



Clydestone Ghana PLC

**Performance for the nine-month period ended 30
September 2023**



Registration Number (Ghana) - CS237512018

Directors :

- Paul Jacquaye (Acting Chairman)
- Felistas Kisivo (Executive)
- Nii Obodai Torto (Non-Executive)
- Dr Kwabena Adusei-Poku - (Independent Non-Executive)

Company secretary: NTHC Registrars

Registered office: 14 Adebeto Close
North Labone
P. O. Box CT 1003
Accra

Registrars :

- NTHC Limited
- Martco House
- P. O. Box KA 9563
- Airport -Accra, Ghana

Solicitors :

- Alloh & Partners.
- P. O. Box NT 478
- New Town, Accra

Bankers :

- Societe Generale Ghana
- Consolidated Bank Ghana Limited
- Fidelity Bank Limited
- UBA (Gh) Limited
- Guaranty Trust Bank (Ghana) Limited

Independent auditor: Boateng, Offei & Co
Correspondent firm; Grant Thornton International
Chartered Accountants
7 Bissau Avenue East Legon
P. O. Box CT 718, Accra
Email: boc@boatengoffei.com
Tel. 0302-509039/40

	The Company		The Consolidated	
	as at 30th September 2023	as at 31st December 2022	as at 30th September 2023	as at 31st December 2022
	GH¢	GH¢	GH¢	GH¢
Non-Current Assets				
Intangible assets	3,124,752	3,124,752	3,124,752	3,124,752
Property, plant & equipment	630,407	654,565	630,763	654,920
Investments	222,627	222,627	-	-
	<u>3,977,786</u>	<u>4,001,944</u>	<u>3,755,514</u>	<u>3,779,672</u>
Current Assets				
Inventories	380,450	519,389	380,450	519,389
Trade receivable	3,623,806	4,049,439	3,623,806	4,049,439
Deferred tax	390,052	352,919	390,139	353,006
Due from related subsidiary	536,432	536,432	-	-
Other accounts receivable	1,574,277	1,420,342	1,965,227	1,775,748
Cash and cash equivalents	102,764	427,943	102,986	428,165
	<u>6,607,781</u>	<u>7,306,464</u>	<u>6,462,608</u>	<u>7,125,746</u>
Total Assets	<u>10,585,567</u>	<u>11,308,407</u>	<u>10,218,122</u>	<u>10,905,418</u>
Equity				
Capital and Reservers Attributable to Company's Equity Holding				
Stated capital	554,850	554,850	554,850	554,850
Capital surplus	3,781,259	3,012,253	3,867,275	3,098,269
Deposit for shares	315,341	315,341	644,024	644,024
Retained earnings	275,092	165,653	(450,511)	(485,934)
Non-controlling interest	-	-	74,513	50,897
Total Equity	<u>4,926,542</u>	<u>4,048,097</u>	<u>4,690,151</u>	<u>3,862,107</u>
Liabilities				
Current Liabilities				
Trade payable	1,682,493	3,033,035	1,902,886	3,253,427
Other accounts payable	1,191,537	1,845,082	1,189,448	1,370,371
Taxation	2,005,972	1,782,424	1,700,829	1,863,958
Overdrafts	357,030	-	357,030	-
Due to related company	44,214	44,214	-	-
	<u>5,281,247</u>	<u>6,704,754</u>	<u>5,150,193</u>	<u>6,487,756</u>
Long Term Liabilities				
Loans	377,778	555,556	377,778	555,556
	<u>377,778</u>	<u>555,556</u>	<u>377,778</u>	<u>555,556</u>
Total Liabilities	<u>5,659,024</u>	<u>7,260,310</u>	<u>5,527,971</u>	<u>7,043,312</u>
Total Equity and Liabilities	<u>10,585,566</u>	<u>11,308,407</u>	<u>10,218,122</u>	<u>10,905,418</u>

