



PRESS RELEASE

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BOND SAVINGS AND LOANS LIMITED (BOND)
UNAUDITED FINANCIAL STATEMENTS FOR THE
QUARTER ENDED MARCH 31 2020

BOND has released its Unaudited Financial Statements for the quarter ended March 31, 2020 as per the attached.

Issued in Accra, this 14th
day of May, 2020

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att'd.

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Head of Listing, GSE on 0302 669908, 669914, 669935

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Unaudited Financial Statements For the Quarter Ended March 31, 2020
(All Amounts are expressed in Ghana Cedis)

Unaudited Statement of Profit & Loss and other Comprehensive Income
for the Quarter Ended March 31, 2020

	2020	2019
INTEREST INCOME		
Loans and advances	30,000,097	26,599,402
Investments	1,718,055	3,710,648
TOTAL INTEREST INCOME	31,718,152	30,310,050
INTEREST EXPENSES		
Demand Deposits	369,157	180,707
Fixed Deposits	24,275,658	23,730,998
TOTAL INTEREST EXPENSE	24,644,815	23,911,706
NET INTEREST INCOME	7,073,337	6,398,344
OTHER OPERATING INCOME		
Arrangement/Facility Fees	38,929	823,943
Other charges & fees	104,017	184,287
Sundry Income	31,574	38,361
	174,520	1,046,591
NET OPERATING INCOME	7,247,857	7,444,935
OPERATING COSTS		
Staff Costs	1,998,549	2,067,801
Training & Dev.	26,906	54,495
Marketing	1,234,017	942,601
Occupancy costs	1,213,072	929,972
Administration	1,577,398	1,195,362
Bad Debt Provision	500,733	1,314,919
Depreciation	553,846	600,672
TOTAL OPERATING COST	7,104,521	7,105,823
NET PROFIT/(LOSS) BEFORE TAX	143,336	339,112

Unaudited Statement of Financial Position as at March 31, 2020

ASSETS		
Cash and Short-term Funds	1,036,134	2,583,307
Deposits with Banks & Fin. Institutions	28,440,468	62,905,064
Trading Investments	46,333,146	66,626,748
Loans & Advances	278,482,376	246,571,149
Other Assets	9,317,977	10,470,385
Investment in subsidiary	4,743,400	4,743,400
Fixed Assets	14,308,388	9,576,840
TOTAL ASSETS	382,661,888	403,476,894
CURRENT LIABILITIES		
Fixed Deposits	164,480,595	228,098,112
Demand Deposits	20,487,165	23,140,051
Creditors & Accruals	42,653,050	14,647,911
Taxation	2,681,491	4,864,473
TOTAL CURRENT LIABILITIES	230,302,302	270,750,547
MEDIUM TERM NOTE		
Borrowings	70,000,000	62,134,000
TOTAL MEDIUM TERM LIABILITIES	70,000,000	62,134,000
TOTAL LIABILITIES	300,302,302	332,884,547
Stated Capital	29,435,267	29,435,267
Income Surplus	(11,908,103)	(17,050,343)
Credit Risks Reserve	37,835,487	37,835,488
Revaluation Reserve	6,625,000	
Statutory Reserves	20,371,935	20,371,935
SHAREHOLDER FUNDS	82,359,586	70,592,347
TOTAL LIAB./SHAREHOLDER FUNDS	382,661,888	403,476,894

Unaudited Statement of Cash Flows for the Quarter Ended March 31, 2020

	2020	2019
Cash flow from operating activities		
Operating profit before taxation	143,336	339,112
Depreciation	553,846	600,672
Impairment charge	500,733	1,314,919
Operating profit before working capital changes	1,197,915	2,254,704
Changes in operating and other assets and liabilities		
Changes in other assets	1,152,409	(4,936,493)
Changes in other liabilities	28,005,140	14,051,800
Changes in customer deposit	58,404,403	29,195,848
Changes in loans and advances to customers	(104,478,032)	(58,555,004)
	(16,916,081)	(20,243,849)
Net cash generated from operating activities	(15,718,166)	(17,989,146)
Cash flow from investing activities:		
Changes in financial investments	(20,293,602)	34,818,038
Net cash used in investing activities	(20,293,602)	34,818,038
Increase in cash and cash equivalents	(36,011,769)	16,828,892
Cash & cash equivalents as 1 January	65,488,371	48,659,479
Cash and cash equivalents at 31 March	29,476,602	65,488,371

Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Accounting policies

The accounting policies adopted are consistent with those of the previous financial year.

Basis of preparation

The financial statements have been prepared on a historical cost

Summary of significant accounting policies

The significant accounting policies applied by Bond Savings and Loans Plc in the preparation of the financial statements are set out below

Functional and presentation currency

The financial statements are presented in Ghana Cedis [GH¢], which is the functional and presentational currency of the company.

Foreign currency transactions

Monetary assets and liabilities denominated in foreign currencies are translated in cedis at the exchange rate ruling at the company's year end. Transactions denominated in foreign currencies are translated at the rates ruling at the dates of the transactions. All translation differences are dealt with in arriving at the operating result.

Property, plant and equipment

The company recognizes an item of property, plant and equipment as an asset when it is probable that future economic benefits will flow to it and the cost of the item can be measured reliably.

Property, plant and equipment is stated at cost, net of accumulated depreciation and/or accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the income statement as incurred.

Depreciation is calculated on a straight-line basis over the useful life of the asset. The current annual depreciation rates for each class of property, plant and equipment are as follows:

Leasehold buildings and improvements	2%
Motor vehicles	25%
Office equipment	25%
Furniture and equipment	25%

QUANTITATIVE DISCLOSURES

	2020	2019
(i) Capital Adequacy Ratio	12.72%	14.19%
(ii) Non-Performing Loan Ratio	16.64%	16.41%