

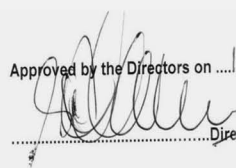
CHRISLINE FINANCIAL SERVICES LIMITED

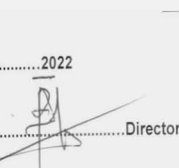
FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2021

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	Notes	2021 GH¢	2020 GH¢
ASSETS			
Cash and Bank Balances	14	2,408,790	2,046,050
Investments	15	10,316,699	7,798,858
Loans and Advances	16	13,885,329	12,535,268
Trade and Other Receivable	17	81,779	537,718
Current Tax	12.b	657,821	408,037
Deferred Tax	13.a	33,831	30,244
Property, Plant and Equipment	18	842,325	671,897
Intangible Assets	19	83,530	0
TOTAL ASSETS		28,310,104	24,028,072
LIABILITIES AND SHAREHOLDERS' FUNDS			
LIABILITIES			
Borrowings	20	13,396,952	10,076,846
Trade and Other Payable	21	141,126	285,642
National Stabilization Levy	12.c	204,700	203,468
Banking Sector Clean Up Levy	12.d	39,935	0
Deferred Interest Income	22	833,988	375,381
Borrowing Due in year	23	341	38,852
TOTAL LIABILITIES		14,617,042	10,980,189
SHAREHOLDERS' FUNDS			
Stated Capital	24	7,000,000	7,000,000
Credit Risk Reserve	25	895,867	685,978
Statutory Reserve Fund	26	4,638,791	4,480,672
Fair Value Reserve	27	36,663	23,963
Income Surplus	28	1,121,740	857,270
TOTAL SHAREHOLDERS' FUNDS		13,693,062	13,047,883
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		28,310,104	24,028,072

Approved by the Directors on 11/05/2022

 Director

 Director

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 GH¢	2020 GH¢
Interest Income	8	6,676,820	6,237,569
Interest Expense	9	(1,774,954)	(1,401,753)
Net Interest Income		4,901,866	4,835,816
Other Operating Income	10	234,344	325,922
Operating Income		5,136,210	5,161,738
Operating Expense	11	(3,909,556)	(3,438,359)
Net Operating Profit before Charge for Credit Impairment Loss		1,226,654	1,723,379
Charge for Credit Impairment Loss	16.c	(427,960)	(949,354)
Net profit Before Taxation		798,694	774,025
Income Tax Expense	12.a	(86,346)	(96,162)
National Fiscal Stabilization Levy	12.c	(39,935)	(38,701)
Banking Sector Clean up Levy	12.d	(39,935)	0
Profit for the Year		632,478	639,162
Other Comprehensive Income, Net of Income Tax			
Items that will not be recycled into profit or loss:			
Movement in fair value of Financial Assets at FVO		12,700	(11,125)
Total comprehensive income for the year		645,178	628,037

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

	Stated Capital GH¢	Statutory Reserve GH¢	Credit Risk Reserve GH¢	Fair Value Reserve GH¢	Income Surplus GH¢	Total GH¢
2021						
Balance 1 January	7,000,000	4,480,672	685,978	23,963	857,270	13,047,881
Net Profit for the year	0	0	0	0	632,478	632,478
Movement in fair value of FVOC	0	0	0	12,700	0	12,700
Taxes on fair Value gain	0	0	0	0	0	0
Transfers to reserves	0	158,120	209,889	0	(368,009)	0
Balance at 31 December 2021	7,000,000	4,638,791	895,867	36,663	1,121,740	13,693,060
2020						
Balance 1 January	7,000,000	4,320,881	558,876	35,088	504,999	12,419,844
Net Profit for the year	0	0	0	0	639,162	639,162
Movement in fair value of FVOC	0	0	0	(11,125)	0	(11,125)
Taxes on fair Value gain	0	0	0	0	0	0
Transfers to reserves	0	159,790	127,101	0	(286,891)	0
Balance at 31 December 2020	7,000,000	4,480,672	685,978	23,963	857,270	13,047,881

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 GH¢	2020 GH¢
Cash flows from Operating Activities			
Net Profit before Tax		798,694	774,025
Adjustments for:			
Depreciation	18	94,186	86,689
Operating Profit before Working Capital Changes		892,880	860,714
Changes in Advances	16	(1,350,061)	(1,812,852)
Changes in Accounts Receivable	17	455,939	(158,531)
Changes in Accounts Payable	21	(144,517)	109,555
Changes in Customer Borrowings	20	3,320,106	1,811,483
Changes in Deferred Interest Income	22	458,607	0
Cash generated from operations		3,632,954	810,369
Current Taxes Paid	12	(378,419)	(58,246)
Net Cash flow from Operating Activities		3,254,535	752,123
Cash flows from Investing Activities			
Purchase of Property, Plant and Equipment	18	(348,142)	(179,684)
Changes in Investments	15	(2,505,141)	(1,480,922)
Net Cash flow from Investing Activities		(2,853,283)	(1,660,606)
Increase in Cash and Cash Equivalents		401,252	(908,483)
Cash and Cash Equivalents 1 January		2,007,198	2,915,681
Cash and Cash Equivalents 31 December		2,408,449	2,007,198
Analysis of Cash and Cash Equivalents			
Cash and Bank Balances		2,408,790	2,046,050
Bank Overdrawn Balance	23	(341)	(38,852)
	14	2,408,449	2,007,198

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CHRISLINE FINANCIAL SERVICES LIMITED

Opinion

The condensed financial statements, which comprise the statement of financial position as at 31 December 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and related notes, are derived from the audited financial statements of Chrisline Financial Services Limited for the year ended 31 December 2021.

In our opinion, the accompanying 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, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930) applied in the preparation of the audited financial statements of Chrisline Financial Services 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 dated 11 May 2022. 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. We emphasized on certain matters in our audit report as follows:

Emphasis of Matter

Without modifying our opinion, we refer to note 33 of the financial statements which states:

Section 62(1) states that: A bank or specialised deposit-taking institution shall not take financial exposure in respect of a person or a group of connected persons which constitutes in the aggregate, a liability amounting to more than twenty-five percent (25%) of the net own funds of that bank or specialised deposit-taking institution or a lower percentage that the Bank of Ghana may prescribe. However, during the year under review the institution contravened this provision with regards to its investment with NDK Financial Services Limited which was 51.08% exceeding the regulatory limit by 26.08% and Cal Bank Limited which was 30.82% exceeding the regulatory limit by 5.82%.

Covid-19 Impact Assessment

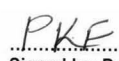
Without modifying our opinion, we wish to draw attention to note 9 of the directors' report which indicates that the Company continuously assesses the impact of the Covid-19 global pandemic on the operations of the company and the measures taken to mitigate its effect on the company.

Directors' Responsibility for the Condensed 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 Responsibility

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.


Signed by: Dominic Dorkenoo (ICAG/P/1449)
For and on behalf of
PKF: (ICAG/F/2022/039)
Chartered Accountants
Farrar Avenue
P. O. Box GP 1219,
Accra.

11TH MAY 2022

The Engagement Partner responsible for the audit resulting in this Independent Auditor's Report is DOMINIC DORKENOO (ICAG/P/1449).