

# TF FINANCIAL SERVICES LTD ABRIDGED UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2022

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30TH JUNE 2022

	Jun-22 GHS	Jun-21 GHS
Interest and similar income	19,473,718	17,761,628
Interest and similar expense	(9,892,110)	(7,123,920)
<b>Net interest income</b>	<b>9,581,608</b>	10,637,708
Other operating income	2,742,025	3,505,661
<b>Total operating income</b>	<b>12,323,633</b>	14,143,369
Credit loss expenses	(344,300)	(1,198,352)
Net operating income	11,979,333	12,945,017
Total operating expenses	(10,860,071)	(11,689,776)
<b>Profit/Loss before tax</b>	<b>1,119,262</b>	1,255,241
Income Tax Expense	(335,778)	(369,270)
<b>Profit/ (Loss) after tax</b>	<b>783,484</b>	885,971
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>783,484</b>	885,971

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2022

	Jun-22 GHS	Jun-21 GHS
<b>ASSETS</b>		
Bank and Cash Balance	4,212,839	1,576,437
Investments	7,856,506	8,326,041
Loans and Advances to Customers	119,963,172	103,056,926
Deferred tax Asset	1,599,576	1,564,195
Company Tax Asset	1,132,419	538,397
Property, plant & equipment	1,125,755	1,184,428
Prepayments	9,953,897	8,211,427
Other assets	398,881	170,237
<b>Total Assets</b>	<b>146,243,045</b>	124,628,088
<b>LIABILITIES AND SHAREHOLDERS FUND</b>		
Customer Deposits	1,623,081	-
Borrowings and Interest Payable	109,254,747	90,072,218
Other Creditors and Accruals	2,068,944	4,012,838
<b>Total Liabilities</b>	<b>112,946,772</b>	94,085,056
<b>SHAREHOLDERS' FUND</b>		
Stated Capital	20,000,000	20,000,000
Reserves	13,296,273	10,543,032
<b>Total shareholders Fund</b>	<b>33,296,273</b>	30,543,032
<b>Total Liabilities &amp; shareholders' Fund</b>	<b>146,243,045</b>	124,628,088

SIGNED  
**Ransford Obeng Ansong**  
CEO

SIGNED  
**Samuel Ofori Adjei**  
Chairman

## UNAUDITED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED 30TH JUNE 2022

OPERATING ACTIVITIES	Jun-22 GHS	Jun-21 GHS
Profit/Loss before taxation	1,119,261	1,255,243
Adjustment for (Profit)/Loss on disposal of Asset	(2,400)	(29,210)
Depreciation	273,814	287,848
Interest Expense	9,892,110	7,123,920
	<b>11,282,785</b>	8,637,801
Changes in:		
Increase in loans and advances	(9,170,261)	(20,400,176)
Increase in Customer Deposit	1,623,081	
Increase in Investments	(736,531)	(2,520,936)
Decrease/(Increase) in other assets	(1,104,832)	(1,534,641)
(Decrease)/Increase in other liabilities	(17,774)	2,531,975
Interest Paid	(9,892,110)	(7,026,224)
	<b>(8,015,642)</b>	(20,312,201)
Tax Paid	(909,616)	(1,280,750)
<b>Net cash generated from/(used) in operations</b>	<b>(8,925,257)</b>	(21,592,951)
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant, and equipment	(194,934)	(200,536)
Disposal of property, plant, and equipment	2,400	102,075
<b>Net cash used in investing activities</b>	<b>(192,534)</b>	(98,461)
<b>FINANCING ACTIVITIES</b>		
(Payment)/Receipt of loan	4,802,850	14,137,020
<b>Net cash inflow from financing activities</b>	<b>4,802,850</b>	14,137,020
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>(4,314,941)</b>	(7,554,393)
Cash and cash equivalents at 1 January	8,527,780	9,130,830
Cash and cash equivalents at 30 June	<b>4,212,839</b>	1,576,437

## EXTRACTS OF NOTES TO THE UNAUDITED STATEMENT OF FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE 2022

### 1. Significant Accounting Policy

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in a manner required under the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit Taking Institutions Act 2016 (Act 930).

### 2. Quantitative Disclosures

	2022	2021
Capital Adequacy Ratio	12.77%	15.65%
Gross Non-Performing Loans Ratio	5.34%	6.04%

### 3. Risk Management

Effective risk management is of critical importance and key to the delivery of sustainable returns for shareholders. Risk taking is an inherent part of the company's business activities and is defined as the possibility of losing some or all of an original investment. Risk management systems and governance structures are designed to reduce earnings volatility and achieve an appropriate balance between risk and reward and increased profitability. The most important types of risk include:

- Credit Risk
- Liquidity Risk
- Market risk
- Operational Risk

The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The Board's commitment to good risk management may be supported by their continuing professional development in the field of risk management and their support for the implementation and continued improvement of the risk management framework within the company.