

GHANA NATIONAL PETROLEUM CORPORATION

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

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

GHANA NATIONAL PETROLEUM CORPORATION

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

TABLE OF CONTENTS

Contents	Page
Corporate information	1
Report of the directors	2
Statement of directors' responsibilities	3
Independent auditors' report	4 - 5
Statement of income	6
Statement of financial position	7
Statement of cash flows	8
Notes to the statement of cash flows	9
Notes to the financial statements	10 - 17

GHANA NATIONAL PETROLEUM CORPORATION

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2012

CORPORATE 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 Plc - London	

GHANA NATIONAL PETROLEUM CORPORATION

**REPORT OF THE DIRECTORS
OF
GHANA NATIONAL PETROLEUM CORPORATION**

The directors have pleasure in submitting their annual report together with the audited accounts of the corporation for the year ended 31st December 2012 showing an income surplus carried forward of GH¢120,858,893 made up as follows:

1	Net results	GH¢
	Balance at 1st January 2012	98,507,875
	Add: Net earnings for the year	22,351,018

	Balance at 31st December 2012	120,858,893
		=====

2 Principal activities

The objects of the corporation are to promote and undertake the exploration, development, production and disposal of petroleum.

There has been no change in the nature of business carried on by the corporation.

3 Auditors

MESSRS EGALA ATITSO & ASSOCIATES, CHARTERED ACCOUNTANTS, continue in office as auditors of the corporation in accordance with the appointment by the Auditor General.

BY ORDER OF THE BOARD




28/10 2013
} DIRECTORS

GHANA NATIONAL PETROLEUM CORPORATION

STATEMENT OF DIRECTORS' RESPONSIBILITIES 31ST DECEMBER 2012

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 page 4 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 17, which comprise the statement of financial position as at 31st December 2012, statement of income and the statement of cash flows 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 2012 and of its financial performance and its cash flow for the year then ended in accordance with Ghana National Accounting Standards and comply with the GNPC Law 1983 (PNDCL 64).

Signature: 

Partner signing & membership number: IDRIS EGALA – ICAG/P/1168

Name of Firm & Licence Number: Egala Atitso & Associates – ICAG/F/2013/135

Date: *28th October, 2013*

GHANA NATIONAL PETROLEUM CORPORATION

**STATEMENT OF INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	Notes	2012 GH¢	2011 GH¢
Sales	3	1,005,941,376	686,301,032
Government royalties	3b	(280,031,675)	(189,808,531)
Government 60% Share after marketing fee and equity funding	3c	(297,023,106)	(174,685,698)
Share of crude oil revenue	3d	428,886,595	321,806,803
Operating costs	3e	(120,459,061)	(54,308,652)
Gross Margin		308,427,534	267,498,151
Non- trading income	4	33,792,328	23,411,937
Loss from refined products trading	5	(11,441,313)	(39,356,747)
Admin and General Expenses	6	(58,990,481)	(39,670,331)
Net earnings		271,788,068	211,883,010
Statutory transfers: - Equity funding	18	(110,412,131)	(150,908,239)
- Project funding	19	(139,024,919)	(90,261,730)
Net earnings(after Statutory transfers) transferred to Income surplus		22,351,018	(29,286,959)

**INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	2012 GH¢	2011 GH¢
Balance at 1st January	98,507,875	127,794,834
Net earnings after distribution transferred from Statement of Income	22,351,018	(29,286,959)
Balance at 31st December	120,858,893	98,507,875

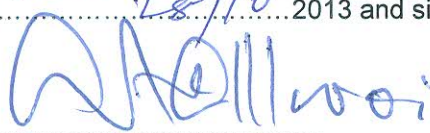
Notes 1 to 25 form an integral part of these financial statements and should therefore be read in conjunction therewith.

GHANA NATIONAL PETROLEUM CORPORATION

**STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2012**

	Notes	2012 GH¢	2011 GH¢
ASSETS			
Non-Current Assets			
Property, plant and equipment	7	7,069,339	2,990,839
Petroleum projects	8	300,095,250	261,696,425
Long term investments	9	9,013,740	9,013,740
		<u>316,178,329</u>	<u>273,701,004</u>
Total non-current assets			
Current assets			
Stocks	10	16,981,352	38,403,080
Due from related parties	11	19,994,864	20,356,204
Debtors	12	183,126,804	172,759,710
Short-term investments	13	162,432,768	39,756,230
Cash & bank balances	14	17,543,320	7,727,048
		<u>400,079,108</u>	<u>279,002,272</u>
Total current assets			
TOTAL ASSETS		<u>716,257,437</u>	<u>552,703,276</u>
EQUITY AND LIABILITIES			
Equity			
Contributed capital	15	7,208,020	7,208,020
Amount due from Government of Ghana	16	(102,537,354)	(102,537,354)
Training & technology fund	17	59,871,624	69,016,867
Petroleum equity fund	18	261,320,369	150,908,239
Petroleum project fund	19	229,286,649	90,261,730
Capital surplus	20	14,265,405	14,265,405
Income surplus account		120,858,893	98,507,875
		<u>590,273,606</u>	<u>327,630,782</u>
Total Equity			
Non-Current Liabilities			
Medium term loans	21	-	53,373,908
Current Liabilities			
Short term facility	22	100,529,435	153,061,438
Creditors	23	8,624,714	4,569,386
Deferred Income	24	16,829,682	14,067,762
		<u>125,983,831</u>	<u>225,072,494</u>
TOTAL EQUITY AND LIABILITIES		<u>716,257,437</u>	<u>552,703,276</u>

