



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

We have audited the financial statements of PROGRESS SAVINGS AND LOANS LIMITED, which comprise the statement of financial position as at 31st December 2017 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes as set out on pages 12--48

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31st December 2017 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and in the manner required by The Companies Act 1963 (Act 179) and any other relevant local legislation.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

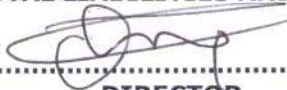
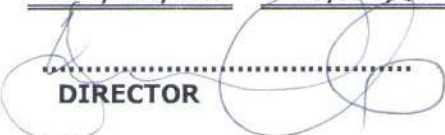
Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2018

	<u>NOTES</u>	2018 GH¢	2017 GH¢
ASSETS			
CASH AND SHORT-TERM FUNDS	9	8,462,246	5,033,105
INVESTMENTS	10	115,017,630	94,707,675
LOANS AND ADVANCES	11	2,623,646	1,167,426
OTHER ASSETS	12	2,460,885	4,320,641
		128,564,407	105,228,847
PROPERTY, PLANT & EQUIPMENT	13	3,690,644	4,111,815
TOTAL ASSETS		<u>132,255,051</u>	<u>109,340,662</u>
LIABILITIES			
CUSTOMER DEPOSITS	14	109,162,501	86,324,229
BANK OVERDRAFT		1,039,308	309,148
BANK LOAN		3,800,000	-
OTHER LIABILITIES	15	226,905	607,337
DIRECTORS ACCOUNT		854,873	4,038,262
CURRENT TAX LIABILITY	8b	243,175	343,175
NATIONAL FISCAL STABILISATION LEVY	8c	72,516	72,516
DEFERRED TAX LIABILITY	8d	86,251	86,251
TOTAL LIABILITIES		<u>115,485,529</u>	<u>91,780,918</u>
STATED CAPITAL	16	16,500,000	16,500,000
STATUTORY RESERVE FUND	17	529,872	529,872
INCOME SURPLUS	18	(260,350)	529,872
TOTAL SHAREHOLDERS' FUNDS		<u>16,769,522</u>	<u>17,559,744</u>
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		<u>132,255,051</u>	<u>109,340,662</u>
 DIRECTOR		 DIRECTOR	
DATE:.....20.....			

**PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2018**

	<u>NOTES</u>	2018 GH¢	2017 GH¢
INTEREST INCOME	2	29,609,738	31,173,517
INTEREST EXPENSE	3	<u>(22,631,861)</u>	<u>(24,398,557)</u>
NET INTEREST INCOME		6,977,877	6,774,960
FEES AND COMMISSION INCOME	4	91,750	36,238
OTHER OPERATING INCOME	5	<u>754</u>	<u>240</u>
OPERATING INCOME		7,070,381	6,811,438
OPERATING EXPENSES	6	<u>(7,818,603)</u>	<u>(6,147,930)</u>
OPERATING PROFIT/(LOSS) BEFORE CHARGE FOR CREDIT IMPAIRMENT LOSS		(748,222)	663,508
CREDIT IMPAIRMENT LOSS	7	<u>(42,000)</u>	<u>(5,797)</u>
PROFIT/(LOSS) BEFORE TAXATION		(790,222)	657,711
TAXATION	8a	-	(244,428)
NATIONAL FISCAL STABILISATION LEVY	8c	<u>-</u>	<u>(32,886)</u>
PROFIT/(LOSS) FOR THE YEAR		<u>(790,222)</u>	<u>380,397</u>

PROGRESS SAVINGS AND LOANS LIMITED
STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 31ST DECEMBER, 2018

	2018	2017
	GH¢	GH¢
Cash flows from operating activities		
Profit/(Loss) before tax	(790,222)	657,711
Adjustment for:		
Depreciation and Amortisation	855,147	953,741
Charge for Credit Impairment	81,399	39,399
Interest in Suspense	-	-
Profit on Disposal of Fixed Assets	-	-
Operating Profit Before Working Capital Changes	146,324	1,650,851
Change in Advances	(1,537,619)	2,119,868
Change in Other Assets	1,859,756	235,548
Change in Other Investments	(20,309,955)	(7,026,289)
Change in Customer Deposits	22,838,272	2,635,284
Change in Other Liabilities	(380,432)	(40,545)
Change in Directors Account	(3,183,389)	4,038,262
Change in Overdraft	730,160	309,148
Cash from Operating Activities	16,792	2,271,276
Tax Paid	(100,000)	(54,660)
Net Cash from Operating Activities	63,116	3,867,468
Cash Flows from Investing Activities		
Purchase of Property, Plant & Equipment	(433,975)	(3,579,245)
Net Cash used in Investing Activities	(433,975)	(3,579,245)
Cash flow from Financing Activities		
Changes in Borrowing	3,800,000	-
Increased Stated Capital	-	1,000,000
Net Cash from Financing Activities	3,800,000	1,000,000
Net Increase in Cash and Cash Equivalents	3,429,141	1,288,222
Cash & Cash Equivalents at beginning of year	5,033,105	3,744,883
Cash & Cash equivalents at end of the year	8,462,246	5,033,105
Cash and cash Equivalent		
Cash in Hand	398,302	542,582
Bank balances	8,063,944	4,490,523
	8,462,246	5,033,105