



PRESS RELEASE

PR. No 395/2019

**DALEX FINANCE AND LEASING COMPANY PLC (DALEX) -
UNAUDITED FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDING 30 SEPTEMBER 2019**

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

Issued in Accra, this 30th
day of October, 2019

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att'd.

Distribution:

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Head Listing, GSE on 0302 669908, 669914, 669935

**GA*

Dalex Finance & Leasing Company Limited
Unaudited Financial Statements for the Nine Months ended 30th September, 2019

Unaudited Statement of Comprehensive Income
for the period ended 30th September, 2019

	Sept 2019 GHc	Sept 2018 GHc
Interest Income	121,075,980	145,847,275
Interest Expense	(95,828,254)	(99,885,634)
Net Interest Income	25,247,726	45,961,641
Other Operating Income	6,008,744	11,194,951
Operating Income	31,256,470	57,156,592
Charge for Bad and Doubtful Debts	(1,798,708)	(8,135,338)
Operating Expenses	(25,867,668)	(40,407,323)
Profit before tax	3,590,094	8,613,931
Corporate Tax	(897,523)	(2,153,483)
National Stabilization Levy	(179,505)	(430,697)
Net Profit after Tax	2,513,066	6,029,751
Total Comprehensive Income for the Period	2,513,066	6,029,751

Unaudited Statement of Financial Position
as at 30th September, 2019

	Sept 2019 GHc	Sept 2018 GHc
Current Assets		
Cash and Cash Equivalents	5,553,015	8,975,556
Loans and Advances to customers	520,006,086	545,502,173
Other Assets	5,218,801	4,680,114
Held to Maturity	121,641,801	107,793,501
	652,619,703	666,951,444
Non-Current Assets		
Property, Plant and Equipment	2,938,970	4,543,742
Available for Sale	151,900	151,900
	3,090,870	4,695,642
Total Assets	655,710,573	671,647,086
Shareholder's Equity		
Stated Capital	11,000,000	11,000,000
Retained Income	20,253,626	26,501,595
Statutory Reserve Fund	26,044,128	21,533,164
Credit Risk Reserve	11,130,263	5,370,859
Capital Surplus Account	396,445	396,445
	68,824,462	65,802,063
Liabilities		
Deferred Tax Liability	47,207	146,620
Other Payables & Liabilities	2,932,064	2,528,419
Taxation Obligations	1,145,600	3,875,598
Subordinated Debt	16,750,000	16,750,000
Due to Investment - Customers	566,011,188	582,543,386
	586,886,111	606,845,023
Total Shareholders' Equity and Liabilities	655,710,573	671,647,086

Unaudited Statement of Changes in Equity
for the period ended 30th September, 2019

	Stated Capital GHc	Capital Surplus GHc	Income Surplus GHc	Statutory Reserve Fund GHc	Credit Risk Reserve GHc	Total Equity GHc
Balance at 1st January 2019	11,000,000	396,445	17,746,558	28,044,130	11,130,263	68,317,396
Net Profit for the Period			2,513,066			2,513,066
Total Equity as at 30th September 2019	11,000,000	396,445	20,259,624	28,044,130	11,130,263	68,824,462

Unaudited Statement of Cash Flows
for the period ended 30th September, 2019

	Sept 2019 GHc	Sept 2018 GHc
Profit before Tax	3,590,094	8,613,931
Adjusted For:		
Depreciation	1,187,695	896,537
Loss/(Profit) on Sale of Equipment	(56,882)	
	4,720,907	9,510,469
Changes in:		
Loans and Advances	18,750,609	(89,630,556)
Other Assets	62,810	1,067,276
Changes in Investments held to Maturity	(12,707,785)	(25,595,891)
Other Payables	(267,664)	1,128,672
Investment Customers	(10,727,854)	61,996,727
	(166,917)	(41,523,303)
Income Tax Payment	(2,640,000)	(2,505,104)
Net Cash used in Operating Activities	(3,008,917)	(44,028,407)
Cash flow from Investing Activities		
Purchase of Property and Equipment	(463,532)	(1,752,101)
Change in Investment	-	-
Proceeds from Sale of Asset	194,077	-
Net Cash used in Investing Activities	(269,455)	(1,752,101)
Cash flow from Financing Activities		
Proceeds from Subordinated Debt	-	16,750,000
Net Cash Received from Financing Activities	-	16,750,000
Net Increase in Cash and Cash Equivalents	(3,278,373)	(29,030,508)
Analysis of Change in Cash and Cash Equivalents		
Cash and Cash Equivalents at 1st Jan	8,831,388	38,006,164
Net Increase/(Decrease) in Cash and Cash Equivalents	(3,278,374)	(29,030,508)
Cash and Cash Equivalents as at 30th September	5,553,015	8,975,656

Notes to the Unaudited Financial Statement

Disclosures-Quantitative

	2019	2018
Capital Adequacy Ratio (CAR)	10.30%	10.36%
Non-Performing Loans Ratio	22.92%	26.71%

Disclosures-Qualitative

1. Reporting Entity

Dalex Finance & Leasing Company was incorporated on 14th September 2004 and obtained its Certificate to Commence Business on 24th April 2006.

2. Significant Accounting Policies

The Financial Statement of Dalex Finance & Leasing PLC have been prepared on historical cost basis except for the following assets and liabilities which are stated at fair value; Financial Instruments held at fair value through profit and loss, Financial Instruments classified as available-for-sale; and plant, Property and Equipment.

3. Functional and Presentation Currency

Items included in the Financial statements are presented using the functional currency (currency of the primary economic environment in which the Company operates); Ghana Cedi (GHc).

4. Risk Management

The Company was exposed to the following risks;

- i. Credit Risk
- ii. Liquid Risk
- iii. Market Risk
- iv. Operational Risk

The Board of Directors has overall responsibility for the establishment and oversight of the Company's management framework. The Board's Audit Committee and Assets Liability Committee (ALCO) are responsible for monitoring compliance with the Company's risk management policies and procedures and for reviewing the adequacy of the risk management framework in the relation to the risks faced by the Company.

5. Defaults | Statutory Liquidity and accompanying sanctions

	2019	2018
(i) Default in statutory Liquidity	Nil	Nil
(ii) Sanctions (GHc)	Nil	Nil

To the best of our knowledge, the Financial Statement does not contain any untrue statements, misleading facts or omitted material facts.


Alex Kwasi Shubis
Executive Chairman


Kenneth Kwamina Thompson
Chief Executive Officer