

## Dalex Finance & Leasing PLC

### Unaudited Financial Statements for the Quarter ended 31st March 2019

#### Unaudited Statement of Comprehensive Income for the Quarter ended 31st March 2019

	Qtr.-1 2019 GH¢	Qtr.-1 2018 GH¢
Interest Income	41,639,747	45,545,271
Interest Expense	(32,480,810)	(32,009,367)
<b>Net Interest Income</b>	<b>9,158,937</b>	<b>13,535,904</b>
Other Operating Income	1,634,859	4,164,505
<b>Operating Income</b>	<b>10,793,796</b>	<b>17,700,409</b>
Impairment Losses on Financial Assets	(707,226)	(2,080,583)
Operating Expenses	(8,233,540)	(11,983,868)
<b>Net Profit before Tax</b>	<b>1,853,029</b>	<b>3,635,958</b>
Income Tax Expense	(463,257)	(908,990)
National Stabilization Levy	(92,651)	(181,798)
<b>Net Profit for the Quarter</b>	<b>1,297,121</b>	<b>2,545,170</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the Period</b>	<b>1,297,121</b>	<b>2,545,170</b>

#### Unaudited Statement of Cash Flows for the Quarter ended 31st March 2019

	Qtr.-1 2019 GH¢	Qtr.-1 2018 GH¢
Profit before Tax	1,853,029	3,635,958
<b>Adjusted For:</b>		
Depreciation	415,316	187,669
	<b>2,268,346</b>	<b>3,823,627</b>
<b>Changes in:</b>		
Loans and Advances	9,136,126	(41,799,865)
Other Assets	(95,231)	1,337,528
Other Payables	(945,756)	(248,419)
Investment Customers	(3,277,753)	50,377,526
	<b>7,085,732</b>	<b>13,490,397</b>
Income Tax Paid	(1,140,000)	(600,000)
<b>Net Cash used in Operating Activities</b>	<b>5,945,732</b>	<b>12,890,397</b>
<b>Cash Flow from Investing Activities</b>		
Acquisition of Property and Equipment	(290,243)	(185,405)
Acquisition of Intangible Assets	(42,640)	-
Changes in Investment	(4,860,576)	(15,931,485)
<b>Net Cash used in Investing Activities</b>	<b>(5,193,459)</b>	<b>(16,116,890)</b>
<b>Net Cash used in Financing Activities</b>		
<b>Net Increase in Cash and Cash Equivalent</b>	<b>752,273</b>	<b>(3,226,493)</b>
<b>Analysis of Change in Cash and Cash Equivalent</b>		
Cash and Cash Equivalent at 1st January	8,831,388	38,006,164
<b>Net Increase/(decrease) in Cash and Cash Equivalent</b>	<b>752,273</b>	<b>(3,226,493)</b>
<b>Cash and Cash Equivalent at 31st March</b>	<b>9,583,661</b>	<b>34,779,671</b>

#### Unaudited Statement of Financial Position as at the Quarter ended 31st March 2019

	Qtr.-1 2019 GH¢	Qtr.-1 2018 GH¢
<b>Non-Current Assets</b>		
Property, Plant and Equipment	3,397,234	3,402,771
Intangible Assets	321,931	283,144
Equity-Available for Sale	151,900	151,900
	<b>3,871,065</b>	<b>3,837,815</b>
<b>Current Assets</b>		
Cash and Cash Equivalents	9,583,661	34,779,671
Loans and Advances	529,620,570	497,671,481
Held-to-Maturity	113,994,592	98,129,094
Other Assets	5,376,842	4,409,862
	<b>658,575,665</b>	<b>634,990,109</b>
<b>Total Assets</b>	<b>662,446,730</b>	<b>638,827,924</b>
<b>Shareholder's Equity</b>		
Stated Capital	11,000,000	16,000,000
Income Surplus Account	19,037,680	23,017,014
Statutory Reserve Fund	21,533,164	21,533,164
Credit Risk Reserve	11,130,263	5,370,859
Capital Surplus Account	396,445	396,445
	<b>67,608,518</b>	<b>66,317,482</b>
<b>Liabilities</b>		
Deferred Tax Liability	47,206	146,619
Tax Obligation	2,325,813	4,288,309
Interest Payable & Other Liabilities	2,253,912	1,151,327
Subordinated Debt (Tier 2 Capital)	16,750,000	-
Due to Investment Customers	573,461,281	566,924,186
	<b>594,838,212</b>	<b>572,510,442</b>
<b>Total Shareholders' Equity and Liabilities</b>	<b>662,446,730</b>	<b>638,827,924</b>

#### Notes to the Unaudited Financial Statements

##### Disclosures-Quantitative

	2019	2018
Capital Adequacy Ratio (CAR)	10.09%	10.38%
Non-Performing Loans Ratio	20.55%	21.75%

##### Disclosures-Qualitative

###### 1. Reporting Entity

Dalex Finance & Leasing Company was incorporated on 13th September 2004 and obtained its Certificate to Commence Business on 24th April 2006.

###### 2. Significant Accounting Policies

The Financial Statements 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 (GH¢).

###### 4. Risk Management

The Company was exposure to the following risks;

- Credit Risk
- Liquidity Risk
- Market Risk
- Operational Risk

The Board of Directors have overall responsibility for the establishment and oversight of the Company's risk 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 relation to the risks faced by the Company.

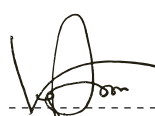
###### 5. Defaults in Statutory Liquidity and accompanying sanctions

	2019	2018
i) Default in Statutory Liquidity	Nil	Nil
ii) Sanctions (GH¢)	Nil	Nil

#### Unaudited Statement of Changes in Equity for the Quarter ended 31st March 2019

2019	Stated Capital GH¢	Capital Surplus GH¢	Income Surplus GH¢	Statutory Reserve Fund GH¢	Credit Risk Reserve GH¢	Total Equity GH¢
Balance as at 1st January	11,000,000	396,445	17,740,559	26,044,130	11,130,263	66,311,397
Net Profit for the Quarter			1,297,121			1,297,121
<b>Balance as at 31st March</b>	<b>11,000,000</b>	<b>396,445</b>	<b>19,037,680</b>	<b>26,044,130</b>	<b>11,130,263</b>	<b>67,608,518</b>

  
 Alex Kwasi Bruks  
 Executive Chairman

  
 Kenneth Kwamina Thompson  
 Chief Executive Officer