

ASA SAVINGS AND LOANS LIMITED

UNAUDITED SUMMARY FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2023

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2023

	2023 GH¢	2022 GH¢
Assets		
Cash and cash equivalents	85,453,363	53,959,538
Loans and advances	468,369,325	415,348,543
Other assets	1,834,515	1,870,374
Property and equipment	35,319,087	9,502,732
Deferred tax assets	1,019,889	1,720,379
Total Assets	591,996,179	482,401,566
Liabilities		
Due to customers	268,380,138	245,205,680
Taxation	11,789,496	1,398,331
Other liabilities	11,535,129	10,164,985
Total liabilities	291,704,763	256,768,996
Equity		
Share capital	35,000,000	25,000,000
Retained earnings	184,636,164	129,309,674
Statutory Reserve Fund	80,655,252	71,322,896
Shareholders' funds	300,291,416	225,632,570
Total liabilities and Shareholders' Funds	591,996,179	482,401,566

STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30TH JUNE 2023

	2023 GH¢	2022 GH¢
Interest income	155,438,851	112,593,440
Interest expense	(7,849,960)	(10,443,882)
Net interest income	147,588,891	102,149,558
Fees and commission income	679,662	703,094
Net fees and commission income	148,268,553	102,852,652
Other income	21,006	(216,808)
Operating Income	148,289,559	102,635,844
Impairment loss on financial assets	(462,164)	(357,715)
Personnel expenses	(26,084,275)	(18,815,222)
Other Expenses	(13,135,266)	(8,805,863)
Depreciation and Amortization	(2,140,236)	(1,591,743)
Profit before Levies and Taxes	106,467,618	73,065,301
Levies	(5,323,381)	(3,653,265)
Profit before tax	101,144,237	69,412,036
Income tax expense	(26,485,391)	(18,341,260)
Profit after tax	74,658,846	51,070,776
Earnings per share		
Basic Earnings per share	4,977	3,405

SUMMARY NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

1. General Information

ASA Savings and Loans Limited (ASA) is a saving and loans company incorporated in Ghana. The registered office of the company is located at 612 South Odorkor Busia Junction, Off Odorkor Mallam Road, Accra. ASA Savings and Loans Limited operates with a savings and loans licence as non-bank financial institution.

2. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these condensed financial statements are consistent with the accounting policies applied in the financial statements of the company with the exception of IAS 39 which has been replaced by IFRS 9 effective January 1, 2018. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. Additional information required by the Companies Act, 2019 (Act 992) and the Bank and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) have been included where appropriate. The financial statements have been prepared on a historical cost basis.

3. Functional and presentation currency

These financial statements are presented in Ghana Cedis, which is the company's functional currency.

4. Use of judgements and estimates

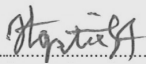
In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

5. Quantitative Disclosures

	2023	2022
Capital Adequacy Ratio	42.28%	45.22%
Non-performing loans to gross loans	0.31%	0.37%
Loan Loss provision	5,399,349	5,175,595
Liquidity ratio	374.23%	236.00%

7. Risk Management

The Company's activities expose the business to risks. The company has exposure to the following types of risks: credit risk, liquidity risk, market risk and operational risk. It is therefore a fundamental responsibility of management to ensure that all the risks associated with each class of business, each product and each type of transaction as well as the risks associated with the conduct of the company's affairs are identified and managed. These inherent risks are managed through a process of on-going identification, measurement and monitoring, subject to risk limits and controls. This process is critical to the company's continued profitability.


Chairman, Board
Mr. Augustine A. Otoo

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30TH JUNE 2023


In GH¢	Stated capital	Income surplus	Statutory reserve	Total
Balance at 1 January 2023	25,000,000	129,309,674	71,322,896	225,632,570
Profit for the half year	-	74,658,846	-	74,658,846
Transfer from retained earnings:		(19,332,356)		(19,332,356)
To statutory reserve	-		9,332,356	9,332,356
To stated capital	10,000,000			10,000,000
Balance at 30th June 2023	35,000,000	184,636,164	80,655,252	300,291,416
In GH¢	Stated capital	Income surplus	Statutory reserve	Total
Balance at 1 January 2022	15,000,000	128,987,386	58,419,712	202,407,098
Profit for the year	-	103,225,472	-	103,225,472
Transfer from retained earnings:		(22,903,184)		(22,903,184)
To statutory reserve	-		12,903,184	12,903,184
To stated capital	10,000,000			10,000,000
Dividend declared		(80,000,000)		(80,000,000)
Balance at 31 December 2022	25,000,000	129,309,674	71,322,896	225,632,570

UNAUDITED STATEMENT OF CASHFLOW FOR THE HALF YEAR ENDED 30 JUNE 2023

	2023 GH¢	2022 GH¢
Cash flows from operating activities		
Profit after tax	74,658,846	51,070,776
Tax expense	31,808,712	21,994,525
Exchange rate difference.	25,752	(987,080)
Depreciation	2,139,936	1,591,742
Interest on borrowings	-	1,538,458
Impairment loss on loans and advances	462,164	357,715
Operating cash inflows before working capital changes	109,095,410	75,566,136
Increase in operating assets	(52,746,596)	(40,850,801)
Increase in operating liabilities	24,544,602	32,143,803
Cash outflow from working capital	(28,201,994)	(8,706,998)
Tax paid	(19,017,548)	(18,827,831)
Levies paid	(2,400,000)	(3,600,000)
Net cash flows from operating activities	59,475,868	44,431,307
Cash flows from investing activities		
Purchase of property, plant and equipment	(26,155,286)	(1,391,906)
Payment of lease	(1,801,005)	(2,092,904)
Net Cash flows used in investing activities	(27,956,291)	(3,484,810)
Cash flows from financing activities		
Repayment of borrowings	-	(9,406,896)
Dividend Paid	-	(60,000,000)
Interest paid	-	(1,728,881)
Net cash flows used in financing activities	-	(71,135,777)
Net increase in cash and cash equivalents	31,519,577	(30,189,280)
Exchange rate difference on cash and cash equivalent	(25,752)	221,589
Cash and cash equivalents at 1 January	53,959,538	165,295,793
Cash and cash equivalents at the end of June 2023	85,453,363	135,328,102

6. Default in statutory requirements and accompanying sanctions: GH¢

	GH¢
Sanctions	12,000
Default in statutory requirements (Number)	1


Chief Executive Officer
Mr. Md. Aourongieb