



BAYPORT SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

1. UNAUDITED STATEMENT OF FINANCIAL POSITION

	Mar-24	Mar-23
	GHC	GHC
ASSETS		
Cash and cash equivalents	22,107,245	19,236,037
Loans and advances to customers	933,676,736	687,811,789
Other assets	128,945,057	98,061,687
Property and equipment	8,721,495	6,407,714
Intangible Asset	2,766,589	3,426,851
Right of use assets	6,909,755	3,976,595
Current tax assets	624,929	10,859,445
Deferred tax assets	15,064,543	16,780,055
Total Assets	1,118,816,349	846,560,174
LIABILITIES		
Deposit from customers	266,197,921	149,061,478
Other Liabilities	37,576,682	39,840,608
Lease liability	6,137,201	3,520,105
Borrowings	479,035,228	322,852,970
Loans from shareholders	103,713,079	136,502,502
Total Liabilities	892,660,111	651,777,664
EQUITY		
Share Capital	29,942,217	29,942,217
Reserves	196,214,021	164,840,293
Total Equity	226,156,238	194,782,510
Total Liabilities and Equity	1,118,816,349	846,560,174

2. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Mar-24	Mar-23
	GHC	GHC
Interest and other similar income	97,703,070	66,090,188
Interest and other similar expense	(54,840,668)	(42,324,427)
Net interest income	42,862,401	23,765,761
Fees and commission Income	1,477,381	1,130,747
Fees and commission Expense	(9,888,061)	(6,175,459)
Net fees and commission expense	(8,410,680)	(5,044,713)
Other operating income	1,743,932	676,709
Net impairment loss on financial asset	(3,071,930)	(8,554,468)
Net Other Operating loss	(1,327,998)	(7,877,758)
Personnel expenses	(7,386,900)	(5,413,207)
Depreciation and amortisation	(1,198,772)	(1,619,877)
Other expenses	(10,848,595)	(6,988,921)
Profit/ (Loss) before taxation	13,689,457	(3,178,715)
Income tax expense/ (credit)	(4,291,803)	996,527
Profit/ (Loss) for the year	9,397,654	(2,182,188)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the year	9,397,654	(2,182,188)

Earnings for share

Basic earnings per share (pesewas per share)	0.0669	(0.0155)
Diluted earnings per share (pesewas cedis per share)	0.0669	(0.0155)
Basic weighted average number of shares (thousands)	14,052,240	14,052,240
Diluted weighted average number of shares (thousands)	14,052,240	14,052,240

3. UNAUDITED STATEMENT OF CASH FLOWS

	Mar-24 GH¢	Mar-23 GH¢
Operating activities		
Profit/ (Loss) before tax	13,689,457	(3,178,715)
Adjustments for:		
Depreciation of property and equipment and intangibles	1,657,769	1,619,877
Loss/ (Profit) on disposal of property and equipment	21,500	(155,300)
Foreign currency (gains)/ losses	(1,158,800)	196,848
Finance Cost	40,396,468	33,233,643
Increase in provision for credit impairment	3,071,930	8,554,468
Changes in working capital:		
Increase in gross advances	(107,077,635)	(1,147,315)
Decrease/ (Increase) in other assets	(12,467,529)	(30,300,517)
Increase in other liabilities	8,493,164	508,418
Increase in deposits from customers	24,169,349	23,727,511
Cash (used in) /generated from operations	(29,204,327)	33,058,917
		-
Income taxes credit/ (paid)	430,595	(3,065,109)
Net cash (used in)/ generated from operating activities	(28,773,731)	29,993,809
Investing activities		
Proceeds on disposal of property and equipment	32,250	155,300
Purchase of property and equipment and intangibles	(1,109,612)	(1,075,729)
Net cash used in investing activities	(1,077,362)	(920,429)
Financing activities		
Repayment of borrowings	(45,325,642)	(24,417,807)
Drawdown of borrowings	61,000,000	-
Repayment from loans from shareholders	(485,463)	(12,976,041)
Drawdown of loans from shareholders	-	5,500,000
Lease payment (ROU)	(358,191)	(542,675)
Net cash genetated from/ (used in) financing activities	14,830,704	(32,436,523)
Net increase/(decrease) in cash and cash equivalents	(15,020,390)	(3,363,143)
Cash and cash equivalents at the beginning of the year	37,127,635	22,599,181
		-
Cash and cash equivalents at the end of the year	22,107,245	19,236,037