THE FINANCIAL STATEMENT DO NOT CONTAIN UNTRUE STATEMENTS, MISLEADING OR OMIT ANY MATERIAL FACTS TO THE BEST OF OUR KNOWLEDGE


PAUL JACQUAYE

Director


FELISTAS KISIVO

Director

	The Company		The Consolidated	
	for the nine months ended September 30, 2023	for the nine months ended September 30, 2022	for the nine months ended September 30, 2023	for the nine months ended September 30, 2022
	GH¢	GH¢	GH¢	GH¢
Revenue	5,908,103	7,773,304	5,908,103	7,773,304
Cost of Sales	<u>(3,055,626)</u>	<u>(5,503,492)</u>	<u>(3,055,626)</u>	<u>(5,503,492)</u>
GROSS PROFIT	<u>2,852,478</u>	<u>2,269,811</u>	<u>2,852,478</u>	<u>2,269,811</u>
Directors remuneration	511,227	320,621	511,227	320,621
Auditors remuneration	37,820	-	37,820	-
General & administration expenses	<u>1,985,427</u>	<u>737,133</u>	<u>1,985,427</u>	<u>737,133</u>
	<u>2,534,474</u>	<u>1,057,754</u>	<u>2,534,474</u>	<u>1,057,754</u>
Earnings Before Interest, Tax and Depreciation	<u>318,004</u>	<u>1,212,057</u>	<u>318,004</u>	<u>1,212,057</u>
Depreciation	<u>46,971</u>	<u>24,164</u>	<u>46,971</u>	<u>24,164</u>
Operating Profit	<u>271,033</u>	<u>1,187,893</u>	<u>271,033</u>	<u>1,187,893</u>
Interest / financial charges	196,301	81,755	196,301	81,755
Other Income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit (Loss) before tax	74,732	1,106,139	74,732	1,106,139
Corporate taxation	<u>(15,694)</u>	<u>(243,350)</u>	<u>(15,694)</u>	<u>(243,350)</u>
Profit (Loss) for the period	<u>59,038</u>	<u>862,788</u>	<u>59,038</u>	<u>862,788</u>
Attributable to: Equity holders	-	-	35,423	517,673
Non Controlling Interest	-	-	23,615	345,115
Other comprehensive income (loss)	-	-	-	-
Exchange Difference on translation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the year	<u>59,038</u>	<u>862,788</u>	<u>59,038</u>	<u>862,788</u>
Earnings per share (GH¢)	0.00174	0.0254	0.0017	0.0254

CLYDESTONE (GHANA) PLC

*Unaudited Statement of Changes in Equity
for the Nine Months ended September 30, 2023*

Company

	<u>Stated Capital</u> GH¢	<u>Capital Surplus</u> GH¢	<u>Retained Earnings</u> GH¢	<u>Total</u> GH¢
January 1, 2023	554,850	2,489,903	216,054	3,260,807
Profit/(Loss) for the period	-	-	59,038	59,038
September 30, 2023	<u>554,850</u>	<u>2,489,903</u>	<u>275,092</u>	<u>3,319,845</u>

Consolidated

	<u>Stated Capital</u> GH¢	<u>Capital Surplus</u> GH¢	<u>Retained Earnings</u> GH¢	<u>Deposit for Shares</u> GH¢	<u>Non Controlling Interest</u> GH¢	<u>Total</u> GH¢
January 1, 2023	554,850	2,575,919	(485,934)	593,631	50,897	3,289,364
Profit/(Loss) for the period	-	-	35,423	-	23,615	59,038
September, 30, 2023	<u>554,850</u>	<u>2,575,919</u>	<u>(450,511)</u>	<u>593,631</u>	<u>74,513</u>	<u>3,348,402</u>

