



# BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2019

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2019

Figures in Ghana Cedis	Sep-19	Sep-18
Cash and cash equivalents	13,856,191	29,069,615
Net advances	699,488,182	570,718,285
Other receivables & Prepayments	16,162,891	21,069,993
Current tax receivable	12,117,028	-
Deferred tax asset	17,203,894	18,161,469
Property, plant and equipment	11,170,357	12,594,818
Intangible Asset	15,574,353	12,863,392
	<b>785,572,896</b>	<b>664,477,572</b>
<b>Equity and Liabilities</b>		
Share Capital	29,942,217	29,942,217
Reserves	110,010,829	112,283,981
	<b>139,953,046</b>	<b>142,226,198</b>
<b>Liabilities</b>		
Bank Overdraft	13,906,153	3,476,180
Deposit from customers	70,697,617	138,730,772
Trade and other payables	51,512,768	54,682,644
Current tax liability	-	797,326
Borrowings	149,899,187	78,811,935
Amounts due to related parties	359,604,125	245,792,507
	<b>645,619,850</b>	<b>522,251,374</b>
<b>Total Equity and Liabilities</b>	<b>785,572,896</b>	<b>664,477,572</b>

## UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 9 MONTH PERIOD ENDED 30TH SEPTEMBER 2019

Figures in Ghana Cedis	Sep-19	Sep-18
Interest and other similar income	190,274,979	202,848,877
Interest and other similar expense	(86,860,621)	(69,871,453)
<b>Net interest income</b>	<b>103,414,358</b>	<b>132,977,424</b>
Other income	5,040,030	5,901,542
Operating Expenses	(89,136,092)	(94,176,994)
Charge for bad and doubtful advances	(14,484,462)	(24,057,975)
Foreign Exchange Loss	(6,834,830)	(5,016,953)
<b>Profit before taxation</b>	<b>(2,000,996)</b>	<b>15,627,044</b>
Taxation	2,608,499	(4,899,144)
<b>Profit for the year</b>	<b>607,503</b>	<b>10,727,900</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the period</b>	<b>607,503</b>	<b>10,727,900</b>
<b>Basic earnings per share (pesewase per share)</b>	<b>0.0043</b>	<b>0.0763</b>
<b>Diluted earnings per share (pesewase per share)</b>	<b>0.0043</b>	<b>0.0763</b>

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH SEPTEMBER 2019

Figures in Ghana Cedis	Sep-19	Sep-18
<b>Operating activities</b>		
Loss/Profit before tax	(2,000,995)	15,627,044
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment and intangibles	6,033,165	6,562,801
Profits on disposal of property, plant and equipment	(66,500)	(14,126)
Increase in provision for credit impairment	20,409,739	24,057,976
Foreign currency losses	6,385,444	5,122,442
<b>Changes in working Capital:</b>		
Increase in gross advances	(145,394,348)	(155,931,052)
Deposit from customers	(42,723,395)	22,826,352
Decrease/(increase) in other receivables	1,726,627	(7,555,844)
(Decrease)/increase in trade and other payables	(5,844,786)	22,127,751
Net movement in amounts due on intercompany balances	3,385,088	3,250,552
<b>Cash used in operations</b>	<b>(158,089,961)</b>	<b>(63,526,104)</b>
Income taxes paid	(215,494)	(2,867,322)
<b>Net cash used in operating activities</b>	<b>(158,305,455)</b>	<b>(66,393,426)</b>
<b>Investing activities</b>		
Proceeds on disposal of property, plant and equipment	139,282	3,195
Purchase of property, plant and equipment and intangibles	(8,890,443)	(6,008,251)
<b>Net cash used in investing activities</b>	<b>(8,551,161)</b>	<b>(6,005,056)</b>
<b>Financing activities</b>		
Net increase in borrowings	65,876,905	32,578,302
Net increase in amount due to related parties	71,380,636	30,328,476
<b>Net cash generated from financing activities</b>	<b>137,257,541</b>	<b>62,906,778</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(29,589,075)</b>	<b>(9,891,704)</b>
Cash and cash equivalents at the beginning of the year	29,539,113	35,485,140
<b>Cash and cash equivalents at the end of the period</b>	<b>(9,962)</b>	<b>25,593,436</b>

## UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH SEPTEMBER 2019

Figures in Ghana Cedis	Stated Capital	Statutory Reserve	Credit Risk Reserve	Merger Reserve	Total Reserves	Retained Earnings
Balance at 1 January 2018	29,942,217	20,008,622	-	(8,969,016)	11,039,606	90,516,475
Profit for the year	-	-	-	-	-	10,727,900
<b>Transfers and transactions</b>						
Transfer to statutory reserve	-	2,681,975	-	-	2,681,975	(2,681,975)
Transfer to credit risk reserve	-	-	25,582,234	-	25,582,234	(25,582,234)
Reserve arising on Merger	-	-	-	-	-	-
<b>Total movements for the period</b>	<b>-</b>	<b>2,681,975</b>	<b>25,582,234</b>	<b>-</b>	<b>28,264,209</b>	<b>(17,536,309)</b>
<b>Balance at 30 September 2018</b>	<b>29,942,217</b>	<b>22,690,597</b>	<b>25,582,234</b>	<b>(8,969,016)</b>	<b>39,303,815</b>	<b>72,980,166</b>
Balance at 1 January 2019	29,942,217	21,970,435	28,978,631	(8,969,016)	41,980,050	67,423,276
Profit for the period	-	-	-	-	-	607,503
<b>Transfers and transactions</b>						
Transfer to statutory reserve	-	151,874	-	-	151,874	(151,874)
Transfer from credit risk reserve	-	-	(8,417,385)	-	(8,417,385)	8,417,385
<b>Total movements for the period</b>	<b>-</b>	<b>151,874</b>	<b>(8,417,385)</b>	<b>-</b>	<b>(8,265,511)</b>	<b>8,873,014</b>
<b>Balance as at 30 September 2019</b>	<b>29,942,217</b>	<b>22,122,309</b>	<b>20,561,246</b>	<b>(8,969,016)</b>	<b>33,714,539</b>	<b>76,296,290</b>

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

### Disclosures - Quantitative

	Sep-19	Sep-18
Capital adequacy ratio	13.13%	14.10%
Non performing loans ratio	11.14%	16.09%

### 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

	Sep-19	Sep-18
a) Default in statutory liquidity	Nil	Nil
b) Sanctions	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 Nil Amankra Tetteh

Signed  
Director Sandro Rtveldae