



Kissi Consult

Chartered Accountants/Tax & Management Consultants

CERTIFICATE OF REGISTRATION No.: P15416
PRACTICING LICENCE No. : ICAG/F/077

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF
PROGRESS SAVINGS AND LOANS LIMITED**

Opinion

The condensed Financial Statement, which comprise the Statement of Financial Position as at 31st December 2017 and the Statement of Comprehensive Income, and Statement of Cash Flows for the year then ended, and related notes, are derived from the audited Financial Statements of Progress Savings and Loans Limited for the year ended 31st December 2017.

In our opinion, the accompanying condensed Financial Statements are consistent, in all material respects, with the audited Financial Statements, in accordance with the basis described in the Notes.

Condensed Financial Statements

The condensed Financial Statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act of Ghana, 1963(Act 179) and the Bank and the Specialised Deposit – Taking Institutions Act, 2016 (Act 930) applied in the preparation of the audited Financial Statements of Progress Savings and Loans Limited. Reading the condensed 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. That Report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significant in our audit of the Financial Statements for the current period.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation of the condensed Financial Statements in accordance with the basis described in the Notes.

Auditor's Responsibilities

Our responsibility is to express an opinion on whether the condensed Financial Statements are consistent, in all material respects, with the audited Financial Statements based on our procedures, which were conducted in accordance with International Standards 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 **KWASI AMPADU – KISSI (LICENCE NO. ICAG/P/1005).**

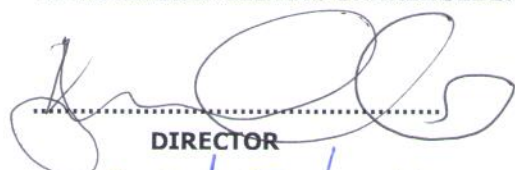
**KISSI CONSULT
(CHARTERED ACCOUNTANTS)
LICENCE NO. ICAG/F/2017/077
ACCRA**

PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 31ST DECEMBER, 2017

| | 2017 | 2016 |
|--|--------------------|--------------------|
| | GH¢ | GH¢ |
| Cash flows from operating activities | | |
| Profit before tax | 657,711 | 958,635 |
| Adjustment for: | - | - |
| Depreciation and amortisation | 953,741 | 186,111 |
| Charge for Credit Impairment | 39,399 | 33,602 |
| Interest in Suspense | - | - |
| Profit on Disposal of Fixed Assets | - | - |
| Operating Profit Before Working Capital Changes | 1,650,851 | 1,178,348 |
| Change in advances | 2,119,868 | (3,360,295) |
| Change in other assets | 235,548 | (4,461,047) |
| Change in other investments | (7,026,289) | (84,681,386) |
| Change in Customer Deposits | 2,635,284 | 83,688,945 |
| Change in other liabilities | (40,545) | 644,882 |
| Change in Directors Account | 4,038,262 | (198,488) |
| Change in Overdraft | 309,149 | - |
| Cash from operating activities | 2,271,277 | (8,367,389) |
| Tax Paid | (54,660) | - |
| Net Cash from operating activities | 3,867,468 | (7,189,041) |
| Cash flows from investing activities | | |
| Purchase of Property, Plant & Equipment | (3,579,245) | (1,586,081) |
| Proceeds from sale of Property & Equipment | - | - |
| Net Cash used in Investing Activities | (3,579,245) | (1,586,081) |
| Cash flow from financing activities | | |
| Changes in borrowing | - | - |
| Increased Stated Capital | 1,000,000 | 500,000 |
| Net Cash from Financing Activities | 1,000,000 | 500,000 |
| Net Increase in cash and cash equivalents | 1,288,222 | (8,275,122) |
| Cash & cash equivalents at beginning of year | 3,744,883 | 12,020,005 |
| Cash & cash equivalents at end of period | 5,033,105 | 3,744,883 |
| Cash and cash equivalent | | |
| Cash in hand | 542,582 | 94,870 |
| Bank balance | 4,490,523 | 3,650,013 |
| | 5,033,105 | 3,744,883 |

PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2017

| | <u>NOTES</u> | 2017 GH¢ | 2016 GH¢ |
|--|--------------|--------------------|--------------------|
| ASSETS | | | |
| CASH AND SHORT-TERM FUNDS | 9 | 5,033,105 | 3,744,883 |
| INVESTMENTS | 10 | 94,707,675 | 87,681,386 |
| LOANS AND ADVANCES | 11 | 1,167,426 | 3,326,693 |
| OTHER ASSETS | 12 | 4,320,641 | 4,556,189 |
| | | 105,228,847 | 99,309,151 |
| | | | |
| PROPERTY, PLANT & EQUIPMENT | 13 | 4,111,815 | 1,486,311 |
| | | | |
| TOTAL ASSETS | | 109,340,662 | 100,795,462 |
| LIABILITIES | | | |
| CUSTOMER DEPOSITS | 14 | 86,324,229 | 83,688,945 |
| BANK OVERDRAFT | | 309,148 | - |
| OTHER LIABILITIES | 15 | 607,337 | 647,882 |
| DIRECTORS ACCOUNT | | 4,038,262 | - |
| CURRENT TAX LIABILITY | 8b | 343,175 | 198,149 |
| NATIONAL FISCAL STABILISATION LEVY | 8c | 72,516 | 39,630 |
| DEFERRED TAX LIABILITY | 8d | 86,251 | 41,509 |
| | | | |
| TOTAL LIABILITIES | | 91,780,918 | 84,616,115 |
| | | | |
| STATED CAPITAL | 16 | 16,500,000 | 15,500,000 |
| STATUTORY RESERVE FUNDS | 17 | 529,872 | 339,673 |
| INCOME SURPLUS | 18 | 529,872 | 339,674 |
| TOTAL SHAREHOLDERS' FUND | | 17,559,744 | 16,179,347 |
| | | | |
| TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS | | 109,340,662 | 100,795,462 |



DIRECTOR
 DATE: 23/5/2018



DIRECTOR

The notes set out on pages 12 – 48 form an Integral part of these Financial Statements

**PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2017**

| | <u>NOTES</u> | 2017 GH¢ | 2016 GH¢ |
|--|--------------|------------------------------|------------------------------|
| INTEREST INCOME | 2 | 31,173,517 | 7,211,232 |
| INTEREST EXPENSE | 3 | <u>(24,398,557)</u> | <u>(4,772,658)</u> |
| NET INTEREST INCOME | | 6,774,960 | 2,438,574 |
| FEES AND COMMISSION INCOME | 4 | 36,238 | 54,634 |
| OTHER OPERATING INCOME | 5 | <u>240</u> | <u>-</u> |
| OPERATING INCOME | | 6,811,438 | 2,493,208 |
| OPERATING EXPENSES | 6 | (6,147,930) | (1,500,971) |
| OPERATING PROFIT BEFORE CHARGE FOR CREDIT IMPAIRMENT LOSS | | <u>663,508</u> | <u>992,237</u> |
| CREDIT IMPAIRMENT LOSS | 7 | (5,797) | (33,602) |
| PROFIT BEFORE TAXATION | | <u>657,711</u> | <u>958,635</u> |
| TAXATION | 8a | (244,428) | (239,659) |
| NATIONAL FISCAL STABILISATION LEVY | 8c | <u>(32,886)</u> | <u>(39,630)</u> |
| PROFIT/(LOSS) FOR THE YEAR | | <u><u>380,397</u></u> | <u><u>679,347</u></u> |