

## **REPORT OF THE DIRECTORS TO THE MEMBERS OF PROFIN (GHANA) LIMITED**

The Directors of the company have the pleasure in submitting their Annual Report together with the Financial Statements for the year ended 31<sup>st</sup> December, 2015.

### **DIRECTORS RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The company's Directors are responsible for the preparation and fair presentation of these financial statements in a manner required by the Companies Act, 1963 (Act 179) and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Directors have made an assessment of the ability of the company to continue as a going concern and have no reason to believe the company will not be a going concern in the year ahead.

### **PRINCIPAL ACTIVITIES OR NATURE OF BUSINESS**

The company was incorporated to engage in:

- Brokerage
- Financial Service and Consultancy

There was no change in the nature of the company's business during the year under review.

### **FINANCIAL STATEMENTS**

The company's financial results for the year are set out in the attached financial statements.

### **DIVIDEND**

The Directors proposed a dividend of GH¢ 130,364 in the year 2015 under review.

### **APPROVAL OF FINANCIAL STATEMENTS**

The Financial Statements of the company were approved by the Board of Directors and signed on its behalf by two Directors.

### **DIRECTORS**

The following individuals served as Directors during the year under review:

- Prof. Kwame Adom-Frimpong (Chairman)
- Mr. Twumasi Ankrah Sarpong (Managing Director)
- Mr. Daniel Kofi Bediako
- Prof. Anyetei Tonyeli Lassey
- Ms. Esther Adwo Archer
- Mr. Ahmad Adade Boakye
- Mr. Olu Luther-King
- Mr. Samuel Kofi Kyeremeh
- Mr. Maxwell Mfum



**REPORT OF THE DIRECTORS  
TO THE MEMBERS OF  
PROFIN (GHANA) LIMITED**

**AUDITORS**

The Auditors, BNA, Chartered Accountants have expressed their willingness to continue in office pursuant to section 134 (5) of the Companies Act, 1963 (Act 179)

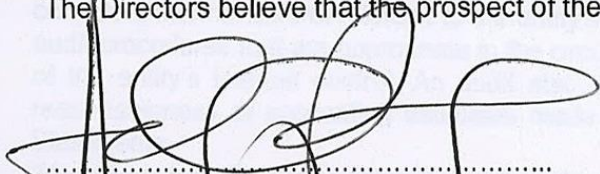
**STATEMENT OF DISCLOSURE TO AUDITORS**

So far as the Directors are aware, there is no relevant information of which the Company's Auditors are unaware. Additionally, Directors have taken all necessary steps that they ought to have taken as Directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors' are aware of that information.

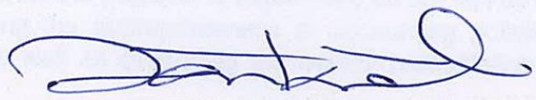
The Board of Directors confirm that no matters have arisen since 31<sup>st</sup> December, 2015 which materially affects the Financial Statements of the company for the year ended on that date.

**FUTURE PROSPECTS**

The Directors believe that the prospect of the company beyond 31<sup>st</sup> December, 2015 remains positive.



.....  
Prof Kwame Adom-Frimpong (Chairman)



.....  
Mr. Twumasi Ankrah Sarpong (Managing Director)

Dated 14<sup>th</sup> March, 2016

**ACCRA**



**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF  
PROFIN (GHANA) LIMITED**

**REPORT ON THE FINANCIAL STATEMENTS**

We have audited the Financial Statements of Profin (Ghana) Limited for the year ended 31<sup>st</sup> December, 2015 which comprise of the Statement of Comprehensive Income, the Statement of Financial Position, Statement of Changes in Equity and Statement of Cashflows for the year then ended, and notes to the Financial Statements, which include a summary of significant accounting policies and other explanatory notes as set out therein.

**DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The Directors are responsible for the preparation and fair presentation of these Financial Statements in a manner required by the Companies Act, 1963 (Act 179) and for such internal control as the Directors determine necessary to enable the preparation of financial statements that are free from material misstatements whether due to fraud or error.

