



BAYPORT SAVINGS AND LOANS PLC

AUDITED CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021

1. STATEMENT OF FINANCIAL POSITION

	Dec-21	Dec-20
	GHC	GHC
ASSETS		
Cash and cash equivalents	38,255,220	21,965,372
Loans and advances to customers	682,426,218	675,781,352
Other assets	61,294,533	59,560,875
Property and equipment	6,453,006	7,142,097
Intangible Asset	5,440,950	7,980,490
Right of use assets	7,785,947	2,845,939
Current tax assets	3,251,628	13,791,460
Deferred tax assets	15,456,159	12,257,132
Total Assets	820,363,661	801,324,717
LIABILITIES		
Bank Overdraft	9,799,325	-
Deposit from customers	145,317,620	109,425,318
Other Liabilities	33,113,713	16,242,791
Lease liability	6,688,014	-
Borrowings	387,875,802	389,953,711
Loans from shareholders	68,019,722	142,380,666
Total Liabilities	650,814,196	658,002,486
EQUITY		
Share Capital	29,942,217	29,942,217
Reserves	139,607,248	113,380,014
Total Equity	169,549,465	143,322,231
Total Liabilities and Equity	820,363,661	801,324,717

2. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Dec-21	Dec-20
	GHC	GHC
Interest and other similar income	289,843,388	291,463,305
Interest and other similar expense	(133,405,317)	(144,761,071)
Net interest income	156,438,071	146,702,234
Fees and commission income	3,822,198	3,999,525
Net fees and commission income	3,822,198	3,999,525
Net trading income	160,260,269	150,701,759
Other operating income	319,820	348,506
Other income	3,019,398	2,827,994
Operating income	163,599,487	153,878,259
Net impairment loss on financial asset	(19,211,289)	(18,523,480)
Foreign exchange losses	189,061	(1,569,285)
Personnel expenses	(30,413,649)	(27,715,299)
Depreciation and amortisation	(8,938,697)	(11,656,284)
Other expenses	(67,682,496)	(68,003,230)
Profit/(loss) before taxation	37,542,417	26,410,681
Income tax (expense)/credit	(11,315,183)	(8,568,254)
Profit/(loss) for the year	26,227,234	17,842,427
Other comprehensive income	-	-
Total comprehensive income/(loss) for the year	26,227,234	17,842,427

Earnings for share

Basic earnings per share (pesewas per share)	0.1866	0.1270
Diluted earnings per share (pesewas cedis per share)	0.1866	0.1270
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. STATEMENT OF CASH FLOWS

	Dec-21	Dec-20
	GHC	GHC
Operating activities		
Profit before tax	37,542,417	26,410,681
Adjustments for:		
Depreciation of property and equipment and intangibles	7,673,588	11,656,284
Profits on disposal of property and equipment	(337,000)	(9,247)
Foreign currency losses	110,603	13,023
Increase in provision for credit impairment	27,128,285	18,523,482
Changes in working capital:		
(Increase)/decrease in gross advances	(35,773,151)	7,976,829
Decrease/(Increase) in other assets	1,140,081	(55,111,589)
Increase/(decrease) in other liabilities	16,870,922	(16,036,334)
Increase in deposits from customers	35,892,305	33,908,631
Cash generated from/(used in) operations	90,248,050	27,331,760
Income taxes paid	(3,974,378)	(3,371,635)
Net cash generated from/(used in) operating activities	86,273,672	23,960,125
Investing activities		
Proceeds on disposal of property and equipment	471,860	61,170
Purchase of property and equipment and intangibles	(3,206,149)	(2,092,978)
Net cash used in investing activities	(2,734,289)	(2,031,808)
Financing activities		
Proceeds from borrowings	230,000,000	20,000,000
Repayment of borrowings	(141,585,228)	(12,996,956)
Repayment /Proceeds from loans from shareholders	(74,360,944)	(32,752,376)
Proceeds from issue of bonds	74,904,000	41,248,000
Repayments of bonds	(164,134,692)	(25,000,000)
Lease payment (ROU)	(1,863,377)	(1,746,458)
Net cash (used in)/generated from financing activities	(77,040,241)	(11,247,790)
Net increase/(decrease) in cash and cash equivalents	6,499,142	10,680,527
Cash and cash equivalents at the beginning of the year	21,965,372	11,297,868
Effect of exchange rate movement on cash balances	(8,619)	(13,023)
Cash and cash equivalents at the end of the year	28,455,895	21,965,372

