

Dalex Finance & Leasing Company Limited

Unaudited Financial Statements for the period ended 31st December, 2019

Unaudited Statement of Comprehensive Income for the period ended 31st December, 2019

	2019 GHC	2018 GHC
Interest Income	160,925,704	194,056,307
Interest Expenses	(127,204,216)	(134,142,997)
Net Interest Income	33,721,488	59,913,310
Other Income	8,581,887	14,438,356
Operating Income	42,303,375	74,351,666
Charge for Bad and Doubtful Debts	(2,685,228)	(9,847,201)
Operating Expenses	(35,478,249)	(51,615,989)
Net Profit before Tax	4,139,898	12,888,476
Corporate Tax	(1,034,975)	(3,222,120)
National Stabilization Levy	(206,995)	(644,424)
Net Profit after Tax	2,897,929	9,021,932
Total Comprehensive Income for the Period	2,897,929	9,021,932

Unaudited Statement of Cash Flows for the period ended 31st December, 2019

	2019 GHC	2018 GHC
Net Profit before Tax	4,139,898	12,888,476
Adjusted For:		
Depreciation	1,546,536	1,566,267
Loss/(Profit) on Sale of Equipment	(56,882)	
	5,629,553	14,454,743
Changes in:		
Loans and Advances	19,014,594	(81,623,263)
Other Assets	(4,316,880)	465,779
Changes in Investments held to Maturity	(16,454,377)	(26,936,406)
Other Payables	1,246,202	1,799,922
Investment Customers	(7,140,509)	55,192,374
	(2,021,417)	(36,646,851)
Income Tax	(2,840,000)	(3,505,331)
Net Cash used in Operating Activities	(4,861,417)	(40,152,182)
Cash flow from Investing Activities		
Purchase of Property and Equipment	(472,220)	1,679,988
Proceeds from Sale of Asset	195,649	
Net Cash used in Investing Activities	(276,579)	(1,679,988)
Cash flow from Financing Activities		
Proceeds from Tier 2 Capital		16,750,000
Net Cash Received from Financing Activities	-	16,750,000
Net Increase in Cash and Cash Equivalent	(5,137,996)	(25,082,170)
Analysis of Change in Cash and Cash Equivalent		
Cash and Cash Equivalent at 1st Jan 2019	8,831,388	38,006,164
Prior Year Adjustment		(4,092,606)
Net Increase/(decrease) in Cash and Cash Equivalent	(5,137,996)	(25,082,170)
Cash and Cash Equivalent at Year Ending	3,693,392	8,831,388

Unaudited Statement of Financial Position as at 31st December, 2019

	2019 GHC	2018 GHC
Current Assets		
Cash	3,693,391	8,831,387
Loans and Advances	519,742,101	538,756,695
Other Assets	9,598,491	5,281,611
Held to Maturity	658,622,376	109,134,016
	658,622,376	662,003,709
Non-Current Assets		
Property, Plant and Equipment	2,586,982	3,801,899
Available for Sale	151,900	151,900
	2,738,882	3,953,799
Total Assets	661,361,258	665,957,508
Shareholder's Equity		
Statutory Capital	11,000,000	11,000,000
Retained Income	20,638,487	17,740,558
Statutory Reserve Fund	26,044,130	26,044,128
Credit Risk Reserve	11,130,263	11,130,263
Capital Surplus Account	396,445	396,445
	69,209,325	66,311,394
Liabilities		
Deferred Tax Liability	47,206	47,206
Other Payables & Liabilities	4,445,871	3,199,669
Taxation Obligations	1,310,331	2,910,204
Subordinated Debt	16,750,000	16,750,000
Due to Investment - Customers	569,598,525	576,739,035
	592,151,933	599,646,114
Total Shareholders' Equity and Liabilities	661,361,258	665,957,508

Unaudited Statement of Changes in Equity for the period ended 31st December, 2019

	Statutory Capital GHC	Capital Surplus GHC	Income Reserve Fund GHC	Credit Risk Reserve GHC	Total Equity GHC
Balance at 1st January 2019	11,000,000	396,445	26,044,130	11,130,263	66,571,338
Net Profit for the Year			2,897,929		2,897,929
Total Equity as at 31st December 2019	11,000,000	396,445	28,942,059	11,130,263	69,209,325

Notes to the Unaudited Financial Statement

Disclosures-Quantitative

	2019	2018
Capital Adequacy Ratio (CAR)	10.16%	10.89%
Non-Performing Loans Ratio	22.87%	20.50%

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. Liquidity 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	66,000

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


Executive Chairman


Chief Executive Officer