

# LETSHEGO GHANA SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2024

Statement of Profit/Loss and Comprehensive Income		
	2024	2023
	GHS '000	GHS '000
<b>Income</b>		
Interest income	358,638	209,799
Interest expense	(148,126)	(162,609)
<b>Net interest income</b>	<b>210,512</b>	<b>47,190</b>
Credit loss expense on loans and advances	(70,804)	6,299
<b>Income from lending activities</b>	<b>139,708</b>	<b>53,489</b>
Other income	49,599	6,013
<b>Operating income</b>	<b>189,307</b>	<b>59,502</b>
Total Operating expenses	(130,036)	(41,167)
Personnel Expenses	(15,030)	(10,738)
Depreciation and Amortisation	(2,141)	(1,376)
Administration and other expenses	(112,865)	(29,053)
<b>Profit from operations before taxation</b>	<b>59,271</b>	<b>18,335</b>
Income tax expense	(17,582)	(6,749)
<b>Profit for the period</b>	<b>41,689</b>	<b>11,586</b>

Statement of Financial Position		
	2024	2023
	GHS '000	GHS '000
<b>Assets</b>		
Cash and bank balance	115,306	116,989
Investment securities	236,277	169,338
Other receivables	234,166	54,885
Loan book receivable	1,095,432	807,698
Deferred tax	16,299	5,972
Intangible assets	963	1,046
Property, plant and equipment	6,199	5,645
<b>Total assets</b>	<b>1,704,642</b>	<b>1,161,573</b>
<b>Equity and liabilities</b>		
Issued capital	162,046	80,546
Retained earnings	68,760	13,405
Statutory reserves	84,409	51,321
Share based payment reserve	203	-
Credit risk reserve	-	27,961
<b>Total equity</b>	<b>315,418</b>	<b>173,233</b>
Trade and other payables	183,022	22,904
Tax payable	40,154	7,145
Borrowings	863,724	614,188
Customer deposits	293,247	68,935
Collateral deposits	9,077	275,168
<b>Total liabilities</b>	<b>1,389,224</b>	<b>988,340</b>
<b>Total equity and liabilities</b>	<b>1,704,642</b>	<b>1,161,573</b>

Quantitative Disclosures	June 2024	June 2023
Capital adequacy ratio	22%	14%
Cost to income	51%	69%
Return on equity	13%	7%
Return on assets	2%	1%
Non performing loan ratio	10%	9%

Statement of Cash Flow		
	June 2024	June 2023
	GHS '000	GHS '000
<b>Operating Activities</b>		
Profit before taxation	59,271	18,335
<b>Adjustments for:</b>		
Interest income at effective interest rate	(358,638)	(209,799)
Amortisation, depreciation, right of use assets and disposals	2,141	1,376
Impairment and write off charge	70,804	(6,299)
Movement in working capital and other changes	(224,357)	123,958
<b>Cash used in operations</b>	<b>(450,779)</b>	<b>(72,429)</b>
Interest received	358,638	209,799
Interest paid	(148,126)	(162,609)
Income tax paid	(9,716)	(5,500)
<b>Net cash flows used in operating activities</b>	<b>(249,983)</b>	<b>(30,739)</b>
<b>Investing Activities</b>		
Purchase of property, plant and equipment and intangible assets	(1,236)	(1,099)
<b>Net cash flows used in investing activities</b>	<b>(1,236)</b>	<b>(1,099)</b>
<b>Financial Activities</b>		
Drawdown from borrowings	473,072	11,473
Repayment of borrowings	(223,536)	(127,107)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>249,536</b>	<b>(115,634)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(1,683)</b>	<b>(147,472)</b>
Cash and cash equivalents at the beginning of the period	116,989	264,461
<b>Cash and cash equivalents at the end of the period</b>	<b>115,306</b>	<b>116,989</b>

	Statement of Changes in Equity					
	Stated Capital	Income Surplus	Statutory Reserve	Credit Risk Reserve	Share Based Payment Reserve	Total Shareholder Funds
	GHS '000	GHS '000	GHS '000	GHS '000	GHS '000	GHS '000
For The Half Year Ended 30th June 2024						
Balance as at 1st Jan 2024	162,046	22,244	84,409	4,827	-	273,526
<b>Movements during the period:</b>						
Profit for the period	-	41,689	-	-	-	41,689
Share based payment reserve	-	-	-	-	203	203
Transfer from credit risk reserve	-	4,827	-	(4,827)	-	-
<b>Balance as at 30th June 2024</b>	<b>162,046</b>	<b>68,760</b>	<b>84,409</b>	<b>-</b>	<b>203</b>	<b>315,418</b>

## 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.

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

  
Blake Mankwa  
Board Chairman

  
Geoffrey Kitakule  
Non-Executive Director