2011 GH¢
Depreciation				
Leasehold land & building	136,095	12,536	-	148,631
Furniture & fittings	73,475	50,952	-	124,427
Office equipment	1,782,880	846,308	-	2,629,188
Motor vehicles	907,932	135,277	(150,260)	892,949
Machinery & equipment	79,351	-	-	79,351
Petroleum production equipment	1,349,749	74,986	-	1,424,735
	-----	-----	-----	-----
	4,329,482	1,120,059	(150,260)	5,299,281
	=====	=====	=====	=====
Net book value 31/12/2011				2,990,839
				=====
Net book value 31/12/2010				1,914,363
				=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

		2011 GH¢	2010 GH¢
9	Petroleum Projects		
	Jubilee Field Investment Balance at 31st December	213,360,696	159,485,579
	South Deep Water	48,335,729	-
		<u>261,696,425</u>	<u>159,485,579</u>
		=====	=====
10	Long Term Investments		
	Shareholding		
	Mole Motel Company Ltd (Mole park project) 60%	185,620	185,620
	Airtel Ghana Limited 25%	4,277,400	4,277,400
	Prestea Sankofa Goldfields Ltd 90%	3,344,630	3,344,630
	Saltpond Offshore Producing Company Limited 45%	1,206,090	1,206,090
		<u>9,013,740</u>	<u>9,013,740</u>
		=====	=====
11	Stocks		
	Crude stocks	-	152,927,544
	Crude Oil Stocks-Jubilee	14,067,762	-
	Finished product	24,191,648	193,740,381
	Non-trade stock	143,670	137,804
		<u>38,403,080</u>	<u>346,805,729</u>
		=====	=====
12	Due from Related Party		
	Prestea Sankofa Goldfields Limited	1,240,793	1,240,793
	Saltpond Offshore Producing Company Limited	5,254,651	19,115,411
		<u>6,495,444</u>	<u>20,356,204</u>
		=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

		2011 GH¢	2010 GH¢
9	Petroleum Projects		
	Jubilee Field Investment Balance at 31st December	213,360,696	159,485,579
	South Deep Water Tano	48,335,729	-
		<u>261,696,425</u>	<u>159,485,579</u>
		=====	=====
10	Long Term Investments		
	Shareholding		
	Mole Motel Company Ltd (Mole park project) 60%	185,620	185,620
	Airtel Ghana Limited 25%	4,277,400	4,277,400
	Prestea Sankofa Goldfields Ltd 90%	3,344,630	3,344,630
	Saltpond Offshore Producing Company Limited 45%	1,206,090	1,206,090
		<u>9,013,740</u>	<u>9,013,740</u>
		=====	=====
11	Stocks		
	Crude stocks	-	152,927,544
	Crude Oil Stocks-Jubilee	14,067,762	-
	Finished product	24,191,648	193,740,381
	Non-trade stock	143,670	137,804
		<u>38,403,080</u>	<u>346,805,729</u>
		=====	=====
12	Due from Related Party		
	Prestea Sankofa Goldfields Limited	1,240,793	1,240,793
	Saltpond Offshore Producing Company Limited	5,254,651	19,115,411
		<u>6,495,444</u>	<u>20,356,204</u>
		=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

13 Debtors	2011 GH¢	2010 GH¢
Trade debtors - trade marketing	135,120,632	415,288,737
Provision for doubtful debt	(20,734,673)	
Ghana National Gas company	48,441,161	24,961,199
Other Debtors-foreign	7,112,307	4,171,793
Other debtors-Local	10,755	10,281
Staff debtors	906,056	1,019,956
Advances & Prepayments	293,443	103,900
Tax credits	1,610,028	186,773
	<u>172,759,709</u>	<u>445,742,639</u>
	=====	=====
 14 Short-Term Investments		
Foreign banks	38,457,600	-
Local banks	1,298,630	107,024
	<u>39,756,230</u>	<u>107,024</u>
	=====	=====
 These represent amounts placed with the banks on short-term basis and include fixed deposits and money at call.		
15 Cash and Bank	2011 GH¢	2010 GH¢
Bank: Local	4,421,349	201,838
Foreign	3,136,970	24,021,378
Cash: Local	35,291	5,589
Foreign	133,438	80,557
	<u>7,727,048</u>	<u>24,309,362</u>
	=====	=====
 16 Contributed Capital	7,208,020	7,208,020
	=====	=====

