



BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2020

1. UNAUDITED STATEMENT OF FINANCIAL POSITION

	Jun-20		Jun-19	
	GHC	GHC	GHC	GHC
ASSETS				
Cash and cash equivalents	26,749,380	56,298,196		
Loans and advances to customers	723,541,693	663,213,569		
Other assets	8,506,626	18,570,956		
Property and equipment	2,723,150	10,463,601		
Intangible assets	10,694,653	12,857,363		
Right of use assets	2,931,469	-		
Current tax assets	11,060,619	11,908,729		
Deferred tax assets	19,286,950	14,548,207		
Total Assets	809,293,639	787,860,621		
LIABILITIES				
Bank overdraft	23,165	14,720,886		
Deposit from customers	78,906,228	88,346,931		
Other liabilities	52,671,798	51,719,802		
Borrowings	349,035,168	349,641,300		
Loans from shareholder	194,798,028	143,900,175		
Total Liabilities	675,434,387	648,329,093		

EQUITY

	Jun-20	Jun-19
Share capital	29,942,217	39,942,217
Retained earnings and other reserves	103,917,035	109,589,311
Total Equity	133,859,252	139,531,528
Total Equity and Liabilities	809,293,639	787,860,621

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

	Jun-20		Jun-19	
	GHC	GHC	GHC	GHC
Interest and other similar income	145,230,034	125,340,985		
Interest and other similar expense	(71,033,899)	(53,919,268)		
Net interest income	74,196,135	71,391,717		
Other income	2,708,261	3,007,993		
Operating expenses	(50,585,358)	(60,703,186)		
Charge for bad and doubtful advances	(12,983,721)	(6,673,706)		
Foreign exchange losses	(1,240,492)	(6,751,900)		
Profit before taxation	12,094,815	270,917		
Taxation	(3,715,367)	(84,933)		
Profit for the period	8,379,448	185,985		
Other comprehensive income	-	-		
Total comprehensive income for the period	8,379,448	185,985		

Earnings for share

Basic earnings per share (pesewas per share)	0.0596	0.0013
Diluted earnings per share (pesewas cedis per share)	0.0596	0.0013
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

	Jun-20		Jun-19	
	GHC	GHC	GHC	GHC
Operative activities				
Profit before tax	12,094,815	270,917		
Adjustments for:				
Depreciation of property and equipment and intangibles	5,024,041	4,286,664		
Profit on sale of property and equipment	(9,247)	(35,668)		
Increase in provision for credit impairment	17,045,150	9,673,470		
Foreign exchange losses	1,499,673	6,381,727		
Changes in working capital:				
Increase in gross advances	(38,694,713)	(98,383,466)		
Increase/(decrease) in deposit from customers	8,344,603	(25,074,081)		
Increase in other assets	(3,057,893)	(154,268)		
Increase/(decrease) in other liabilities	(194,820)	(6,360,259)		
Net movement in amounts due on intercompany balances	4,183,134	4,123,512		
Cash used in operations	6,234,934	(105,671,751)		
Income taxes paid	(1,616,824)	(269,182)		
Net cash used in operative activities	4,618,110	(105,940,934)		
Investing activities				
Proceeds on disposal of property and equipment	61,170	74,652		
Purchase of property and equipment and intangibles	(1,272,596)	(3,486,397)		
Net cash used in investing activities	(1,211,426)	(3,411,745)		
Financing activities				
Net (decrease)/increase in borrowings	(6,621,291)	55,914,080		
Net increase in amount due to related parties	18,642,953	65,476,796		
Net cash generated from financing activities	12,021,662	121,390,876		
Net decrease in cash and cash equivalents	15,428,347	12,038,197		
Cash and cash equivalents at the beginning of the year	11,297,868	29,539,113		
Effect of exchange rate movement on cash balances	-	-		
Cash and cash equivalents at the end of the period	26,726,215	41,577,310		

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
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	-	-	-	-	-	185,985	185,985
Transfers and transactions	-	-	-	-	-	-	-
Transfer to statutory reserve	-	46,496	-	-	46,496	(46,496)	-
Transfer from credit risk reserve	-	-	(11,574,917)	-	(11,574,917)	11,574,917	-
Total movements for the period	-	46,496	(11,574,917)	-	(11,528,421)	11,714,406	185,985
Balance at 30 June 2019	29,942,217	22,016,931	17,403,714	(8,969,016)	30,451,629	79,137,682	139,531,528
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
Profit for the period	-	-	-	-	-	8,379,448	8,379,448
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)	-	(3,901,820)	12,281,268	8,379,448
Balance at 30 June 2020	29,942,217	21,970,435	6,078,344	(8,969,016)	19,079,763	84,837,272	133,859,252

5. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Significant Accounting Policies

The accounting policies applied for the period ended 30 June 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 (IFRSs) and the Companies Act 19 (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

	Jun-20	Jun-19
Capital adequacy ratio	14.3%	12.3%
Non performing loans ratio	9.6%	12.4%
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 Julia Asante-Nim