

SYNDICATED CAPITAL FINANCE LIMITED
SUMMARY OF AUDITED FINANCIAL STATEMENTS



Statement of Profit or Loss and Other Comprehensive Income
for the year ended 31 December 2021

| | 2021 GHS | 2020 GHS |
|--------------------------------------|--------------------|--------------------|
| Interest and Similar Income | 14,520,334 | 13,204,137 |
| Interest and Similar Expense | (7,492,893) | (5,647,487) |
| Net Interest Income | 7,027,441 | 7,556,650 |
| Commission and Fee Income | 424,648 | 805,800 |
| Commission and Fee Expenses | (254,950) | (502,250) |
| Net Commission and Fee Income | 169,698 | 303,550 |
| Operating Income | 7,197,139 | 7,860,200 |
| Impairment Losses on Loans | (6,671,245) | (7,268,019) |
| Net Operating Income | 525,893 | 592,181 |
| Personnel Expenses | (1,204,178) | (1,249,756) |
| Other Administration Expenses | (4,395,402) | (4,391,168) |
| Profit Before Tax | (5,073,687) | (5,048,743) |
| National Fiscal Stabilization Levy | - | - |
| Taxation | (444,381) | (588,343) |
| Profit / Loss After Tax | (5,518,068) | (5,637,086) |
| Other Comprehensive Income | - | - |
| Total Comprehensive Income | (5,518,068) | (5,637,086) |

Statement of Financial Position as 31 December 2021

| | 2021 GHS | 2020 GHS |
|--|-------------------|-------------------|
| Assets | | |
| Cash and Balances | 354,819 | 856,740 |
| Loans and Advances | 39,992,691 | 40,597,678 |
| Property Plant and Equipment | 178,651 | 386,608 |
| Intangible Assets | 25,500 | 14,500 |
| Other Assets | 249,200 | 232,709 |
| | 40,800,862 | 42,088,236 |
| Liabilities | | |
| Deposits from Customers | - | 480,651 |
| Borrowings | 25,692,507 | 24,024,103 |
| Other Liabilities | 6,886,859 | 4,288,300 |
| Current Tax | 1,649,638 | 1,227,752 |
| Deferred Tax | 30,000 | 7,504 |
| National Fiscal Stabilisation Levy | 93,823 | 93,823 |
| | 34,352,827 | 30,122,133 |
| Shareholders' Funds | | |
| Stated Capital | 15,000,000 | 15,000,000 |
| Income Surplus | (9,070,968) | (3,552,900) |
| Statutory Reserve | 519,003 | 519,003 |
| Total Shareholders' Funds | 6,448,035 | 11,966,103 |
| Total Liabilities and Shareholders' Funds | 40,800,862 | 42,088,236 |

Auditors Opinion

In our opinion, the accompanying Financial Statements give a true and fair view of the Financial Position of the Company as at December 31, 2021, of its Financial Performance and its Cash Flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) for SMEs and in the manner required by The Companies Act 2020 (Act 992) and the Banks and Specialised Deposit Taking Institutions, 2016 (Act 930).

Aryeetey & Associates

Aryeetey & Associates (ICAG/F/2021/105)

Chartered Accountants

House No. 3, Almond Street

Tse Addo - La, Accra

27th April, 2022

Statement of Changes in Equity for the year ended 31 December 2021

| | Stated Capital GHS | Retained Earnings GHS | Statutory Reserve GHS | Total GHS |
|-------------------------------|--------------------------|-----------------------------|-----------------------------|-------------------|
| 2021 | | | | |
| As at January 01 | 15,000,000 | (3,552,900) | 519,003 | 11,966,103 |
| Profit/Loss for the year | - | (5,518,068) | - | (5,518,068) |
| Transfer to Statutory Reserve | - | - | - | - |
| As at December 31 | 15,000,000 | (9,070,968) | 519,003 | 6,448,035 |
| 2020 | | | | |
| As at January 01 | 15,000,000 | 2,084,186 | 519,003 | 17,603,189 |
| Profit/Loss for the year | - | (5,637,086) | - | (5,637,086) |
| Transfer to Statutory Reserve | - | - | - | - |
| As at December 31 | 15,000,000 | (3,552,900) | 519,003 | 11,966,103 |

Statement of Cash Flows for the year ended 31 December 2021

| | 2021 GHS | 2020 GHS |
|--|------------------|--------------------|
| Profit/Loss Before Tax | (5,073,687) | (5,048,743) |
| Adjust for: | | |
| Impairment Losses on Loans | 6,671,245 | 7,268,019 |
| Depreciation and Amortisation | 219,229 | 243,369 |
| | 1,816,788 | 2,462,645 |
| Changes in: | | |
| Loans and Advances | (6,066,258) | (12,911,804) |
| Other Assets | (16,491) | (9,503) |
| Deposits from Customers | (480,651) | (18,048,624) |
| Borrowings | 1,668,404 | 24,024,103 |
| Other Liabilities | 2,598,559 | 3,494,116 |
| | (479,649) | (989,067) |
| Income Tax Paid | - | (57,246) |
| Net Cash flow from operating activities | (479,649) | (1,046,313) |
| Cash Flow from Investing Activities | | |
| Purchase of Property, Plant and Equipment | (22,270) | - |
| Net Cash flow from investing activities | (22,270) | - |
| Net increase / decrease in cash flow | (501,919) | (1,046,313) |
| Cash and cash equivalents at beginning of the year | 856,740 | 1,903,053 |
| | 354,819 | 856,740 |

Statement of Compliance

Syndicated Capital Finance Company Limited (the Company) prepares its financial statements in accordance with International Financial Reporting Standards (IFRS) as issued by the IASB. The financial Statement has been prepared in a manner required by the Companies Act, 2020 (Act 992) and the Banks and Specialised Deposit Taking Institutions Act, 2016 (Act 930).

Quantitative Disclosures

| | 2021 | 2020 |
|---------------------------------|--------|--------|
| Capital Adequacy Ratio (CAR) | 12.98% | 25.42% |
| Non-Performing Loan (NPL) Ratio | 36.46% | 23.26% |

Financial Risk Management

The company's activities expose it to various financial risks. The most important types of risks are: Credit Risk, Liquidity Risk, Market Risk and Operational Risk.

Directors' Responsibility

The Directors are responsible for the preparation and fair presentation of the Financial Statement in accordance with IFRS and in the manner required by the Companies Act 1963 (Act 179) and any other relevant local legislation, and for such internal control as the Board of Directors determines is necessary to enable the preparation of Financial Statement that are free from material misstatement, whether due to fraud or error.

Signed
Ebenezer A. Barnes
 Chairman
 22nd April, 2022

Signed
Francis Sam
 Director
 22nd April, 2022