4. UNAUDITED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Statutory Reserve	Regulatory Credit Risk Reserve	Other Reserves	Total Reserves	Income Surplus	Total Equity
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Balance at 1 January 2023	29,942,217	37,412,470	-	(8,969,016)	28,443,454	138,579,027	196,964,698
Loss for the year	-	-	-	-	-	-	-
Transfers and transactions	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer from credit risk reserve	-	-	-	-	-	-	-
Total movements for the year	-	-	-	-	-	-	-
Balance at 31 March 2023	29,942,217	37,412,470	-	(8,969,016)	28,443,454	138,579,027	196,964,698
Balance at 1 January 2024	29,942,217	39,816,865	1,787,550	(8,969,016)	32,635,399	154,180,968	216,758,584
Profit for the year	-	-	-	-	-	-	-
Transfers and transactions	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer from credit risk reserve	-	-	-	-	-	-	-
Total movements for the year	-	-	-	-	-	-	-
Balance at 31 March 2024	29,942,217	39,816,865	1,787,550	(8,969,016)	32,635,399	154,180,968	216,758,584

5. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

Significant Accounting Policies

The accounting policies applied for the period ended 31 March 2023 are consistent with those applied in the financial statements for the period ended 31 March 2024.

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and the Companies Act 2019 (Act 992). The financial statements have been prepared on the historical cost basis, except for the measurement of certain financial instruments at fair value.

Qualitative Disclosures

1. The company's risk management framework defines the approach to risk management.
2. The scope of risks that are directly managed by the Company is as follows:
Credit Risk, Operational Risk, Market and Liquidity Risk, Legal and Compliance Risk, Reputational Risk and Capital Risk.

The risks inherent in the company's activities are managed through an ongoing process of identification, measurement and monitoring, subject to risk limits and other controls. The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. Oversight of risk management is the responsibility of the Audit and Finance Committee and Risk and Compliance Committee. The committees monitor risks associated with financial reporting, accounting policies, internal control and IT governance. The committees are responsible for risk management including setting the risk management framework, setting risk appetite and monitoring the company's management of risk including credit and compliance.

Quantitative Disclosures

	Mar-24	Mar-23
Capital adequacy ratio	15.2%	16.4%
Non performing loans ratio	14.2%	15.5%
Default in statutory liquidity	Nil	Nil
Default in statutory liquidity sanction	Nil	Nil

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

Nature of business

Bayport is authorised by Bank of Ghana to provide micro-credit and financial services. There was no change in business operating model during the period. The business operates from forty-four (44) locations, made up of one head office, ten (10) service centers and thirty-three agency offices.

Macroeconomic environment and regulatory update

There has been some improvements during this quarter compared to same time last year. The Ghana Reference Rate (GRR) decreased from 33.25% (as at end of March 2023) to 30.45% in March 2024. The reduction in GRR has reduced the margin compression of interest which allows the business to be profitable.

The NPL ratio reduced year on year due to improvement in the collection of the non-performing book through the use of off payroll collection strategies.

Capital Adequacy Ratio (CAR) on the otherhand saw a reduction compared to same time last year due to the aggressive loan sales in quarter one of 2024. This was driven by the increased demand from government workers who got salary adjustments in February 2024. As the income is recognised over the coming months we expect CAR to increase since the peak season for sales is over.



Signed

Director



Signed

Director



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