

ASA SAVINGS AND LOANS LIMITED

Summary Financial Statements prepared from the Audited Financial Statements for the year ended 31 December 2023

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023			SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023			SUMMARY STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31 DECEMBER 2023		
	2023 GH¢	2022 GH¢		2023 GH¢	2022 GH¢		2023 GH¢	2022 GH¢
Assets			Interest revenue calculated using the effective interest method	338,229,300	231,680,189	Cash flows from operating activities		
Cash and cash equivalents	31,305,660	53,959,538	Interest expense	(17,771,739)	(16,074,126)	Profit after tax	156,743,877	103,225,472
Loans and advances	609,844,670	415,348,543	Net interest income	320,457,561	215,606,063	Adjustments for:		
Other assets	3,018,621	1,870,372	Fees and commission income	2,146,354	1,411,661	Tax expense	67,254,388	44,743,089
Property and equipment	30,564,133	9,502,733				Exchange rate (gain)/loss	(370,143)	1,324,664
Intangible asset	11,329,309	-	Total revenue	322,603,915	217,017,724	Interest expense	17,771,739	16,074,126
Deferred tax assets	2,472,797	1,720,379	Other income	416,270	2,933,206	Interest revenue	(338,229,300)	(231,680,189)
Total assets	688,535,190	482,401,565	Credit loss provision	(3,918,295)	(2,734,985)	Depreciation	4,910,536	4,257,635
						Credit loss provision	3,918,295	2,734,985
Liabilities			Personnel expenses	(58,224,474)	(42,810,379)	Operating cash outflows before working capital changes	(88,000,608)	(59,320,218)
Due to customers	341,371,690	245,205,680	Other administrative expenses	(31,968,615)	(22,179,370)			
Other liabilities	29,486,887	10,164,984	Depreciation	(4,910,536)	(4,257,635)	Increase in operating assets	(194,338,362)	(111,120,340)
Current tax payable	5,300,166	1,398,331				Increase in operating liabilities	93,154,759	53,617,926
Total liabilities	376,158,743	256,768,995	Profit before tax	223,998,265	147,968,561	Interest received	336,393,274	235,347,482
			Growth & Sustainability levy charge	(11,199,913)	(7,398,428)	Interest paid	(17,771,739)	(13,388,096)
Equity			Income tax expense	(56,054,475)	(37,344,661)	Cash inflow from working capital	129,437,324	105,136,754
Stated capital	45,000,000	25,000,000	Profit for the year	156,743,877	103,225,472	Corporate income tax paid	(53,597,202)	(39,061,574)
Retained earnings	176,460,566	129,309,674	Total comprehensive income for the year, net of tax	156,743,877	103,225,472	Growth and Sustainability Levy paid	(10,507,768)	(7,625,591)
Statutory reserve fund	90,915,881	71,322,896				Net cash flows from operating activities	65,332,354	58,449,589
Total equity and liabilities	688,535,190	482,401,565				Investing activities		
						Purchase of property and equipment	(23,316,371)	(3,190,516)
						Acquisition of intangible assets	(11,036,082)	-
						Payment for ROU asset	(2,948,792)	(4,123,118)
						Net cash flows used in investing activities	(37,301,245)	(7,313,634)
						Financing activities		
						Dividend paid	(51,055,130)	(140,000,000)
						Repayment of borrowings	-	(18,461,515)
						Interest paid on borrowings	-	(2,686,031)
						Net cash flows used in financing activities	(51,055,130)	(161,147,546)
						Net decrease in cash and cash equivalents	(23,024,021)	(110,011,591)
						Exchange rate difference on cash and cash equivalents	370,143	(1,324,664)
						Cash and cash equivalents at 1 January	53,959,538	165,295,793
						Cash and cash equivalents at 31 December	31,305,660	53,959,538

SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023				
In GH¢	Stated Capital	Retained earnings	Statutory reserve fund	Shareholder's equity
Balance at 1 January 2023	25,000,000	129,309,674	71,322,896	225,632,570
Profit for the year/total comprehensive income		156,743,877	-	156,743,877
Transfer to stated capital	20,000,000	(20,000,000)		-
Transfer to Statutory Reserve Fund		(19,592,985)	19,592,985	-
Dividend declared		70,000,000		(70,000,000)
Balance at 31 December 2023	45,000,000	176,460,566	90,915,881	312,376,447
Balance at 1 January 2022	15,000,000		58,419,712	202,407,098
Profit for the year/total comprehensive income	-	103,225,472	-	103,225,472
Transfer to stated capital	10,000,000	(10,000,000)	-	-
Transfer to Statutory Reserve Fund		(12,903,184)	12,903,184	-
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

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

The financial statements presented are summary of audited annual financial statements of the company for the year ended December 31, 2023. This information is extracted directly from the audited annual financial statements, which are available for inspection at the Company's Head Office, 612 South Odorkor Busia Junction, Off Odorkor Malam Road, Accra.

