



BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2020

1. UNAUDITED STATEMENT OF FINANCIAL POSITION

	Sep-19	
	GHC	GHC
ASSETS		
Cash and cash equivalents	28,536,360	13,856,191
Loans and advances to customers	685,173,940	698,488,182
Other assets	34,627,807	16,162,891
Property and equipment	7,659,565	11,170,357
Intangible assets	9,100,110	15,574,353
Right of use assets	2,400,597	-
Current tax assets	9,938,661	12,117,028
Deferred tax assets	18,086,050	17,203,894
Total Assets	795,534,090	785,572,896
LIABILITIES		
Bank Overdraft	8,296	13,906,153
Deposit from customers	99,771,405	70,697,617
Other liabilities	33,110,710	5,512,758
Borrowings	339,164,963	359,604,125
Loans from shareholder	185,625,982	149,899,187
Total Liabilities	657,680,456	645,619,850
EQUITY		
Share capital	29,942,217	29,942,217
Retained earnings and other reserves	107,911,417	110,101,829
Total Equity	137,853,634	139,964,046
Total Equity and Liabilities	795,534,090	785,572,896

2. UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Sep-20		Sep-19	
	GHC	GHC	GHC	GHC
Interest and other similar income	218,992,237	190,774,979		
Interest and other similar expense	(107,771,847)	(86,860,621)		
Net Interest Income	111,220,391	103,414,358		
Other income	4,825,673	5,040,030		
Operating expenses	(76,757,522)	(89,136,092)		
Charge for bad and doubtful advances	(19,495,018)	(14,484,462)		
Foreign exchange losses	(1,380,238)	(6,834,830)		
Profit before taxation	17,911,285	(2,000,996)		
Taxation	(5,339,457)	2,608,499		
Profit for the period	12,371,828	607,503		
Other comprehensive income	-	-		
Total comprehensive income for the period	12,371,828	607,503		

Earnings for share

Basic earnings per share (pesevas per share)	0.0881	0.0043
Diluted earnings per share (pesevas cedis per share)	0.0881	0.0043
Basic weighted average number of shares (thousands)	14,052,240	14,052,240
Diluted weighted average number of shares (thousands)	14,052,240	14,052,240

3. UNAUDITED STATEMENT OF CASH FLOWS

	Sep-20		Sep-19	
	GHC	GHC	GHC	GHC
Operating activities				
Profit before tax	17,911,285	(2,000,995)		
Adjustments for:				
Depreciation of property and equipment and intangibles	8,929,697	6,033,165		
Profit on sale of property and equipment	(9,247)	(86,500)		
Increase in provision for credit impairment	25,528,352	20,409,739		
Foreign exchange losses	1,458,560	6,385,444		
Changes in working capital:				
Increase in gross advances	(8,810,162)	(145,394,348)		
Increase/(decrease) in deposit from customers	29,200,779	(42,723,395)		
Increase in other assets	(30,550,133)	1,726,627		
Increase/(decrease) in other liabilities	2,062,131	(5,844,786)		
Net movement in amounts due on intercompany balances	(17,599,797)	3,385,088		
Cash used in operations	28,138,463	(158,009,961)		
Income taxes paid	(2,318,956)	(215,494)		
Net cash used in operating activities	25,819,507	(158,205,455)		
Investing activities				
Proceeds on disposal of property and equipment	61,170	139,282		
Purchase of property and equipment and intangibles	(1,585,733)	(8,690,443)		
Net cash used in investing activities	(1,524,563)	(8,551,161)		
Financing activities				
Net (decrease)/increase in borrowings	(16,535,656)	65,876,905		
Net increase in amount due to related parties	9,470,908	71,390,636		
Net cash generated from financing activities	(7,064,749)	137,267,541		
Net decrease in cash and cash equivalents	17,230,196	(29,589,075)		
Cash and cash equivalents at the beginning of the year	11,297,868	29,539,113		
Cash and cash equivalents at the end of the period	28,528,064	(49,962)		

4. UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated Capital		Statutory Reserve		Credit Risk Reserve		Merger Reserve	Total Reserves		Retained Earnings		Total Equity
	GHC	GHC	GHC	GHC	GHC	GHC		GHC	GHC	GHC	GHC	
Balance at 1 January 2019	29,942,217	21,970,435	28,978,631	(8,969,016)	41,980,050	-	67,423,276	139,345,543				
Profit for the period	-	-	-	-	-	-	607,503	607,503				
Transfers and transactions												
Transfer to statutory reserve	-	151,874	-	-	151,874	-	(151,874)	-				
Transfer from credit risk reserve	-	-	(8,417,385)	-	(8,417,385)	-	8,417,385	-				
Total movements for the period							(9,265,511)	6,877,014				
Balance at 30 September 2019	29,942,217	22,122,309	20,561,246	(8,969,016)	33,714,539	-	76,296,290	139,953,046				
Balance at 1 January 2020	29,942,217	21,970,435	9,980,164	(8,969,016)	22,981,583	-	72,556,006	125,479,806				
Profit for the period	-	-	-	-	-	-	12,371,828	12,371,828				
Transfers and transactions												
Transfer to statutory reserve	-	-	-	-	-	-	-	-				
Transfer from credit risk reserve	-	-	(3,901,820)	-	(3,901,820)	-	3,901,820	-				
Total movements for the period							(3,901,820)	16,275,648				
Balance at 30 September 2020	29,942,217	21,970,435	6,078,344	(8,969,016)	19,079,763	-	88,831,655	137,853,634				

5. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Significant Accounting Policies

The accounting policies applied for the period ended 30 September 2019 are consistent with those applied in the financial statements for the period ended 30 June 2020.

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the Companies Act 2019 (Act 992). The financial statements have been prepared on the historical cost basis, except for the measurement of certain financial instruments at fair value.

Qualitative Disclosures

- The company's risk management framework defines the approach to risk management.
- The scope of risks that are directly managed by the Company is as follows:

Credit Risk, Operational Risk, Market and Liquidity Risk, Legal and Compliance Risk, Reputational Risk and Capital Risk.

The risks inherent in the company's activities are managed through an ongoing process of identification, measurement and monitoring, subject to risk limits and other controls. The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. Oversight of risk management is the responsibility of the Audit and Finance Committee and Risk and Compliance Committee. The committees monitor risks associated with financial reporting, accounting policies, internal control and IT governance. The committees are responsible for risk management including setting the risk management framework, setting risk appetite and monitoring the company's management of risk including credit and compliance.

Quantitative Disclosures

	Sep-20	Sep-19
Capital adequacy ratio	15.3%	13.1%
Non performing loans ratio	12.9%	11.1%
Default in statutory liquidity	Nil	Nil
Default in statutory liquidity sanction	Nil	Nil

The financial statements do not contain any untrue statements, misleading facts or omit material facts to the best of our knowledge.

Signed

Director Nii Amankra Tetteh

Signed

Director David Adomah