



BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. UNAUDITED STATEMENT OF FINANCIAL POSITION

	Dec-20	Dec-19
	GHC	GHC
ASSETS		
Cash and cash equivalents	21,965,575	15,400,279
Loans and advances to customers	675,781,352	701,892,127
Other assets	59,560,875	6,969,204
Property and equipment	7,142,099	10,158,805
Intangible assets	7,980,488	11,569,467
Right of use assets	2,845,939	4,544,625
Current tax assets	13,791,460	12,275,998
Deferred tax assets	12,257,132	18,969,213
Total Assets	891,324,920	781,779,718
LIABILITIES		
Bank overdraft	203	4,102,411
Deposit from customers	104,470,256	70,561,625
Other liabilities	32,323,677	48,360,012
Borrowings	378,827,883	358,142,825
Loans from shareholder	142,380,666	175,133,641
Total Liabilities	658,002,685	656,299,914
EQUITY		
Share capital	29,942,217	29,942,217
Retained earnings and other reserves	113,380,018	95,537,587
Total Equity	143,322,235	125,479,804
Total Equity and Liabilities	891,324,920	781,779,718

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

	Dec-20	Dec-19
	GHC	GHC
Interest and other similar income	291,463,306	259,824,534
Interest and other similar expense	(144,761,071)	(120,063,082)
Net interest income	146,702,235	139,761,453
Other income	7,176,026	6,915,462
Operating expenses	(107,374,813)	(127,236,920)
Charge for bad and doubtful advances	(18,523,482)	(31,340,001)
Foreign exchange losses	(1,569,281)	(6,386,733)
Profit before taxation	26,410,685	(18,286,745)
Taxation	(8,568,254)	4,011,056
Profit for the period	17,842,431	(13,865,739)
Other comprehensive income	-	-
Total comprehensive income for the period	17,842,431	(13,865,739)

Earnings for share

Basic earnings per share (pesewas per share)	0.1270	(0.0987)
Diluted earnings per share (pesewas cents per share)	0.1270	(0.0987)
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

	Dec-20	Dec-19
	GHC	GHC
Operative activities		
Profit before tax	26,410,685	(18,286,745)
Adjustments for:		
Depreciation of property and equipment and intangibles	11,687,802	9,002,828
Profit on sale of property and equipment	(9,247)	(216,012)
Increase in provision for credit impairment	35,651,663	39,348,200
Foreign exchange losses	1,588,901	6,073,782
Changes in working capital:		
Increase in gross advances	(61,352)	(166,736,756)
Increase/(decrease) in deposit from customers	33,908,633	(42,859,360)
Increase in other assets	(54,946,761)	6,754,090
Increase/(decrease) in other liabilities	1,263,982	(6,440,789)
Net movement in amounts due on intercompany balances	(17,713,025)	1,385,854
Cash used in operations	18,761,181	(171,974,934)
Income taxes paid	(3,371,634)	(551,519)
Net cash used in operating activities	25,329,647	(172,526,453)
Investing activities		
Proceeds on disposal of property and equipment	61,170	288,795
Purchase of property and equipment and intangibles	(2,091,981)	(6,643,665)
Net cash used in investing activities	(2,030,811)	(6,354,870)
Financing activities		
Net (decrease)/increase in borrowings	21,144,077	64,415,605
Net increase in amount due to related parties	(33,774,409)	96,224,471
Net cash generated from financing activities	(12,630,332)	160,640,076
Net decrease in cash and cash equivalents	10,667,504	(18,241,247)
Cash and cash equivalents at the beginning of the year	11,297,868	29,539,113
Cash and cash equivalents at the end of the period	21,965,372	11,297,866

4. UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Stated						Retained Earnings	Total Equity
	Capital	Statutory Reserve	Credit Risk Reserve	Merger Reserve	Total Reserves	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	-	-	-	-	-	(13,865,739)	(13,865,739)	
Transfers and transactions	-	-	-	-	-	-	-	
Transfer to statutory reserve	-	-	-	-	-	-	-	
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)	5,132,728	(13,865,739)	
Balance at 31 December 2019	29,942,217	21,970,435	9,980,164	(8,969,016)	22,981,583	72,556,004	125,479,804	
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	-	-	-	-	-	17,842,431	17,842,431	
Transfers and transactions	-	-	-	-	-	-	-	
Transfer to statutory reserve	-	4,460,607	-	-	4,460,607	(4,460,607)	-	
Transfer from credit risk reserve	-	-	(2,860,605)	-	(2,860,605)	2,860,605	-	
Total movements for the period	-	4,460,607	(2,860,605)	-	1,600,002	16,242,428	17,842,431	
Balance at 31 December 2020	29,942,217	26,431,042	7,119,559	(8,969,016)	24,581,586	88,798,432	143,322,235	

5. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Significant Accounting Policies

The accounting policies applied for the period ended 31 December 2019 are consistent with those applied in the financial statements for the period ended 31 December 2020.

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

	Dec-20	Dec-19
Capital adequacy ratio	15.8%	11.9%
Non performing loans ratio	9.6%	11.7%
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