



PRESS RELEASE

PR. No. 434/2020

**DALEX FINANCE AND LEASING COMPANY PLC (DALEX) -
UNAUDITED FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDING 30 SEPTEMBER 2020**

DALEX has released its unaudited Financial Statements for the third quarter ending September 30, 2020 as per the attached.

Issued in Accra, this 27th
day of October, 2020

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att'd.

Distribution:

1. All LDMs
2. General Public
3. Listed Companies
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5. Central Securities Depository
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For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

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Dalex Finance and Leasing Company Limited

Unaudited Financial Statements for the period ended 30th September 2020

Unaudited Statement of Comprehensive Income for the period ended 30th September 2020

	Sept- 2020 GHc	Sept- 2019 GHc
Interest Income	126,202,307	121,075,980
Interest Expense	(701,758,084)	(95,828,254)
Net Interest Income	24,444,224	25,247,726
Other Operating Income	14,964,660	6,008,744
Operating Income	39,348,884	31,256,470
Impairment Losses on Financial Assets	(5,404,904)	(1,798,708)
Operating Expenses	(27,936,706)	(25,867,668)
Net profit before tax	6,007,273	3,590,094
Income Tax Expense	(1,501,818)	(897,523)
National Stabilisation Levy	(300,364)	(179,505)
Net Profit for the Year	4,205,091	2,513,066
Other Comprehensive Income		
Total Comprehensive Income for the Period	4,205,091	2,513,066

Unaudited Statement of Financial Position for the period ended 30th September 2020

	Sept - 2020 GHc	Sept - 2019 GHc
Current Assets		
Cash and Cash Equivalents	52,086,627	5,593,015
Loans and Advances	573,516,841	520,006,086
Held-to-maturity	118,884,762	121,841,801
Other Assets	19,119,664	5,218,801
Total Current Assets	763,607,794	652,619,703
Non Current Assets		
Property, Plant and Equipment	2,398,772	2,654,077
Intangible Assets	223,314	284,893
Equity-Available-for-sale	151,900	151,900
Total Non Current Assets	2,773,966	3,090,870
Total Assets	766,381,760	655,710,573
Shareholders Equity		
Stated Capital	11,000,000	11,000,000
Income Surplus Account	21,477,303	30,253,676
Statutory Reserve Fund	26,271,090	26,044,128
Credit Risk Reserve	13,187,342	11,130,263
Capital Surplus Account	396,445	396,445
Total Equity	72,332,180	68,824,462
Liabilities		
Deferred Tax Liability	12,194	47,207
Taxation	960,779	1,145,660
Interest Payable & Other Liabilities	9,351,151	2,932,064
Subordinated Debt (Tier 2 Capital)	16,750,000	16,750,000
Due to Investment Customers	666,975,476	666,011,180
Total Liabilities	694,049,600	686,886,111
Total Shareholders Equity & Liabilities	766,381,760	655,710,573

Unaudited Statement of Changes in Equity for the period ended 30th September 2020

	Stated Capital GHc	Capital Surplus GHc	Retained Income GHc	Statutory Reserve Fund GHc	Credit Risk Reserve Fund GHc	Total Equity GHc
2020						
Balance at 1st January 2020	11,000,000	396,445	17,272,211	26,271,090	13,187,342	68,127,088
Net profit for the period			4,205,091			4,205,091
	11,000,000	396,445	21,477,303	26,271,090	13,187,342	72,332,180

Unaudited Statement of Cash Flows for the period ended 30th September 2020

	Sept - 2020 GHc	Sept - 2019 GHc
Net Profit before Tax	6,007,273	3,590,094
Adjusted For:		
Profit on disposal	(161,800)	(56,882)
Depreciation	706,983	1,187,695
	6,552,457	4,720,907
Changes in:		
Loans and Advances	(55,143,582)	18,750,609
Other Assets	(9,521,074)	62,810
Other Payables	4,905,280	(267,604)
Investment Customers	97,376,951	(10,727,854)
	44,170,032	12,538,868
Income Tax	(1,900,140)	(2,840,000)
Net Cash used in Operating Activities	42,269,892	9,698,868
Cash flow from Investing Activities		
Purchase of Property, plant and Equipment	(742,087)	(463,533)
Proceeds from sale of Assets	161,800	194,077
Acquisition of Intangible Assets		
Change in Investment	6,703,631	(12,707,785)
Net Cash used in Investing Activities	6,123,344	(12,977,241)
Net Increase in Cash and Cash Equivalent	48,393,236	(3,278,373)
Analysis of Change in Cash and Cash Equivalent		
Cash and Cash Equivalent at 1st January	3,693,391	8,831,388
Net Increase in Cash and Cash Equivalent	48,393,236	(3,278,373)
Cash and Cash Equivalent at 30th September	52,086,627	5,553,015

Notes to the Audited Financial Statement

Disclosures-Quantitative

	2020	2019
Capital Adequacy Ratio (CAR)	9.87%	10.30%
Non-Performing Loans Ratio	23.62%	22.92%

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 Limited 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;

- Credit Risk
- Liquid Risk
- Market Risk
- 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 in Statutory Liquidity and accompanying sanctions

	2020	2019
(i) Default in Statutory Liquidity	Nil	Nil
(j) 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 Eshu
Executive Chairman


Kenneth Kwamina Thompson
Chief Executive Officer