

# LETSHEGO GHANA SAVINGS AND LOANS PLC

UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 31ST MARCH 2024



Statement of Comprehensive Income	2024	2023
	GHS '000	GHS '000
<b>Income</b>		
Interest income	163,562	104,408
Interest expense	(74,162)	(81,003)
<b>Net interest income</b>	<b>89,400</b>	<b>23,405</b>
Credit loss expense on loans and advances	(17,891)	(1,497)
<b>Income from lending activities</b>	<b>71,509</b>	<b>21,908</b>
Other income	20,162	2,067
<b>Operating income</b>	<b>91,671</b>	<b>23,975</b>
Total operating expenses	(48,774)	(22,175)
Personnel expenses	(6,146)	(4,408)
Depreciation and amortisation	(1,637)	(1,376)
Administration and other expenses	(40,991)	(16,391)
<b>Profit from operations before taxation</b>	<b>42,897</b>	<b>1,800</b>
Income tax expense	(11,570)	(540)
<b>Profit for the period</b>	<b>31,327</b>	<b>1,260</b>

Statement of Financial Position	2024	2023
	GHS '000	GHS '000
<b>Assets</b>		
Cash and bank balance	238,335	76,235
Investment Securities	211,611	224,743
Other receivables	165,579	61,920
Loan book receivable	1,023,870	791,511
Deferred tax	5,925	8,500
Intangible Assets	1,139	888
Property, plant and equipment	6,299	5,725
<b>Total assets</b>	<b>1,652,758</b>	<b>1,169,522</b>
<b>Equity and liabilities</b>		
Issued capital	162,046	80,546
Retained income	58,398	32,211
Statutory reserves	84,409	51,321
<b>Total equity</b>	<b>304,853</b>	<b>164,078</b>
Trade and other payables	145,673	20,770
Tax payable	18,851	6,038
Borrowings	857,000	706,695
Customer deposits	247,637	21,047
Collateral deposits	78,744	250,894
<b>Total liabilities</b>	<b>1,347,905</b>	<b>1,005,444</b>
<b>Total equity and liabilities</b>	<b>1,652,758</b>	<b>1,169,522</b>

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 Period Ended 31st March 2024					
Balance as at 1st Jan 2024	162,046	22,244	84,409	4,827	273,526
<b>Movement during the period:</b>					
Profit for the period	-	31,327	-	-	31,327
Transfer from credit risk reserve	-	4,827	-	(4,827)	-
<b>Balance as at 31st March 2024</b>	<b>162,046</b>	<b>58,398</b>	<b>84,409</b>	<b>-</b>	<b>304,853</b>

Statement of Cash Flow	2024	2023
	GHS '000	GHS '000
<b>Operating Activities</b>		
Profit before taxation	42,898	1,800
<b>Adjustments for:</b>		
Interest income at effective interest rate	(163,563)	(104,408)
Amortisation, depreciation, right of use assets and disposals	1,637	1,376
Impairment and write off charge	17,891	1,497
Movement in working capital and other changes	29,617	(41,202)
<b>Cash used in operations</b>	<b>(71,520)</b>	<b>(140,937)</b>
Interest received	163,563	101,867
Interest paid	(74,162)	(81,003)
Income tax paid	(5,000)	(2,525)
<b>Net cash flow generated from/(used in) operating activities</b>	<b>12,881</b>	<b>(122,598)</b>
<b>Investing Activities</b>		
Purchase of property, plant and equipment and intangible assets	(1,086)	273
<b>Net cash flows (used in)/generated from investing activities</b>	<b>(1,086)</b>	<b>273</b>
<b>Financing Activities</b>		
Drawdown from borrowings	215,135	9,582
Repayment of borrowings	(64,830)	(39,184)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>150,305</b>	<b>(29,602)</b>
<b>Net movement in cash and cash equivalents</b>	<b>162,100</b>	<b>(151,927)</b>
Cash and cash equivalents at the beginning of the period	76,235	228,162
<b>Cash and cash equivalents at the end of the period</b>	<b>238,335</b>	<b>76,235</b>

Quantitative Disclosures	March 2024	March 2023
Cost to income	45.6%	73.9%
Return on equity	10.1%	0.8%
Return on assets	1.9%	0.1%
Capital adequate ratio	23.4%	13.6%
Non-performing loan ratio	10.0%	13.2%
Liquidity ratio	87.0%	431.8%
Tier 1 ratio	24.2%	14.7%
Leverage ratio	19.5%	13.9%

## 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