

## Unaudited Financial Statements For the Quarter Ended 30 September 2019

Published in compliance with the requirements of the Listing Rules of the Ghana Stock Exchange (GSE).  
Financial results presented in compliance with International Financial Reporting Standards (IFRS).

### Statement of comprehensive income for the 9 months ended 30 September 2019

	9 months ended 30 Sept 2019 (GHS '000)	9 months ended 30 Sept 2018 (GHS '000)
<b>Income</b>		
Interest Income	154 223	89 139
Interest expense	(41 415)	(25 394)
<b>Net interest income</b>	<b>112 808</b>	<b>63 745</b>
Net impairment allowance	(49 744)	(26 017)
<b>Income from lending activities</b>	<b>63 064</b>	<b>37 728</b>
Other income	8 022	10 191
<b>Operating Income</b>	<b>71 086</b>	<b>47 919</b>
Total operating expenses	(50 432)	(35 936)
Selling and collection costs	(30 293)	(16 200)
Administration and other expenses	(20 139)	(19 736)
<b>Profit from operations before taxation</b>	<b>20 654</b>	<b>11 983</b>
Income tax expense	(6 598)	(243)
<b>Profit for the period</b>	<b>14 056</b>	<b>11 740</b>
Other comprehensive income	-	-
<b>Total comprehensive profit for the period</b>	<b>14 056</b>	<b>11 740</b>

### Statement of financial position as at 30 September 2019

	30 Sept 2019 (GHS '000)	30 Sept 2018 (GHS '000)
<b>Assets</b>		
Cash and bank balances	22 234	17 538
Other receivables	4 452	3 245
Loan book receivable	390 335	322 960
Deferred tax	12 206	1 502
Property, plant and equipment	4 140	3 844
<b>Total assets</b>	<b>433 366</b>	<b>349 089</b>
<b>Equity and liabilities</b>		
Issued capital	30 546	30 546
Retained income	21 070	15 126
Share based payment reserve	264	113
Statutory reserves	7 336	2 533
<b>Total equity</b>	<b>59 216</b>	<b>48 317</b>
Trade and other payables	28 728	40,121
Tax payable	1 755	4 512
Borrowings	267 681	205 404
Deposits from Customers	75 986	50 735
<b>Total liabilities</b>	<b>374 150</b>	<b>300 771</b>
<b>Total equity and liabilities</b>	<b>433 366</b>	<b>349 089</b>

### Statement of cash flows for the 9 months ended 30 September 2019

	9 months ended 30 Sept 2019 (GHS '000)	9 months ended 30 Sept 2018 (GHS '000)
Net cash utilised in operating activities	32 170	(90 315)
Net cash utilised in investing activities	(564)	(365)
Net cash generated from (utilised in) financing activities	(62 670)	84 970
<b>Net increase in cash and cash equivalents</b>	<b>31 064</b>	<b>(5 710)</b>
Cash and cash equivalents at beginning of the year	31 064	5 710
<b>Cash and cash equivalents at end of the period</b>	<b>22 234</b>	<b>17 538</b>

### Highlights

	Sep 2019	Sep 2018
Capital Adequacy Ratio	16.34%	15.46%
Bond Covenant Ratio	208%	188%
Profit Before Tax	20.7M	11.9M

### Notes to Accounts unaudited Accounts

#### 1. Reporting Entity

Letshego Ghana Savings and Loans PLC, previously known as AFB Ghana PLC commenced business in 2010.

#### 2. Significant Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) 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.

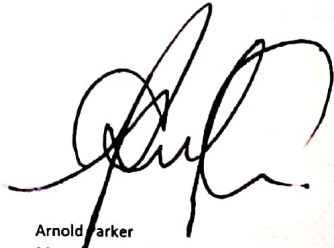
#### 4. Risk Management

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 financial statements do not contain any untrue statements, misleading facts or omit material facts to the best of our knowledge.

  
 Prince Mankwa  
 Board Chairman  
 30 Sept. 2019

  
 Arnold Parker  
 Managing Director