1. Reporting Entity

ASA Savings and loans is a limited liability company incorporated in Ghana. The registered office of the company is 612 South Odorkor Busia Junction, Off Odorkor Mallam Road, Accra. ASA Savings and Loans Limited is licenced by the central bank as a non-bank financial institution. The Company commenced operations in September 1, 2013 and operates under the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930). The company is a subsidiary of ASA International NV, in the Netherlands.

The financial statements were authorised for issue by the Board of Directors on 29 April 2024.

2. Basis of Accounting

The summary financial statements have been prepared in accordance with the requirements of the Guide for Financial Publication for Banks and Bank of Ghana Licenced Financial Institutions.

The Guide requires the summary financial statements to be prepared in accordance with the framework concepts and the measurement and recognition requirements of IFRS Accounting Standards including the Hyperinflation Directive issued by the Institute of Chartered Accountants, Ghana (ICAG).

The ICAG issued a directive in November 2023 to accountants in business and accountants in practice, together with an update during January 2024 in terms of which ICAG concluded that based on its analysis and interpretation, IAS 29 will not be applicable for December 2023 financial reporting period since Ghana is not considered to operating in a hyperinflationary economy. In this regard, the financial statements of the Company, including corresponding figures for the comparative period have not been stated in terms of the measuring unit current at the end of the reporting period.

The accounting policies applied in the preparation of the audited financial statements, from which the summary financial statement were derived, are in accordance with IFRS Accounting Standards including the Hyperinflation Directive issued by the ICAG and consistent with the accounting policies applied in preparation of the previous annual audited financial statements.

3. Functional and presentation currency

These summary Financial Statements are presented in Ghanaian Cedi which is the functional currency of the Company and all values are rounded to the nearest Cedi except when otherwise indicated.

4. Use of judgements and estimates

In the preparation of the annual audited financial statements, management is required to make judgements, estimates and assumptions that affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities.

Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates, which may be material to the annual audited financial statements within the next financial period. The impact of such revisions is recognised in the period in which the estimates are revised and any future period impacted.

NOTES TO THE SUMMARY FINANCIAL FINANCIAL STATEMENTS - CONTINUED

5. Quantitative Disclosures

	2023	2022
Capital Adequacy Ratio	33.70%	35.21%
Non performing loans to gross loans	0.44%	0.65%
Loan Loss provision	1.18%	1.23%
Liquidity ratio	1.0031	2.3581

6. Default in statutory requirements and accompanying sanctions:


	GH¢	GH¢
Sanctions	140,000	12,000
Default in statutory requirements (Number)	-	-

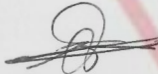
7. Corporate Social Responsibility

Amount spent on Corporate Social responsibility for December 2023 amounted GHS 1,236,195 (December 2022: GHS 878,707).

8. 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.


Augustine Acheampong Otoo
Chairman
Date: April 29, 2024


Md Aourongjeb
Chief Executive Director
Date: April 29, 2024



INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the Members of ASA Savings and Loans Limited

Opinion

The summary financial statements, which comprise the summary statement of financial position at 31 December 2023, and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended and related notes, are derived from the audited financial statements of ASA Savings and Loans Limited for the year ended 31 December 2023.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with the basis described in note 2.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards including the Hyperinflation Directive issued by the Institute of Chartered Accountants, Ghana and in the manner required by the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930). Reading the summary financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 29 April 2024. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the financial statements for the current period.

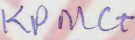
Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for the preparation of the summary financial statements in accordance with the basis described in note 2.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

The engagement partner on the audit resulting in this independent auditor's report is Labaran Amidu (ICAG/P/1472).


FOR AND ON BEHALF OF:
KPMG: (ICAG/F/2024/038)
CHARTERED ACCOUNTANTS
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29 April 2024

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