



# BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2019

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2019

Figures in Ghana Cedis	Mar-19	Mar-18
Cash and cash equivalents	10,890,716	54,316,668
Net advances	609,572,604	502,719,111
Other receivables & Prepayments	18,468,852	16,018,839
Amount due from related parties	-	-
Current tax receivable	11,320,137	689,087
Deferred tax asset	14,548,207	17,577,431
Property, plant and equipment	10,209,182	12,098,168
Intangible Asset	12,855,968	12,942,988
	<b>687,865,665</b>	<b>616,362,292</b>
<b>Equity and Liabilities</b>		
Share Capital	29,942,217	29,942,217
Reserves	110,596,721	105,957,883
	<b>140,538,938</b>	<b>135,900,100</b>
<b>Liabilities</b>		
Bank Overdraft	9,155,851	2,810,872
Deposit from customers	84,202,890	149,055,032
Trade and other payables	50,556,120	37,531,915
Borrowings	302,727,221	213,278,655
Amounts due to related parties	100,684,644	77,785,718
	<b>547,326,727</b>	<b>480,462,192</b>
<b>Total Equity and Liabilities</b>	<b>687,865,665</b>	<b>616,362,292</b>

## UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 3 MONTH PERIOD ENDED 31ST MARCH 2019

Figures in Ghana Cedis	Mar-19	Mar-18
Interest and other similar income	62,437,708	60,233,968
Interest and other similar expense	(25,682,917)	(20,583,444)
<b>Net interest Income</b>	<b>36,754,791</b>	<b>39,650,524</b>
Other income	1,488,289	1,900,575
Operating Expenses	(28,861,070)	(31,412,909)
Charge for bad and doubtful advances	(1,042,562)	(4,976,633)
Foreign Exchange Loss	(6,601,073)	1,311,682
<b>Profit before taxation</b>	<b>1,738,375</b>	<b>6,473,238</b>
Taxation	(544,981)	(2,071,436)
<b>Profit for the year</b>	<b>1,193,395</b>	<b>4,401,802</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the period</b>	<b>1,193,395</b>	<b>4,401,802</b>
<b>Basic earnings per share (pesewas per share)</b>	<b>0.0085</b>	<b>0.0313</b>
<b>Diluted earnings per share (pesewas cedis per share)</b>	<b>0.0085</b>	<b>0.0313</b>

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

Figures in Ghana Cedis	Mar-19	Mar-18
<b>Operating activities</b>		
Profit before tax	1,738,375	6,473,238
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment and intangibles	2,118,101	2,118,949
Profits on disposal of property, plant and equipment	(23,000)	(14,126)
Increase in provision for credit impairment	2,475,681	4,976,633
Foreign currency losses	6,850,363	(1,322,444)
<b>Changes in working Capital:</b>		
Increase in gross advances	(35,544,712)	(68,850,535)
Deposit from customers	(29,218,121)	33,150,611
Increase/(decrease) in other receivables	(2,355,045)	(2,484,903)
Increase in trade and other payables	(5,421,697)	8,308,855
Net movement in amounts due on intercompany balances	1,872,653	1,462,351
<b>Cash used in operations</b>	<b>(57,507,401)</b>	<b>(16,181,370)</b>
Income taxes paid	(140,638)	(902,000)
<b>Net cash used in operating activities</b>	<b>(57,648,040)</b>	<b>(17,083,370)</b>
<b>Investing activities</b>		
Proceeds on disposal of property, plant and equipment	61,984	3,195
Purchase of property, plant and equipment and intangibles	(1,062,020)	(1,147,345)
<b>Net cash used in investing activities</b>	<b>(1,000,036)</b>	<b>(1,144,150)</b>
<b>Financing activities</b>		
Net Increase/(decrease) in borrowings	9,000,000	-
Net Increase/(decrease) in amount due to related parties	21,843,828	34,248,175
Proceeds from bond issuance	-	-
<b>Net cash generated from financing activities</b>	<b>30,843,828</b>	<b>34,248,175</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(27,804,248)</b>	<b>16,020,656</b>
Cash and cash equivalents at the beginning of the year	29,539,113	35,485,139
Effect of exchange rate movement on cash balances	-	-
<b>Cash and cash equivalents at the end of the period</b>	<b>1,734,865</b>	<b>51,505,795</b>

## UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH 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	-	-	-	-	-	4,401,802
<b>Transfers and transactions</b>						
Movement in share capital	-	-	-	-	-	-
Transfer to statutory reserve	-	2,614,870	-	-	2,614,870	(2,614,870)
Transfer to credit risk reserve	-	-	-	-	-	-
Reserve arising on Merger	-	-	-	-	-	-
Total movements for the period	-	2,614,870	-	-	2,614,870	1,786,932
<b>Balance at 31 March 2018</b>	<b>29,942,217</b>	<b>22,623,492</b>	<b>-</b>	<b>(8,969,016)</b>	<b>13,654,476</b>	<b>92,303,407</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	-	-	-	-	-	1,193,395
<b>Transfers and transactions</b>						
Transfer to statutory reserve	-	-	-	-	-	-
Transfer from credit risk reserve	-	-	(13,445,858)	-	(13,445,858)	13,445,858
Total movements for the period	-	-	(13,445,858)	-	(13,445,858)	14,639,253
<b>Balance as at 31 March, 2019</b>	<b>29,942,217</b>	<b>21,970,435</b>	<b>15,532,773</b>	<b>(8,969,016)</b>	<b>28,534,192</b>	<b>82,062,529</b>

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

### Disclosures - Quantitative

	Mar-19	Mar-18
Capital adequacy ratio	12.2%	18.4%
Non performing loans ratio	13.5%	17.8%

### 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 commenced 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 (IFRSs) and the companies Code 1963 (Act 179) and the Banks and Specialised Deposit Taking Institution Act 2016 (Act 930). 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 (ARC). The ARC committee monitors risks associated with financial reporting, accounting policies, internal control and IT governance. The ARC 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

	Mar-19	Mar-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

Nii Amankra Tetteh

Signed

Director

Sandro Rtveladze