



PRESS RELEASE

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BOND SAVINGS AND LOANS LIMITED (BOND)
UNAUDITED FINANCIAL STATEMENTS FOR THE
SECOND QUARTER ENDING JUNE 2018

BOND has released its unaudited financial statements for the second quarter ending June 30, 2018 as per the attached.

Issued in Accra, this 1st
day of August, 2018

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att'd.

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Unaudited Financial Statements For the Quarter Ended June 30, 2018
(All Amounts are expressed in Ghana Cedis)

Unaudited Statement of Profit & Loss and other Comprehensive Income
for the Quarter Ended June 30, 2018

	2018	2017
INTEREST INCOME		
Loans and advances	45,156,595	36,845,765
Investments	12,208,936	17,121,443
TOTAL INTEREST INCOME	57,365,531	53,967,208
INTEREST EXPENSES		
Demand Deposits	223,164	95,200
Fixed Deposits	41,001,105	37,945,964
TOTAL INTEREST EXPENSE	41,224,269	38,041,164
NET INTEREST INCOME	16,141,261	15,926,045
OTHER OPERATING INCOME		
Arrangement/Facility Fees	1,165,822	621,000
Other charges & fees	430,847	654,485
Sundry Income	593,927	94,541
	2,190,596	1,370,026
NET OPERATING INCOME	18,331,857	17,296,071
OPERATING COSTS		
Staff Costs	3,298,832	2,856,710
Training & Dev.	212,736	282,080
Marketing	2,910,083	2,443,934
Occupancy costs	1,691,222	1,402,990
Administration	2,907,558	3,135,579
Bad Debt Provision	2,270,140	2,187,462
Depreciation	864,081	889,584
TOTAL OPERATING COST	14,154,653	13,198,301
NET PROFIT/(LOSS) BEFORE TAX	4,177,205	4,097,770

Unaudited Statement of Financial Position as at 30 June 2018

ASSETS		
Cash and Short-term Funds	4,124,264	3,159,352
Deposits with Banks & Fin. Institutions	59,808,193	41,101,937
Trading Investments	90,821,902	84,024,827
Loans & Advances	201,193,657	174,656,900
Other Assets	4,726,315	5,443,639
Investment in subsidiary	8,536,466	8,536,466
Fixed Assets	10,305,811	9,310,586
TOTAL ASSETS	379,516,609	326,233,707
CURRENT LIABILITIES		
Fixed Deposits	246,625,799	227,287,866
Demand Deposits	33,092,236	23,445,400
Creditors & Accruals	4,337,341	25,998,960
Taxation	1,220,707	2,847,549
TOTAL CURRENT LIABILITIES	285,276,082	279,579,776
MEDIUM TERM NOTE		
3 year medium term note	30,000,000	-
TOTAL MEDIUM TERM LIABILITIES	30,000,000	-
TOTAL LIABILITIES	315,276,082	279,579,776
Stated Capital	29,435,267	23,135,267
Income Surplus	4,696,179	5,817,196
Credit Risks Reserve	11,902,367	5,011,180
Statutory Reserves	18,206,714	12,690,288
SHAREHOLDER FUNDS	64,240,527	46,653,931
TOTAL LIAB./SHAREHOLDER FUNDS	379,516,609	326,233,707

Unaudited Statement of Cash Flows for the Quarter Ended 30 June 2018

Cash flow from operating activities		
Operating profit before taxation	4,177,203	4,697,770
Adjustments for:	-	0
Depreciation	890,027	889,584
Impairment charge	2,244,195	2,187,462
Operating profit before working capital changes	7,311,424	7,774,817
Changes in operating and other assets and liabilities		
Changes in other assets	1,536,219	(1,246,285)
Changes in other liabilities	(322,028)	4,815,552
Changes in customer deposit	(14,458,282)	69,644,919
Changes in loans and advances to customers	(10,236,962)	(51,873,353)
	(23,481,054)	21,340,832
Net cash generated from operating activities	(16,169,630)	29,115,649
Cash flow from investing activities		
Changes in financial investments	31,442,607	(17,537,388)
Net cash used in investing activities	31,442,607	(17,537,388)
Increase in cash and cash equivalents	15,272,977	11,578,261
Cash & cash equivalents as 1 January	48,659,480	32,683,028
Cash and cash equivalents at 30 June 2018	63,932,457	44,261,289

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 basis. The financial statements are

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 (GHC), 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.

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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

	2018	2017
(i) Capital Adequacy Ratio	16.75%	16.47%
(ii) Non-Performing Loan Ratio	12.35%	12.55%