**AUDITORS' RESPONSIBILITY**

Our responsibility is to express an independent opinion on the Financial Statements based on our audit.

**BASIS OF OPINION**

We have conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditors' judgment, including the assessment of risk of material misstatements of the financial statements, whether due to fraud or error. In making these risk assessments, the auditors considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Directors, as well as evaluating the overall presentation of the Financial Statements.

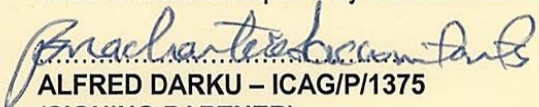
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**REPORT OF OTHER LEGAL REQUIREMENTS**

The Companies Act, 1963 (Act 179, section 133 and the fifth schedule) requires that in carrying out our audit we consider and report on the matters stated in the said section and schedule. We confirm compliance in that we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit so far as appears from our examination of the books of account kept by Profin (Ghana) Limited, the Statement of Financial Position, the Income Statement of the company are in agreement with the books of account and in a manner required by the Non Bank Financial Institution Acts, 2008 (Act 774)

**OPINION**

In our opinion, the Financial Statements audited by us present fairly the financial position of the company as of 31<sup>st</sup> December 2015 and of the Profit and its Cashflow for the year then ended and in a manner required by the companies Act, 1963 (Act 179) and in a manner required by the Non Bank Financial Institution Acts, 2008 (Act 774).

  
ALFRED DARKU – ICAG/P/1375

(SIGNING PARTNER)

BNA CHARTERED ACCOUNTANTS – ICAG/F/027

ACCRA

16 March, 2016.



**PROFIN (GHANA) LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31ST DECEMBER, 2015**

	NOTES	2015 GH¢	2014 GH¢
Interest Income	4	5,093,762	4,312,555
Interest Expense	5	(2,196,003)	(1,123,928)
Net Interest Income		2,897,759	3,188,627
Fees & Other Charges	6	262,239	201,959
Operating Expense	7	(2,650,420)	(2,014,372)
Net Operating Profit		509,578	1,376,214
National Fiscal Stabilisation Levy		(25,479)	(34,405)
Net Operating Profit after Stabilisation Levy		484,099	1,341,809
Taxation		(49,551)	(337,963)
Net Profit After Tax		<b>434,548</b>	<b>1,003,846</b>

**INCOME SURPLUS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 2015**

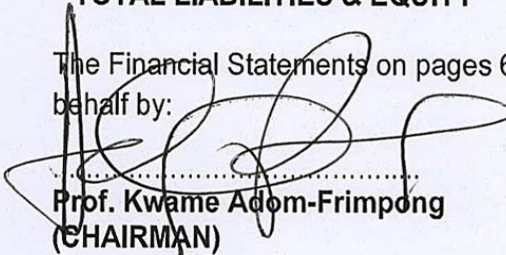
	2015 GH¢	2014 GH¢
Balance Brought forward – 1 <sup>st</sup> January	456,319	498,779
Profit for the Year	434,548	1,003,846
Prior Year Adjustment	(72,381)	-
Dividend Proposed	(130,364)	(301,154)
Dividend Paid	-	(243,229)
Reserve Fund	(217,274)	(501,923)
Balance carried forward- 31 <sup>st</sup> December	<b>470,848</b>	<b>456,319</b>