4. STATEMENT OF CHANGES IN EQUITY

	Share Capital	Statutory Reserve	Regulatory Credit Risk Reserve	Other Reserves	Total Reserves	Income Surplus	Total Equity
	GHC	GHC	GHC	GHC	GHC	GHC	GHC
Balance at 1 January 2020	29,942,217	21,970,435	9,980,164	(8,969,016)	22,981,583	72,556,004	125,479,804
Loss for the year	-	-	-	-	-	17,842,427	17,842,427
Transfers and transactions							
Transfer to statutory reserve	-	4,460,607	-	-	4,460,607	(4,460,607)	-
Transfer to credit risk reserve	-	-	(2,860,605)	-	(2,860,605)	2,860,605	-
Total movements for the year		4,460,607	(2,860,605)		1,600,002	16,242,425	17,842,427
Balance at 31 December 2020	29,942,217	26,431,042	7,119,559	(8,969,016)	24,581,585	88,798,429	143,322,231
Balance at 1 January 2021	29,942,217	26,431,042	7,119,559	(8,969,016)	24,581,585	88,798,429	143,322,231
Profit for the year	-	-	-	-	-	26,227,234	26,227,234
Transfers and transactions							
Transfer to statutory reserve	-	7,554,260	-	-	7,554,260	(7,554,260)	-
Transfer to credit risk reserve	-	-	3,916,437	-	3,916,437	(3,916,437)	-
Total movements for the year		7,554,260	3,916,437		11,470,697	14,756,537	26,227,234
Balance as at 31 December 2021	29,942,217	33,985,302	11,035,996	(8,969,016)	36,052,282	103,554,966	169,549,465

5. REPORT OF THE INDEPENDENT AUDITOR ON THE CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF BAYPORT SAVINGS AND LOANS PLC

Opinion

The condensed financial statements, which comprise the summary statement of financial position as at 31 December 2021, summary statement of comprehensive income, summary statement cash flows for the year then ended, and related notes, are derived from the audited financial statements of Bayport Savings and Loans PLC for the year ended 31 December 2021.

In our opinion, the accompanying condensed financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Standards on Auditing (ISA) 810 (Revised), Engagement to Report on Summary Financial Statements.

Condensed financial statements

The condensed financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Companies Act, 2019 (Act 992) and the Banks and Deposit-Taking Institutions Act, 2016 (Act 930). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 31 March, 2022. That report also includes the communication of other key matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Directors responsibility for the summary financial statements

The directors are responsible for the preparation of the condensed financial statements in accordance with the Bank of Ghana Guide for financial publication for banks and Bank of Ghana (BOG) licensed financial institutions.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), Engagement to Report on Summary Financial Statements.

6. NOTES TO THE AUDITED CONDENSED FINANCIAL STATEMENTS

Significant Accounting Policies

The audited consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations issued by the International Accounting Standards Board (IASB) as adopted by the Institute of Chartered Accountant Ghana (ICAG) and in a manner required by the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) 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.

The company has consistently applied the accounting policies for year ended 31 December 2021 and 31 December 2020.

Basis of preparation

The condensed financial statements have been extracted from the audited financial statements of the company in accordance with the Bank of Ghana Guide for Publication for Banks & Bank of Ghana licensed financial institutions.

Qualitative Disclosures

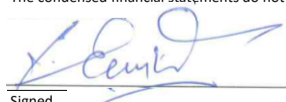
- The company's risk management framework defines the approach to risk management.
- The scope of risks that are directly managed by the Company is as follows: Credit Risk, Operational Risk, Market and Liquidity Risk, Legal and Compliance Risk, Reputational Risk and Capital Risk.

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

	Dec-21	Dec-20
Capital adequacy ratio	18.4%	15.8%
Non performing loans ratio	14.3%	9.6%
Default in statutory liquidity	Nil	Nil
Default in statutory liquidity sanction	Nil	Nil

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


Signed

Director


Signed

Director

your future now

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SAVINGS AND LOANS



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