



**PRESS RELEASE**

**PR. No 394/2019**

**BAYPORT SAVINGS AND LOANS PLC (BSL) -  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDING 30 SEPTEMBER 2019**

BAYPORT has released its unaudited Financial Statements for the third quarter ending September 30, 2019 as per the attached.

**NOTE**

The earlier release had an error on the Capital Adequacy Ratio (CAR) with 10.35%. The correct CAR is 13.13%.

Issued in Accra, this 30<sup>th</sup>  
day of October, 2019

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att'd.

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# 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               | -                  | 757,326            |
| 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 **Nii Amankra Tetteh**

Signed  
Director **Sandro Rtelveladze**