

Dalex Finance and Leasing Company Limited

Unaudited Financial Statements for the Period Ending 31st Dec. 2020

Unaudited Income Statement

for the Period Ending 31st Dec. 2020

	2020 GH¢	2019 GH¢
Interest Income	173,437,427	159,533,727
Interest Expense	(139,768,012)	(127,204,216)
Net Interest Income	33,669,415	32,329,511
Other Operating Income	20,280,508	9,973,864
Operating Income	53,949,923	42,303,375
Charge for Credit Impairment Allowance	(6,772,133)	(4,054,070)
Operating Expenses	(38,961,400)	(35,478,249)
Profit before Tax	8,216,390	2,771,056
Income Tax Expense	(2,054,096)	(816,810)
National Stabilization Levy	(410,819)	(138,553)
Profit After Tax	5,751,475	1,815,693

Unaudited Statement of Financial Position

for the Period Ending 31st Dec. 2020

	2020 GH¢	2019 GH¢
Assets		
Cash and Bank Balances	36,345,028	3,693,391
Held to Maturity	143,402,464	125,588,393
Loans and Advances	597,984,184	517,695,722
Other Assets	21,805,961	10,483,611
	799,537,637	657,461,117
Available-for-Sale Investment	151,900	151,900
Intangible Assets	247,991	266,373
Property, Plant and Equipment	2,245,885	2,320,609
	2,645,776	2,738,882
Total Assets	802,183,413	660,199,999
Liabilities and Shareholders' Fund		
Liabilities		
Due to Investment Customers	702,359,546	567,664,431
Creditors and Accruals	8,309,599	6,587,550
Subordinated Debt	16,750,000	16,750,000
Current Tax	873,513	1,058,736
Deferred Tax	12,194	12,194
Total Liabilities	728,304,852	592,072,912
SHAREHOLDERS' FUND		
Stated Capital	11,000,000	11,000,000
Income Surplus	23,023,684	17,272,210
Statutory Reserve Fund	26,271,090	26,271,090
Credit Risk Reserve	13,187,342	13,187,342
Capital Surplus Account	396,445	396,445
Total Equity	73,878,560	68,127,087
Total Liabilities & Equity	802,183,413	660,199,998

Unaudited Statement of Changes in Equity

for the Period Ending 31st Dec. 2020

	Stated Capital GH¢	Capital Surplus GH¢	Retained Income GH¢	Statutory Reserve Fund GH¢	Credit Risk Reserve Fund GH¢	Total Equity GH¢
2020						
Balance at 1st January 2020	11,000,000	396,445	17,272,210	26,271,090	13,187,342	68,127,087
Profit for the year	-	-	5,751,474	-	-	5,751,475
	11,000,000	396,445	23,023,685	26,271,090	13,187,342	73,878,562

Unaudited Statement of Cash Flows

for the Period Ending 31st Dec. 2020

	2020 GH¢	2019 GH¢
Net Profit before Tax	8,216,390	2,771,056
Adjusted For:		
Depreciation	924,148	1,546,536
Gain on Sale of PPE	(162,675)	(56,882)
	8,995,863	4,260,710
Changes in:		
Loans and Advances	(80,288,462)	21,060,973
Other Assets	(11,322,350)	(5,202,000)
Other Payables	1,722,049	3,387,881
Investment Customers	134,695,112	(9,074,603)
	53,802,212	14,432,961
Income Tax	(2,650,140)	(2,841,843)
Net Cash used in Operating Activities	51,152,072	11,591,118
Cash flow from Investing Activities		
Purchase of Property, plant and Equipment	(799,818)	(427,746)
Acquisition of Intangible Assets	(59,220)	(42,640)
Change in Investment	(17,814,072)	(16,454,377)
Proceeds from Sale of PPE	162,675	195,649
Net Cash used in Investing Activities	(18,500,435)	(16,729,114)
Cash flow from Financing Activities		
Proceeds from Subordinated Debt	-	-
	-	-
Net Increase in Cash and Cash Equivalent	32,651,637	(5,137,996)
Analysis of Change in Cash and Cash Equivalent		
Cash and Cash Equivalent at 1st January	3,693,391	8,831,387
Prior Year Adjustment	-	-
Net Increase in Cash and Cash Equivalent	32,651,637	(5,137,996)
Cash and Cash Equivalent at 31st December	36,345,028	3,693,391

Notes to the Audited Financial Statement

Disclosures-Quantitative

	2020	2019
Capital Adequacy Ratio (CAR)	9.66%	9.78%
Non-Performing Loans Ratio	24.99%	23.41%

Disclosures-Qualitative

1. Reporting Entity

Dalex Finance & Leasing Company was incorporated on 14th September 2004 and obtained its Certificate to Commence Business on 24th April 2006

2. Significant Accounting Policies

The Financial Statement of Dalex Finance & Leasing Limited have been prepared on historical cost basis except for the following assets and liabilities which are stated at fair value; Financial Instruments held at fair value through profit and loss, Financial Instruments classified as available-for-sale; and plant, Property and Equipment.

3. Functional and Presentation Currency

Items included in the Financial statements are presented using the functional currency (currency of the primary economic environment in which the Company operates); Ghana Cedi (GH¢)

4. Risk Management

The Company was exposed to the following risks;

- Credit Risk
- Liquid Risk
- Market Risk
- Operational Risk

The Board of Directors has overall responsibility for the establishment and oversight of the Company's management framework. The Board's Audit Committee and Assets Liability Committee (ALCO) are responsible for monitoring compliance with the Company's risk management policies and procedures and for reviewing the adequacy of the risk management framework in the relation to the risks faced by the Company.

5.Defaults I Statutory Liquidity and accompanying sanctions

	2020	2019
i) Default in statutory Liquidity	Nil	Nil
ii) Sanctions (GH¢)	Nil	Nil

To the best of our knowledge, the Financial Statement does not contain any untrue statements, misleading facts or omitted material facts.


Alex Kwasi Bruks
Executive Chairman


Kenneth Kwamina Thompson
Chief Executive Officer