Company

	<u>Stated Capital</u> GH¢	<u>Capital Surplus</u> GH¢	<u>Retained Earnings</u> GH¢	<u>Total</u> GH¢
January 1, 2022	554,850	2,489,903	(355,056)	2,689,697
Profit for the period	-	-	862,788	862,788
September 30, 2022	<u>554,850</u>	<u>2,489,903</u>	<u>507,732</u>	<u>3,552,485</u>

Consolidated

	<u>Stated Capital</u> GH¢	<u>Capital Surplus</u> GH¢	<u>Retained Earnings</u> GH¢	<u>Deposit for Shares</u> GH¢	<u>Non Controlling Interest</u> GH¢	<u>Total</u> GH¢
January 1, 2022	554,850	2,575,919	(828,600)	593,631	(177,547)	2,718,254
Profit for the period	-	-	517,673	-	345,115	862,788
September 30, 2022	<u>554,850</u>	<u>2,575,919</u>	<u>(310,927)</u>	<u>593,631</u>	<u>167,569</u>	<u>3,581,042</u>



CLYDESTONE (GHANA) PLC

Unaudited Statement of Cash Flows

for the Nine Months ended September 30, 2023

	The Company		The Consolidated	
	for the nine months ended September 30, 2023	for the nine months ended September 30, 2022	for the nine months ended September 30, 2023	for the nine months ended September 30, 2022
	GH¢	GH¢	GH¢	GH¢
Cash Flow from Operating Activities				
Profit before taxation	59,038	1,106,139	59,038	17,341
Adjustment for Non-Cash Items:				
Net interest expense	196,301	81,755	196,301	200,607
Depreciation	46,971	24,164	46,971	24,164
	<u>302,310</u>	<u>1,212,057</u>	<u>302,310</u>	<u>242,113</u>
Changes in working capital				
Inventories	138,939	-	138,939	-
Trade receivables	425,633	(3,897,057)	425,633	(98,432)
Other accounts receivables	595,687	(835,706)	669,296	(886,347)
Trade payable	(1,350,541)	2,655,972	(1,350,541)	479,660
Other accounts payable	(653,545)	773,584	(727,154)	(152,273)
Due from related company	-	(14,648)	-	-
	<u>(843,827)</u>	<u>(1,317,856)</u>	<u>(843,827)</u>	<u>(657,393)</u>
Tax Paid				
Corporate	186,416	(243,350)	186,416	-
Net cash used in operating activities	<u>(355,102)</u>	<u>(349,149)</u>	<u>(355,102)</u>	<u>(415,280)</u>
Cash Flows from Investing Activities				
Purchase of Property, plant & equipment	11,515	(57,004)	11,515	(37,493)
Exchange Gain On Deposits	-	-	-	-
Purchase of intangible assets	(0)	0	(0)	(40,709)
Investment in related company	-	-	-	-
Net Cash Used in Investing Activities	<u>11,515</u>	<u>(57,004)</u>	<u>11,515</u>	<u>(78,202)</u>
Cash Flows from Financial Activities				
Long Term Loan	(177,778)	644,444	(177,778)	800,000
Interest expense	(196,301)	(81,755)	(196,301)	(200,607)
Net Cash Used in Financing Activities	<u>(374,079)</u>	<u>562,690</u>	<u>(374,079)</u>	<u>599,393</u>
Increase in Cash and Cash Equivalents	<u>(717,665)</u>	<u>156,537</u>	<u>(717,665)</u>	<u>105,911</u>
Cash and cash equivalents at 1 January,	<u>427,943</u>	<u>10,594</u>	<u>428,165</u>	<u>17,110</u>
Cash and cash equivalents at 30 Sept	<u>(289,723)</u>	<u>167,131</u>	<u>(289,501)</u>	<u>123,021</u>
Analysis of balances of cash and cash equivalents as shown in the balance sheet				
Cash and Bank Balances	102,764	167,130	102,986	123,021
Bank overdraft	(357,030)	-	(357,030)	-
	<u>(254,266)</u>	<u>167,130</u>	<u>(254,044)</u>	<u>123,021</u>

1. Reporting Entity

Clydestone (Ghana) Plc ("the company") and its subsidiaries ("forming the group") is a company domiciled in Ghana and initially incorporated as a Private Limited Liability Company on 16 June 1989 and issued with a commencement certificate on 19 June, 1989. It was later converted into a Public Limited Liability Company in August 2003. It was listed on the Ghana Stock Exchange in March 2004.

