



# BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

## 1. UNAUDITED STATEMENT OF FINANCIAL POSITION

	Sep-21		Sep-20	
	GHC	GHC	GHC	GHC
<b>ASSETS</b>				
Cash and cash equivalents	36,996,269	28,536,360		
Loans and advances to customers	679,326,902	685,173,940		
Other assets	57,413,023	34,627,807		
Property and equipment	5,796,621	7,609,565		
Intangible assets	6,071,765	9,102,110		
Right of use assets	2,938,461	2,409,597		
Current tax assets	4,148,224	9,538,661		
Deferred tax assets	12,327,132	18,086,050		
<b>Total Assets</b>	<b>804,946,496</b>	<b>795,534,090</b>		
<b>LIABILITIES</b>				
Bank overdraft	-	8,296		
Deposit from customers	134,301,819	99,771,405		
Other liabilities	28,652,857	33,110,710		
Borrowings	399,087,916	399,164,063		
Loans from shareholder	17,501,111	185,625,982		
Subordinated debt	25,000,000	-		
<b>Total Liabilities</b>	<b>644,562,703</b>	<b>657,680,456</b>		
<b>EQUITY</b>				
Share capital	29,942,217	29,942,217		
Retained earnings and other reserves	130,441,576	107,511,417		
<b>Total Equity</b>	<b>160,882,293</b>	<b>137,463,634</b>		
<b>Total Equity and Liabilities</b>	<b>804,946,496</b>	<b>795,534,090</b>		

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

	Sep-21		Sep-20	
	GHC	GHC	GHC	GHC
Interest and other similar income	218,706,664	218,992,237		
Interest and other similar expense	(100,355,280)	(107,771,847)		
<b>Net interest income</b>	<b>118,351,384</b>	<b>111,220,391</b>		
Other income	5,282,481	4,851,673		
Operating expenses	(80,870,080)	(76,757,522)		
Charge for bad and doubtful advances	(17,802,742)	(19,995,018)		
<b>Foreign exchange gain/ (losses)</b>	<b>(189,050)</b>	<b>(1,380,238)</b>		
<b>Profit before taxation</b>	<b>24,852,283</b>	<b>17,913,285</b>		
Taxation	(7,791,402)	(5,539,457)		
<b>Profit for the period</b>	<b>17,060,881</b>	<b>12,373,828</b>		
<b>Other comprehensive income</b>				
<b>Total comprehensive income for the period</b>	<b>17,060,881</b>	<b>12,373,828</b>		
<b>Earnings for share</b>				
Basic earnings per share (pennies per share)	0.1214	0.0881		
Diluted earnings per share (pennies cents per share)	0.1214	0.0881		
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-21		Sep-20	
	GHC	GHC	GHC	GHC
<b>Operating activities</b>				
Profit before tax	24,852,283	17,913,285		
<b>Adjustments for:</b>				
Depreciation of property and equipment and intangibles	6,764,094	8,529,697		
Profit on sale of property and equipment	(4,500)	(9,247)		
Increase in provision for credit impairment	23,818,712	25,528,352		
Foreign exchange losses	87,488	1,458,560		
<b>Changes in working capital:</b>				
Increase in gross advances	(27,364,262)	(8,810,162)		
Increase in deposit from customers	24,876,505	29,209,779		
Decrease/ (Increase) in other assets	2,149,852	(30,550,133)		
Increase in other liabilities	12,137,395	2,062,131		
Net movement in amounts due on intercompany balances	189,179	(17,593,737)		
<b>Cash generated from operations</b>	<b>67,507,926</b>	<b>28,138,463</b>		
Income taxes received/ (paid)	1,851,734	(2,318,956)		
<b>Net cash generated from operating activities</b>	<b>69,359,660</b>	<b>25,819,507</b>		
<b>Investing activities</b>				
Proceeds on disposal of property and equipment	4,000	61,370		
Purchase of property and equipment and intangibles	(1,556,149)	(1,585,733)		
<b>Net cash used in investing activities</b>	<b>(1,552,149)</b>	<b>(1,524,363)</b>		
<b>Financing activities</b>				
Net increase/ (decrease) in borrowings	9,134,206	(16,535,656)		
Net (decrease)/ increase in amount due to related parties	(84,860,555)	9,470,908		
Increase in Subordinated debt	25,000,000	-		
Lease payments (ROU)	(2,050,265)	-		
<b>Net cash (used in)/ generated from financing activities</b>	<b>(52,776,614)</b>	<b>(7,064,749)</b>		
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>15,030,897</b>	<b>17,230,196</b>		
Cash and cash equivalents at the beginning of the year	21,965,372	11,297,868		
<b>Cash and cash equivalents at the end of the period</b>	<b>36,996,269</b>	<b>28,536,064</b>		

## 4. UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated							
	Capital	Statutory Reserve	Credit Risk Reserve	Merger Reserve	Total Reserves	Retained Earnings	Total Equity	
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	-	-	-	-	-	12,373,828	12,373,828	
Transfers and transactions	-	-	-	-	-	-	-	
Transfer to statutory reserve	-	-	-	-	-	-	-	
Transfer from credit risk reserve	-	-	(3,901,820)	-	(3,901,820)	3,901,820	-	
<b>Total movements for the period</b>	<b>-</b>	<b>-</b>	<b>(3,901,820)</b>	<b>-</b>	<b>(3,901,820)</b>	<b>16,275,648</b>	<b>12,373,828</b>	
<b>Balance at 30 September 2020</b>	<b>29,942,217</b>	<b>21,970,435</b>	<b>6,078,344</b>	<b>(8,969,016)</b>	<b>19,079,763</b>	<b>88,831,655</b>	<b>137,853,634</b>	
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 period	-	-	-	-	-	17,060,881	17,060,881	
Transfers and transactions	-	-	-	-	-	-	-	
Transfer to statutory reserve	-	4,265,389	-	-	4,265,389	(4,265,389)	-	
Transfer to credit risk reserve	-	-	780,046	-	780,046	(780,046)	-	
<b>Total movements for the period</b>	<b>-</b>	<b>4,265,389</b>	<b>780,046</b>	<b>-</b>	<b>5,045,436</b>	<b>12,016,126</b>	<b>17,060,881</b>	
<b>Balance at 30 September 2021</b>	<b>29,942,217</b>	<b>30,696,431</b>	<b>7,899,605</b>	<b>(8,969,016)</b>	<b>29,627,021</b>	<b>100,814,555</b>	<b>160,882,793</b>	

## 5. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

### Significant Accounting Policies

The accounting policies applied for the period ended 30 September 2020 are consistent with those applied in the financial statements for the period ended 30 September 2021.

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-21	Sep-20
Capital adequacy ratio	18.5%	15.3%
Non performing loans ratio	14.5%	12.9%
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

Signed

Director