



BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER 2019

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2019

Figures in Ghana Cedis	Dec-19	Dec-18
Cash and cash equivalents	15,400,279	38,949,487
Net advances	701,892,130	576,503,573
Other receivables & Prepayments	6,815,045	16,113,761
Right of Use Asset	4,544,625	-
Current tax receivable	12,275,999	11,728,479
Deferred tax asset	18,876,976	14,548,207
Property, plant and equipment	10,158,804	11,350,566
Intangible Asset	11,569,464	12,809,652
	781,633,323	681,999,725
Equity and Liabilities		
Share Capital	29,942,217	29,942,217
Reserves	95,545,353	109,403,376
	125,487,570	139,345,543
Liabilities		
Bank Overdraft	4,102,408	9,410,373
Deposit from customers	70,561,625	113,421,012
Trade and other payables	48,205,853	52,164,575
Current tax liability	-	-
Borrowings	358,142,825	293,727,220
Amounts due to related parties	175,133,042	73,931,002
	656,145,753	542,654,182
Total Equity and Liabilities	781,633,323	681,999,725

UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDING 31ST DECEMBER 2019

Figures in Ghana Cedis	Dec-19	Dec-18
Interest and other similar income	259,834,534	257,644,749
Interest and other similar expense	(120,063,082)	(97,166,782)
Net Interest Income	139,771,453	160,477,967
Other income	6,915,463	8,075,333
Operating Expenses	(127,236,923)	(122,506,756)
Charge for bad and doubtful advances	(31,340,000)	(30,173,528)
Foreign Exchange Loss	(6,386,735)	(4,424,034)
(Loss)/Profit before taxation	(18,286,743)	11,448,982
Taxation	4,428,769	(3,601,737)
(Loss)/Profit for the year	(13,857,973)	7,847,245
Other Comprehensive Income	-	-
Total Comprehensive (Loss)/Income for the period	(13,857,973)	7,847,245
Basic earnings per share (pesewas per share)	(0.0986)	0.0558
Diluted earnings per share (pesewas cedis per share)	(0.0986)	0.0558

UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31ST DECEMBER 2019

Figures in Ghana Cedis	Dec-19	Dec-18
Operating activities		
Loss/Profit before tax	(18,286,743)	11,448,982
Adjustments for:		
Depreciation of property, plant and equipment and intangibles	9,002,828	8,786,082
Profits on disposal of property, plant and equipment	(216,012)	(14,128)
Increase in provision for credit impairment	39,348,200	48,666,275
Foreign currency losses	6,444,675	4,410,397
Changes in working Capital:		
Increase in gross advances	(166,736,756)	(186,324,638)
Increase in deposit from customers	(42,859,386)	(2,483,410)
Decrease/(increase) in other receivables	6,754,080	(2,498,197)
(Decrease)/Increase in trade and other payables	(6,440,785)	18,263,522
Net movement in amounts due on intercompany balances	1,385,854	4,611,624
Cash used in operations	(171,604,035)	(95,133,491)
Income taxes paid	(551,519)	(10,438,470)
Net cash used in operating activities	(172,155,555)	(105,571,961)
Investing activities		
Proceeds on disposal of property, plant and equipment	288,795	3,195
Purchase of property, plant and equipment and intangibles	(6,643,665)	(6,743,862)
Net cash used in investing activities	(6,354,871)	(6,740,667)
Financing activities		
Net increase in borrowings	64,415,605	80,366,938
Net increase in amount due to related parties	96,224,471	25,834,290
Net cash generated from financing activities	160,640,076	106,201,228
Net decrease in cash and cash equivalents	(17,770,349)	(6,111,400)
Cash and cash equivalents at the beginning of the year	29,539,113	35,485,139
Effect of exchange rate movement on cash balances	(370,893)	165,374
Cash and cash equivalents at the end of the period	11,397,871	29,539,113

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST DECEMBER 2019

Figures in Ghana Cedis	Stated Capital	Statutory Reserve	Credit Risk Reserve	Merger Reserve	Total Reserves	Retained Earnings	Total Equity
Balance at 1 January 2018	29,942,217	20,008,622	-	(8,969,016)	11,039,606	90,516,475	131,498,299
Profit for the year	-	-	-	-	-	7,847,245	7,847,245
Transfers and transactions							
Transfer to statutory reserve	-	1,961,813	-	-	1,961,813	(1,961,813)	-
Transfer to credit risk reserve	-	-	28,978,631	-	28,978,631	(28,978,631)	-
Reserve arising on Merger	-	-	-	-	-	-	-
Total movements for the period	-	1,961,813	28,978,631	-	30,940,444	(23,093,199)	7,847,245
Balance at 31 December 2018	29,942,217	21,970,435	28,978,631	(8,969,016)	41,980,050	67,423,276	139,345,543
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
Loss for the year	-	-	-	-	-	(13,857,973)	(13,857,973)
Transfers and transactions							
Transfer to statutory reserve	-	-	(18,998,467)	-	(18,998,467)	18,998,467	-
Transfer from credit risk reserve	-	-	(18,998,467)	-	(18,998,467)	18,998,467	-
Total movements for the period	-	-	(18,998,467)	-	(18,998,467)	5,140,494	(13,857,973)
Balance at 31 December 2019	29,942,217	21,970,435	9,980,164	(8,969,016)	22,981,583	72,563,770	125,487,570

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Disclosures - Quantitative

	Dec-19	Dec-18
Capital adequacy ratio	11.88%	11.60%
Non performing loans ratio	11.70%	10.17%

Disclosures - Qualitative

1. Reporting Entity

Bayport Savings and Loans, previously known as Bayport Financial Services Ghana Limited, was incorporated on 23 October 2002 and obtained its certificate to commence business on 28 March 2003.

The address of the entity's registered office is 71 Osu Badu street, Airport West, Accra

2. Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the companies Code 1963 (Act 179). The financial statements have been prepared on the historical cost basis, except for the measurement of certain financial instruments at fair value.

3. Functional and presentation currency

These financial statements are presented in Ghana Cedi, which is the functional currency, rounded in the nearest cedi.

4. Risk Management

The company's activities expose the business to the following types of risks:

- | | | | |
|----------------|--------------------|------------------|----------------------|
| i) Credit risk | ii) Liquidity risk | iii) Market risk | iv) Operational risk |
|----------------|--------------------|------------------|----------------------|

The risks inherent in the bank'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, Risk and Compliance committee (ARCC). The ARCC committee monitors risks associated with financial reporting, accounting policies, internal control and IT governance. The ARCC committee is 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.

7. Defaults in statutory liquidity and accompanying sanctions

	Dec-19	Dec-18
a) Default in statutory liquidity	NII	NII
b) Sanctions	NII	NII

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

Signed

Director

Ni Amankra Tetteh

Signed

Director

David Adomako