

**SYNDICATED CAPITAL FINANCE LIMITED**  
**SUMMARY OF AUDITED FINANCIAL STATEMENTS**



**Statement of Profit or Loss and Other Comprehensive Income**  
**for the year ended 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>GHS</b>	<b>GHS</b>
Interest and Similar Income	8,132,936	14,520,334
Interest and Similar Expense	(4,007,720)	(7,492,893)
<b>Net Interest Income</b>	<b>4,125,216</b>	<b>7,027,441</b>
Commission and Fee Income	201,640	424,648
Commission and Fee Expenses	(124,400)	(254,950)
<b>Net Commission and Fee Income</b>	<b>77,240</b>	<b>169,698</b>
Operating Income	<b>4,202,456</b>	<b>7,197,139</b>
Impairment Losses on Loans	1,180,658	(6,671,245)
<b>Net Operating Income</b>	<b>5,383,114</b>	<b>525,893</b>
Loss on Factoring	(4,007,855)	
Personnel Expenses	(1,286,044)	(1,204,178)
Other Administration Expenses	(2,287,726)	(4,395,402)
<b>Profit Before Tax</b>	<b>(2,198,511)</b>	<b>(5,073,687)</b>
National Fiscal Stabilization Levy	-	-
Taxation	(22,457)	(444,381)
<b>Profit / Loss After Tax</b>	<b>(2,220,968)</b>	<b>(5,518,068)</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income</b>	<b>(2,220,968)</b>	<b>(5,518,068)</b>

**Statement of Financial Position as 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>GHS</b>	<b>GHS</b>
<b>Assets</b>		
Cash and Balances	204,201	354,819
Loans and Advances	20,888,667	39,992,691
Property Plant and Equipment	7,206	178,651
Intangible Assets	15,500	25,500
Other Assets	414,400	249,200
	<b>21,529,975</b>	<b>40,800,861</b>
<b>Liabilities</b>		
Subordinated Term Debt	8,475,945	-
Borrowings	463,365	25,692,507
Other Liabilities	6,567,680	6,886,859
Current Tax	1,649,638	1,649,638
Deferred Tax	52,457	30,000
National Fiscal Stabilisation Levy	93,823	93,823
	<b>17,302,908</b>	<b>34,352,827</b>
<b>Shareholders' Funds</b>		
Stated Capital	15,000,000	15,000,000
Income Surplus	(11,291,935)	(9,070,968)
Statutory Reserve	519,003	519,003
<b>Total Shareholders' Funds</b>	<b>4,227,068</b>	<b>6,448,035</b>
<b>Total Liabilities and Shareholders' Funds</b>	<b>21,529,975</b>	<b>40,800,861</b>

**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, 2022, 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 2021 (Act 992) and the Banks and Specialised Deposit Taking Institutions, 2016 (Act 930).

**Aryeetey & Associates**

Aryeetey & Associates (ICAG/F/2022/105)  
Chartered Accountants  
House No. 3, Almond Street  
Tse Addo - La, Accra  
18th April, 2022

**Statement of Changes in Equity for the year ended 31 December 2022**

	<b>Stated Capital</b>	<b>Retained Earnings</b>	<b>Statutory Reserve</b>	<b>Total</b>
	<b>GHS</b>	<b>GHS</b>	<b>GHS</b>	<b>GHS</b>
<b>2022</b>				
As at January 01	15,000,000	(9,070,968)	519,003	6,448,035
Profit/Loss for the year	-	(2,220,968)	-	(2,220,968)
Transfer to Statutory Reserve	-	-	-	-
<b>As at December 31</b>	<b>15,000,000</b>	<b>(11,291,936)</b>	<b>519,003</b>	<b>4,227,067</b>
<b>2021</b>				
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	-	-	-	-
<b>As at December 31</b>	<b>15,000,000</b>	<b>(9,070,968)</b>	<b>519,003</b>	<b>6,448,035</b>

**Statement of Cash Flows for the year ended 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>GHS</b>	<b>GHS</b>
Profit/Loss Before Tax	(2,198,511)	(5,073,687)
<b>Adjust for:</b>		
Impairment Losses on Loans	(1,180,658)	6,671,245
Depreciation and Amortisation	181,445	219,229
	<b>(3,197,724)</b>	<b>1,816,788</b>
<b>Changes in:</b>		
Loans and Advances	20,284,682	(6,066,258)
Other Assets	(165,200)	(16,491)
Deposits from Customers	-	(480,651)
Borrowings	(25,229,142)	1,668,404
Other Liabilities	(319,179)	2,598,559
	<b>(8,626,563)</b>	<b>(479,649)</b>
Income Tax Paid	-	-
<b>Net Cash flow from operating activities</b>	<b>(8,626,563)</b>	<b>(479,649)</b>
<b>Cash Flow from Investing Activities:</b>		
Purchase of Property, Plant and Equipment	-	(22,270)
<b>Net Cash flow from investing activities</b>	<b>-</b>	<b>(22,270)</b>
<b>Cash Flow from Financing Activities:</b>		
Subordinated Term Debt	8,475,945	-
<b>Net Cash flow from Financing activities</b>	<b>8,475,945</b>	<b>-</b>
<b>Net increase / decrease in cash flow</b>	<b>(150,618)</b>	<b>(501,919)</b>
Cash and cash equivalents at beginning of the year	354,819	856,740
	<b>204,201</b>	<b>354,819</b>

**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, 2021 (Act 992) and the Banks and Specialised Deposit Taking Institutions Act, 2016 (Act 930).

**Quantitative Disclosures**

	<b>2022</b>	<b>2021</b>
Capital Adequacy Ratio (CAR)	20.05%	12.98%
Non-Performing Loan (NPL) Ratio	38.97%	26.35%

**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  
15th April, 2023

*Signed*  
Boateng kwabena  
Director  
15th April, 2023