The year 2012 Financial Statements set out on pages 6 to 17 were approved by the Board of Directors on 28/12 2013 and signed on its behalf by:-



.....
DIRECTOR



.....
DIRECTOR

Notes 1 to 25 form an integral part of these financial statements and should therefore be read in conjunction therewith.

GHANA NATIONAL PETROLEUM CORPORATION

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	Notes	2012 GH¢	2011 GH¢
Operating activities			
Net cash (outflow) inflow from operating activities	I	(10,910,830) =====	(45,907,394) =====
Investing Activities			
Proceeds from sale of fixed assets		394,303	171,250
Payments towards acquisition of fixed assets		(5,509,738)	(2,217,525)
Additions to petroleum projects		(38,398,821)	(102,210,846)
Net cash (outflow) from Investing activities		(43,514,256) =====	(104,257,121) =====
Financing Activities			
Increase/(decrease) in medium term loan		(53,373,908)	(97,033,119)
Net increase in training & technology grant		(9,145,243)	29,094,558
Petroleum equity fund		110,412,130	150,908,238
Petroleum projects fund		139,024,919	90,261,730
Net cash inflow from financing activities		186,917,898 =====	173,231,407 =====
Net movements in cash & cash equivalents during the year		132,492,810	23,066,892
Cash & cash equivalents at 1st January		47,483,278 -----	24,416,386 -----
Cash & cash equivalents at 31st December	II	179,976,088 =====	47,483,278 =====

Notes 1 to 25 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 2012**

	2012	2011
	GH¢	GH¢
I Reconciliation of excess of income over expenditure to net cash inflow (outflow) from operating activities		
Net Profit as per Statement of Income	22,351,018	(29,286,959)
Adjust for:		
Prior year adjustment		
Depreciation charge	1,356,250	1,120,059
Profit on disposal of fixed assets	(319,316)	(150,260)
Movements in working capital items:		
(Increase) in stocks	21,421,728	308,402,649
(Increase) in amount due from related party	361,340	-
Decrease (increase) in debtors	(10,367,095)	272,982,930
Increase (decrease) in creditors	4,055,328	(2,411,030)
Increase in short term facility	(52,532,003)	(610,632,545)
Deferred income	2,761,920	14,067,762
	-----	-----
Net Cash (outflow) inflow from operating activities	(10,910,830)	(45,907,394)
	=====	=====

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

	Balances at 31st December			Net movements in the year	
	2012	2011	2010	2012	2011
	GH¢	GH¢	GH¢	GH¢	GH¢
Short term investments	162,432,768	39,756,230	107,024	122,676,538	39,649,206
Cash & bank	17,543,320	7,727,048	24,309,362	9,816,272	(16,582,314)
	-----	-----	-----	-----	-----
	179,976,088	47,483,278	24,416,386	132,492,810	23,066,892
	=====	=====	=====	=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2012

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*

Training allowance, Technology support and penalties are capitalised and applied towards training activities and technology support. The amount for write off in an accounting year shall be the actual costs incurred.

g) *Data Licence Fee*

Data licence fee is recognised in the year of receipt.

h) *Development Costs*

GNPC's portion of all development costs relating to petroleum projects are capitalised and written off over the operating life of the field using the unit of production method.

i) *Interest on Advance to Subsidiaries*

Interest on advances to GNPC's subsidiaries shall be recognised and included in the financial statement in the year it is earned.

