

## Appendix A

### A Glossary of Terms

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<b>BALANCE OF REVENUE AFTER TAXES</b>	Net income after taxes. It is the sum of income from loans, investments and other services less deposit interest costs, loan losses, overhead expenses, and all domestic and foreign taxes.
<b>BALANCE SHEET</b>	A condensed financial statement showing the distribution, type and amount of assets, liabilities and capital of a corporation at the end of the corporation's fiscal year.
<b>BANK INTEREST RATE SPREAD</b>	Not to be confused with interest rate spread. Bank spread is a generic term indicating a measure of the difference between yield on assets and cost of deposits in a bank. Measures of bank spread include after tax return on average assets, net yield-cost spread on earning assets and net spread on loans.
<b>BANKERS' ACCEPTANCES</b>	A bill of exchange or negotiable instrument drawn by the borrower for payment at maturity and accepted by a chartered bank. The acceptance constitutes a guarantee of payment by the bank. By virtue of this feature, the bill becomes negotiable and can be traded in the money market. A company can thus borrow in the money market not only against its own security but also against the guarantee of the accepting bank.
<b>BOOK VALUE</b>	The amount of net asset (i.e. the amount of assets remaining after all liabilities are paid off) belonging to the shareholders of a corporation.