This represents amount received from Government of Ghana towards the corporation's capitalisation.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

17 Government of Ghana Account	2011 GH¢	2010 GH¢
Balance at 1st January	(102,537,354)	(102,969,185)
Surface rental receipts	96,667	
Surface rental payment to the Government of Ghana	(96,667)	
Net additional payments/receipts		430,831
	-----	-----
Balance at 31st December	(102,537,354)	(102,537,354)
	=====	=====

18 Training & Technology Fund

Balance at 1st January	39,922,309	24,594,265
Additions during the year	33,949,467	19,828,044
Transfer to Statement of Comprehensive Income	(4,854,909)	(4,500,000)
	-----	-----
Balance at 31st December	69,016,867	39,922,309
	=====	=====

The balance at 31st December represents the un-amortised portion of Technology Support, Training Grants and Penalties capitalised.

19 Government of Ghana Share of Revenue

First Lifting	44,448,901	-
Second Lifting	45,803,855	-
Third Lifting	44,032,584	-
Fourth Lifting	40,400,358	-
	-----	-----
	174,685,698	-
	=====	=====

Note 20 is Ghana Government share of revenue from the sale of Jubilee crude oil as per Petroleum Revenue Management Act , (Act 816) Section 7 clause (3).

20 Petroleum Equity Fund

Payment to Partners	204,731,405	-
Jubilee Production cost - 2011	(25,262,832)	-
Jubilee Production cost - 2010	(7,127,401)	-
Jubilee Development cost Amortisation	(21,432,933)	-
	-----	-----
	150,908,239	-
	=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
21 Petroleum Project Fund		
Balance at 1st January	-	-
Additions during the year	116,589,912	-
Transfer to Statement of Comprehensive Income	(26,328,182)	-
	<u> </u>	<u> </u>
Balance at 31st December	90,261,730	-
	=====	=====
Notes 21-22 represent funds set aside to meet the Equity Financing obligations and to execute petroleum programs approved by Parliament under Petroleum Revenue management Act, (Act 816) Section 7 clause 3.		
22 Capital Surplus		
Balance at 1st January	14,265,405	14,265,405
Write -off of un-realizable value of GNPC loan to SOPCL	(13,860,760)	-
	<u> </u>	<u> </u>
	404,645	14,265,405
Amounts transferred to accumulated fund	-	-
Balance at 31st December	404,645	14,265,405
	=====	=====
23 Medium Term Loans		
Jubilee Partner Financing	53,373,908	150,407,027
	<u> </u>	<u> </u>
	53,373,908	150,407,027
	=====	=====
24 Short Term Facility		
BNP Paribas	152,395,757	737,353,100
Stanbic Bank Ghana	-	9,867,234
Ecobank	341,213	544,680
World Bank	324,468	-
Ghana International Bank	-	15,928,969
	<u> </u>	<u> </u>
	153,061,438	763,693,983
	=====	=====

These facilities are mainly secured by finished products stocks at Tema Oil Refinery.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2011**

	2011 GH¢	2010 GH¢
25 Creditors		
Foreign creditors	3,359,362	2,231,514
Local creditors	423,203	1,364,204
Accrued charges	80,000	52,061
Deposits held	22,591	20,363
Trade creditors - Crude related expenses	-	3,241,760
Staff creditors	647,901	65,132
Withholding tax	36,329	5,382
	-----	-----
	4,569,386	6,980,416
	=====	=====
 26 Deferred Income		
Deferred Income (Crude Oil Stocks-Jubilee-Note 11)	14,067,762	-
	-----	-----
	14,067,762	-
	=====	=====