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

		2012 GH¢	2011 GH¢
3	Sales		
	Sales represent revenue from the direct and indirect participation of the Republic of Ghana in petroleum operations including the carried and additional participating interest.		
3b	Ghana Government Royalty		
	Royalty - Jubilee Partners	241,527,320	163,709,858
	Royalty - GNPC	38,504,355	26,098,531
		<u>280,031,675</u>	<u>189,808,389</u>
		=====	=====
3c	Government of Ghana Share of Revenue		
	First Lifting	48,967,107	44,448,901
	Second Lifting	69,825,360	45,803,855
	Third Lifting	43,448,968	44,032,584
	Fourth Lifting	66,543,031	40,400,358
	Fifth Lifting	68,238,640	-
		<u>297,023,106</u>	<u>174,685,698</u>
		=====	=====
	Notes 3b and 3c: Ghana Government's share of the revenue from the sale of Jubilee crude oil as per Section 7 of the Petroleum Revenue Management Act, 2011 (Act 815).		
3d	Share of crude oil revenue		
	Equity funding	230,736,004	204,731,405
	Project financing	198,015,404	116,589,913
	Marketing Fees	135,187	485,485
		<u>428,886,595</u>	<u>321,806,803</u>
		=====	=====
	GNPC's share of the revenue from the sale of jubilee crude oil was in line with Section 7 of the Petroleum Revenue Management Act, 2011 (Act 815).		
3e	Operating costs		
	Jubilee production	(84,177,051)	(32,390,233)
	Marketing fees	(135,187)	(485,485)
	Jubilee capital cost amortisation	(36,146,823)	(21,432,933)
		<u>(120,459,061)</u>	<u>(54,308,651)</u>
		=====	=====
4	Non-Trading Income		
	Interest on short term investments	730,637	334,835
	Services rendered to oil exploration companies	3,414,391	2,120,933
	Data licence fee	18,443,559	13,954,527
	Exploration levy	6,216,700	-
	Miscellaneous income	374,661	1,114,618
	Transfer from Training & Technology Fund	4,214,519	4,854,909
	Permit fees	101,897	833,562
	Rental income	284,564	198,553
	Dividend income	11,400	-
		<u>33,792,328</u>	<u>23,411,937</u>
		=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	2012 GH¢	2011 GH¢
5 Product Sales	28,407,607	530,917,261
Product cost	(25,194,225)	(529,939,221)
Financial charges	(3,139,946)	(19,600,114)
	-----	-----
Gross (Loss)/Profit	73,436	(18,622,074)
Less: Provision for doubtful debt (Note 12.b)	(11,514,749)	(20,734,673)
	-----	-----
	(11,441,313)	(39,356,747)
	=====	=====
 6 Administrative and General Expenses		
Personnel emoluments	21,667,781	15,043,723
General operating expenses	15,583,534	13,209,628
Staff retirement scheme	9,739,190	8,835,190
Petroleum Foundation	5,821,600	-
Exploration promotion expenses	132,073	221,141
Depreciation charge	1,356,250	1,120,059
Board expenses	356,074	261,595
MoE capacity building	592,324	847,498
Bank charges	3,510,155	51,497
Audit fees	231,500	80,000
	-----	-----
	58,990,481	39,670,331
	=====	=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

7 Property, plant and equipment

Cost/Valuation	Balance 1/1/2012 GH¢	Additions in year GH¢	Disposals in year GH¢	Balance 31/12/2012 GH¢
Leasehold land & buildings	638,389	108,911	-	747,300
Furniture & fittings	260,129	188,776	-	448,905
Office equipment	4,543,738	1,907,571	-	6,451,309
Motor vehicles	955,586	3,106,805	(92,972)	3,969,419
Machinery & equipment	139,802	-	-	139,802
Petroleum production equipment	1,499,722	-	(1,499,722)	-
Work -in- Progress	252,754	197,675	-	450,429
	-----	-----	-----	-----
Gross value at 31st Dec 2012	8,290,120	5,509,738	(1,592,694)	12,207,164
	=====	=====	=====	=====

Depreciation	Balance 1/1/2012 GH¢	Charge for the year GH¢	Disposals during year GH¢	Balance 31/12/2012 GH¢
Leasehold land & buildings	148,631	13,985	-	162,616
Furniture & fittings	124,427	68,980	-	193,407
Office equipment	2,629,189	837,113	-	3,466,302
Motor vehicles	892,949	424,082	(92,972)	1,224,059
Machinery & equipment	79,351	12,090	-	91,441
Petroleum production equipment	1,424,736	-	(1,424,736)	-
	-----	-----	-----	-----
	5,299,283	1,356,250	(1,517,708)	5,137,825
	=====	=====	=====	=====

Net book value 31/12/2012 **7,069,339**

=====

Net book value 31/12/2011 **2,990,839**

=====

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

		2012	2011
8	Petroleum Projects	GH¢	GH¢
	Jubilee Field Investment	251,728,996	213,360,696
	South Deep Water	48,366,254	48,335,729
		-----	-----
		300,095,250	261,696,425
		=====	=====
9	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
		-----	-----
		9,013,740	9,013,740
		=====	=====
10	Stocks		
	Crude oil stocks-Jubilee	16,829,682	14,067,762
	Finished product	-	24,191,648
	Non-trade stock	151,670	143,670
		-----	-----
		16,981,352	38,403,080
		=====	=====
11	Due from Related Parties		
	Prestea Sankofa Goldfields Limited	879,453	1,240,793
	Saltpond Offshore Producing Company Limited	19,115,411	19,115,411
		-----	-----
		19,994,864	20,356,204
		=====	=====