**PROFIN (GHANA) LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31ST DECEMBER, 2015**

	NOTES	2015 GH¢	2014 GH¢
<b>ASSETS</b>			
Cash and Bank Balances	8	151,810	368,890
Investments (Short-Term)	9	6,871,132	7,878,023
Loans & Advances to Customers	10	6,384,006	5,904,264
Other Assets & Receivables	11	470,754	482,430
Investments (Equity)	12	648	648
Property, Plant & Equipment	13	4,736,282	327,923
Taxation	17	11,679	-
<b>TOTAL ASSETS</b>		<b>18,626,311</b>	<b>14,962,178</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Borrowings	14	7,042,898	5,442,200
Security Deposits	15	32,382	71,303
Other Liabilities & Payables	16	555,202	598,181
Taxation	17	-	180,910
<b>Total Current Liability</b>		<b>7,630,482</b>	<b>6,292,594</b>
<b>NON CURRENT LIABILITIES</b>			
Loan		2,094,442	-
<b>Total Liability</b>		<b>9,724,924</b>	<b>6,292,594</b>
<b>EQUITY</b>			
Stated Capital	18	7,000,000	7,000,000
Reserve Fund		1,430,539	1,213,265
Income Surplus		470,848	456,319
<b>Total Equity</b>		<b>8,901,387</b>	<b>8,669,584</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>		<b>18,626,311</b>	<b>14,962,178</b>

The Financial Statements on pages 6 to 19 were approved by the Board of Directors for issue and signed on its behalf by:

  
 Prof. Kwame Adom-Frimpong  
 (CHAIRMAN)

  
 Mr. Twumasi Ankrah Sarpong  
 (MANAGING DIRECTOR)

14/03....., 2016

The accounting policies and other explanatory notes on pages 10 to 19 form an integral part of these Financial Statements.



**PROFIN (GHANA) LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31ST DECEMBER, 2015**

	Stated Capital	Reserve Fund	Income Surplus	Total
	GH¢	GH¢	GH¢	GH¢
Balance as at January 1	7,000,000	1,213,265	456,319	8,669,584
Profit for the Year	-	-	434,548	434,548
Prior Year Adjustment	-	-	(72,381)	(72,381)
Dividend Paid	-	-	-	-
Dividend Proposed	-	-	(130,364)	(130,364)
Reserve Fund	-	217,247	(217,274)	-
	-----	-----	-----	-----
Balance as at December 31	<b>7,000,000</b>	<b>1,430,539</b>	<b>470,848</b>	<b>8,901,387</b>
	=====	=====	=====	=====



**PROFIN (GHANA) LIMITED**  
**STATEMENT OF CASHFLOWS**  
**FOR THE YEAR ENDED 31ST DECEMBER, 2015**

<b>OPERATING ACTIVITIES</b>	<b>2015</b>	<b>2014</b>
	<b>GH¢</b>	<b>GH¢</b>
Profit before Taxation	509,578	1,376,214
Depreciation	209,963	100,051
Amortisation	-	10,480
	<u>719,541</u>	<u>1,486,745</u>
Loans & Advances to Customers	(479,742)	(1,628,824)
Other Assets and Receivables	11,676	(76,451)
Security Deposits	(38,921)	(65,920)
Other Liabilities & Payables	(42,978)	45,256
Loans	2,094,442	-
Borrowings	1,600,698	725,664
	<u>3,864,716</u>	<u>486,470</u>
Net Cash Flow from Operating Activities	3,864,716	486,470
Taxation	(340,000)	(347,233)
	<u>3,524,716</u>	<u>139,237</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment	(4,618,323)	(234,142)
	<u>(4,618,323)</u>	<u>(234,142)</u>
Net Cash Flow from Investing Activities	(4,618,323)	(234,142)
	<u>(4,618,323)</u>	<u>(234,142)</u>
<b>FINANCING ACTIVITIES</b>		
Dividend	(130,364)	(243,229)
	<u>(130,364)</u>	<u>(243,229)</u>
Net Cash Flow from Financing Activities	(130,364)	(243,229)
	<u>(130,364)</u>	<u>(243,229)</u>
Net Increase in Cash & Cash Equivalent	(1,223,971)	(338,134)
Cash & Cash Equivalent-1st January	8,246,913	8,585,047
	<u><b>7,022,942</b></u>	<u><b>8,246,913</b></u>
<b>Analysis of Cash &amp; Cash Equivalent</b>		
Cash & Bank Balances	151,810	368,890
Bank of Ghana Treasury Bills	3,785,040	2,958,749
Fixed Deposit	3,086,092	4,919,274
	<u><b>7,022,942</b></u>	<u><b>8,246,913</b></u>