

LETSHEGO GHANA SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2023



Statement of Comprehensive Income	2023	2022
Income	GHS '000	GHS '000
Interest income	551,349	443,279
Interest expense	(413,305)	(374,833)
Net interest income	138,044	68,446
Credit loss expense on loans and advances	(13,392)	(19,875)
Credit loss expense on investment securities	8,266	(30,943)
Income from lending activities	132,918	17,628
Other income	43,217	68,340
Operating income	176,135	86,058
Total operating expenses	(124,240)	(78,537)
Personnel expenses	(24,150)	(16,516)
Depreciation and amortisation	(5,503)	(6,057)
Administration and other expenses	(94,587)	(55,964)
Profit for the year before taxation	51,895	7,521
Income tax expense	(14,709)	(16,686)
Profit for the year	37,186	(9,165)

Statement of Financial Position	2023	2022
Assets	GHS '000	GHS '000
Cash and cash equivalents	58,531	58,283
Investment Securities	199,645	183,165
Other receivables	66,954	15,696
Loan book receivable	1,124,385	852,877
Deferred tax	5,925	5,972
Intangible Assets	1,316	985
Property, plant and equipment	7,419	7,583
Total assets	1,464,175	1,124,561
Equity and liabilities		
Issued capital	162,046	80,546
Retained income	61,210	11,173
Credit risk reserve	4,399	17,250
Statutory reserves	51,321	51,321
Total equity	278,976	160,290
Trade and other payables	22,913	17,378
Tax payable	8,329	11,770
Borrowings	569,703	652,175
Customer deposits	185,003	16,708
Collateral deposits	399,251	266,239
Total liabilities	1,185,199	964,271
Total equity and liabilities	1,464,175	1,124,561

Statement of Changes in Equity	Stated Capital	Income Surplus	Statutory Reserve	Credit Risk Reserve	Total Shareholder Funds
	GHS '000	GHS '000	GHS '000	GHS '000	GHS '000
For The Year Ended 31st December 2023					
Balance as at 1st Jan 2023	80,546	11,173	51,321	17,250	160,290
Movement during the year:					
New share capital issued	81,500	-	-	-	81,500
Profit for the year	-	37,186	-	-	33,523
Transfer from credit risk reserve	-	12,851	-	(12,851)	-
Balance as at 31st December 2023	162,046	61,210	51,321	4,399	278,976

Statement of Cash Flows	2023	2022
	GHS '000	GHS '000
Operating Activities		
Profit before taxation	51,895	7,521
Adjustments for:		
Interest income at effective interest rate	(551,349)	(443,279)
Interest expense paid	413,305	374,833
Amortisation, depreciation, right of use assets and disposals	5,503	5,822
Impairment and write off charge	18,176	67,212
Movement in working capital and other changes	56,509	(149,277)
Cash used in operations	(5,961)	(137,168)
Interest received	526,100	431,052
Interest expense paid	(412,755)	(374,475)
Income tax paid	(19,277)	(12,181)
Net cash flow generated / (used) in operating activities	88,107	(92,772)
Investing Activities		
Purchase of treasury bonds	-	(99,549)
Proceeds and redemption of treasury bonds	-	156,160
Purchase of property, plant and equipment and intangible assets	(5,386)	(2,346)
Net cash flows (used) / generated from investing activities	(5,386)	54,265
Financing Activities		
Drawdown from borrowings	135,589	134,564
Repayment of borrowings and leases	(218,062)	(179,073)
Net cash flows used in financing activities	(82,473)	(44,509)
Net movement in cash and cash equivalents	249	(83,016)
Cash and cash equivalents at the beginning of the year	58,283	141,300
Cash and cash equivalents at the end of the year	58,531	58,283

Quantitative Disclosures	Dec-2023	Dec-2022
Capital adequacy ratio	20.6%	16.1%
Non-performing loan ratio	8.0%	14.2%
Liquidity ratio	41.2%	254.5%
Tier 1 ratio	21.2%	17.1%
Leverage ratio	19.2%	14.8%

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing financial statements for each financial period which give a true and fair view of the state of affairs of the company at the end of the period and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- State whether the applicable accounting standards have been followed.
- Ensure that the financial statements are prepared on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for ensuring that the company keeps accounting records which disclose with reasonable accuracy the financial position of the company and which enable them to ensure that the financial statements comply with the Companies Act, 2019 (Act 992) and the Banking and Specialised Deposit Taking

Institutions Act, 2016 (Act 930) and the International Financial Reporting Standards. They are responsible for safeguarding the assets of the company and hence for taking steps for the prevention and detection of fraud and other irregularities, and detection of fraud and other irregularities.

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


Blaise Mankwa
Board Chairman


Geoffrey Kitakule
Non-Executive Director