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 2012**

12 Debtors	2012 GH¢	2011 GH¢
Trade debtors - trade marketing	149,324,015	135,120,632
Ghana National Gas company	51,722,159	48,441,161
Other debtors-foreign	8,878,025	7,112,307
Other debtors-local	188,397	10,755
Staff debtors	909,886	906,057
Advances & prepayments	1,032,553	293,443
Bui Power Authority	1,500,000	-
Tax credits	1,821,191	1,610,028
	-----	-----
	215,376,226	193,494,383
Less: Provision for doubtful debt (12.b)	(32,249,422)	(20,734,673)
	-----	-----
	183,126,804	172,759,710
	=====	=====

12.b Provision for doubtful debts relates to those debts which have been individually reviewed and specifically identified as bad or doubtful.

13 Short-Term Investments

Foreign banks	162,418,343	38,457,600
Local banks	14,425	1,298,630
	-----	-----
	162,432,768	39,756,230
	=====	=====

These represent amounts placed with the banks on short-term basis and include fixed deposits and money at call.

14 Cash and Bank Balances	2012 GH¢	2011 GH¢
Bank: Local	6,061,161	4,421,349
Foreign	11,414,939	3,136,970
Cash: Local	29,410	35,291
Foreign	37,810	133,438
	-----	-----
	17,543,320	7,727,048
	=====	=====
15 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 2012**

	2012	2011
	GH¢	GH¢
16 Amount due from Government of Ghana		
Balance at 1st January	(102,537,354)	(102,969,185)
Net additional payments/receipts	-	430,831
	-----	-----
Balance at 31st December	(102,537,354)	(102,537,354)
	=====	=====
 17 Training & Technology Fund		
Balance at 1st January	69,016,867	39,922,309
Additions during the year	4,527,775	33,949,467
Transfer to Statement of Income	(4,214,519)	(4,854,909)
Paid to Government	(9,458,499)	-
	-----	-----
Balance at 31st December	59,871,624	69,016,867
	=====	=====
 The balance at 31st December represents the un-amortised portion of Technology Support, Training Grants and Penalties capitalised.		
 18 Petroleum Equity Fund		
Balance at 1st January	150,908,239	-
Transfer from statement of income	110,412,131	150,908,239
	-----	-----
Balance at 31st December	261,320,370	150,908,239
	=====	=====
 19 Petroleum Project Fund		
Balance at 1st January	90,261,730	-
Transfer from statement of income	139,024,919	90,261,730
	-----	-----
Balance at 31st December	229,286,649	90,261,730
	=====	=====

Notes 18-19 represent funds set aside to meet the Equity Financing obligations and to execute petroleum programs approved by Parliament under Petroleum Revenue Management Act, 2011 (Act 815) Section 7

GHANA NATIONAL PETROLEUM CORPORATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2012**

	2012	2011
	GH¢	GH¢
20 Capital Surplus		
Balance at 1st January	14,265,405	14,265,405
Write-off of part of un-realisable value of GNPC	-	-
Loan to SOPCL	-	(13,860,760)
Write-off restated	-	13,860,760
	<u>14,265,405</u>	<u>14,265,405</u>
Balance at 31st December	<u>14,265,405</u>	<u>14,265,405</u>
21 Medium Term Loans		
Jubilee Partner Financing	-	53,373,908
	<u>-----</u>	<u>-----</u>
22 Short Term Facility		
BNP Paribas	100,529,435	152,395,757
Stanbic Bank Ghana	-	-
Ecobank	-	341,213
World Bank	-	324,468
Ghana International Bank	-	-
	<u>100,529,435</u>	<u>153,061,438</u>
	<u>-----</u>	<u>-----</u>
<p>These facilities are mainly secured by crude oil and finished products stocks at Tema Oil Refinery.</p>		
23 Creditors		
Foreign creditors	4,841,413	3,359,362
Local creditors	1,694,382	423,203
Accrued charges	277,725	80,000
Deposits held	22,590	22,591
Staff creditors	1,652,435	647,901
Withholding tax	136,169	36,329
	<u>8,624,714</u>	<u>4,569,386</u>
	<u>-----</u>	<u>-----</u>
24 Deferred Income	16,829,682	14,067,762
	<u>-----</u>	<u>-----</u>

Represent GNPC portion of Jubilee crude oil stocks as at 31st December, 2012

25 Re - statement of 2011 balances

The 2012 financial statements were re-organised in line with the Petroleum Revenue Management Act, 2011 (Act 815) consequently the 2011 balances have been re-stated.