The nature of authorized business are as follows:

Enhanced Payment Service Provider

System Integration

Outsourcing

Networking

Computer and Communication Technology

Consultancy

For Companies Act, 1963 (Act 179) reporting purposes, the balance sheet is represented by the statement of financial position and the profit or loss account by part of the statement of profit or loss and other comprehensive income, in these financial statements.

2. Basis of preparation and consolidation**i. Basis of preparation**

The consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

The consolidated financial statements have been prepared on a historical cost basis, except for investment properties and buildings classified as property and equipment, derivative financial instruments and available-for-sale financial assets that have been measured at fair value. The carrying values of recognized assets and liabilities that are designated as hedged items in fair value hedges that would otherwise be carried at amortized cost are adjusted to record changes in the fair values attributable to the risks that are being hedged in effective hedge relationships.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the directors to exercise judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements.

ii. Basis of consolidation

The consolidated financial statements comprise the financial statements of Clydestone Ghana Plc, the parent, and her subsidiaries as at 30 September 2022. Subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtained control and continue to be consolidated until the date when such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies.

3. Significant Accounting Policies

The accounting policies set out below have been adopted and applied where necessary in these financial statements by the Company.

a. Revenue recognition

Sales comprise invoiced value of goods and services that are measured at the fair value of the consideration received or receivable.

Gains and losses arising from changes in the fair value of financial assets and liabilities held at fair value through profit or loss, as well as any interest receivable or payable, is included in the income statement in the year in which they arise. Gains and losses arising from changes in the fair value of available – for-sale financial assets, other than foreign exchange gains and losses from monetary items, are recognized directly in equity, until the financial asset is derecognized or impaired at which time the cumulative gain or loss previously recognized in equity is recognized in the income statement. Dividends are recognized in the income statement when the Company's right to receive payments is established.

b. Property, plant and equipment (PPE)**i. Recognition and measurement**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, and

any other costs directly attributable to bringing the asset to a working condition for its intended use." Purchased software that is integral to the functionality of the related equipment is capitalized as part of the equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major

components)".

ii. Subsequent cost

The cost of replacing part of an item of property or equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property and equipment are recognized in the income statement as incurred.

Depreciation

Depreciation is recognized in the income statement on a straight-line basis over the estimated useful lives of each part of an item of property and equipment. Leased assets are depreciated over the shorter of the lease term and their useful lives. Land is not depreciated.

The estimated useful lives for the current and comparative years are as follows:

Class of assets	Rate of depreciation
Motor Vehicles/Cycles	20%
Furniture, Fixtures & Fittings	7.5%
Office Equipment & Machinery	20%
Computer and Accessories	30%

Gains and losses on disposal of PPE are determined by comparing proceeds from disposal with the carrying amounts of PPE and are recognized in the income statement as other income.

c Foreign currency translation

i. Transactions in foreign currencies are converted at market rates ruling at the dates of such transactions. Exchange differences realised are accounted for through the statement of comprehensive income.

ii. Assets and liabilities, which are denominated in other currencies, are translated into the reporting currency at the period end rates of exchange. Exchange differences arising on such translations are treated through the statement of comprehensive income.

d. Trade and other accounts receivable

Trade accounts receivable are recognized initially at fair value and subsequently at amortised cost less any provision for impairment. Specific provisions for doubtful debts are made for receivables of which recovery is doubtful. Other receivables are stated at their cost less impairment losses.

e. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, deposits held at call with banks and bank overdraft.