

TF FINANCIAL SERVICES LTD. ABRIDGED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

TF FINANCIAL SERVICES LTD STATEMENT OF COMPREHENSIVE INCOME YEAR ENDED 31 DECEMBER 2022

	2022 GH¢	2021 GH¢
Interest Income	41,347,791	37,736,428
Interest Expense	(22,965,465)	(15,792,378)
Net Interest Income	18,382,326	21,944,050
Other Operating Income	5,736,762	6,778,845
Total Operating Income	24,119,088	28,722,895
Credit Loss Expense	(825,386)	(1,278,309)
Net Operating Income	23,293,702	27,444,586
Personnel Expenses	(9,763,583)	(8,522,680)
Operating Expenses	(13,312,247)	(14,852,735)
Total Operating Expenses	(23,075,830)	(23,375,415)
Profit Before Tax	217,872	4,069,171
Income Tax Expense	157,362	(1,549,462)
Profit for the year	375,234	2,519,709
Other Comprehensive Income	0	0
Total Comprehensive Income for the year	375,234	2,519,709

TF FINANCIAL SERVICES LTD STATEMENT OF CASH FLOWS YEAR ENDED 31 DECEMBER 2022

	2022 GH¢	2021 GH¢
Reconciliation of Operating Profit to Net Cash Flow From Operating Activities		
Operating Profit before Taxation	217,872	4,069,171
Adjusted for:		
Depreciation	543,972	549,004
Profit on Disposal	(3,160)	(29,210)
Interest Expense	22,965,465	15,792,378
Operating Profit before Working Capital Changes	23,724,149	20,381,343
Changes in:		
Loans and Advances to Customers	(20,275,888)	(28,136,161)
Other Assets	(1,102,666)	(2,400,922)
Savings and Deposits	1,691,720	0
Other Liabilities	(259,457)	605,864
Interest Paid	(22,965,465)	(15,792,378)
Cash flow from Operating Activities	(19,187,607)	(25,342,254)
Tax Paid	(1,363,103)	(2,180,497)
Net Cash flow from Operating Activities	(20,550,710)	(27,522,750)
Cash flow from Investing Activities		
Purchase of Property, Plant and Equipment	(334,990)	(481,900)
Proceeds from Disposal of Property, Plant and Equipment	3,160	102,075
Investment in Short-Term Fixed Deposit	1,345,920	(1,314,871)
Net Cash flow from Investing Activities	1,014,090	(1,694,696)
Cash flow from Financing Activities		
Loan Received	106,000,000	46,800,000
Interest Accrued	21,744,059	15,271,749
Loan Repaid	(115,010,366)	(33,457,351)
Dividend paid	(250,000)	0
Net Cash flow from Financing Activities	12,483,693	28,614,398
Decrease in Cash and Cash Equivalents	(7,052,926)	(603,049)
Cash and Cash Equivalents at 1 January	8,527,781	9,130,830
Cash and Cash Equivalents at 31 December	1,474,855	8,527,781
Analysis of Cash and Cash Equivalents		
Bank Balances	1,360,106	8,457,887
Cash on hand	114,749	69,894
	1,474,855	8,527,781

TF FINANCIAL SERVICES LTD STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	2022 GH¢	2021 GH¢
ASSETS		
Cash and Cash Equivalents	1,474,855	8,527,781
Loans and Advances to Customers	131,068,799	110,792,911
Deferred Tax Asset	1,894,028	1,599,576
Investment	5,774,055	7,119,975
Property, Plant & Equipment	995,653	1,204,635
Prepayments	9,928,948	8,835,565
Current Tax	1,784,598	558,587
Other Assets	421,663	412,380
TOTAL ASSETS	153,342,599	139,051,410
LIABILITIES		
Deposits from Customers	1,691,720	0
Other Liabilities	1,827,271	2,086,728
Loans Payable	117,185,585	104,451,893
TOTAL LIABILITIES	120,704,576	106,538,621
EQUITY		
Stated Capital	20,000,000	20,000,000
Retained Earnings Account	3,160,479	3,222,862
Statutory Reserve	9,477,544	9,289,927
TOTAL EQUITY	32,638,023	32,512,789
TOTAL EQUITY AND LIABILITIES	153,342,599	139,051,410

Approved by the Board of Directors on 20TH APRIL 2023

Director

Director



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TF FINANCIAL SERVICES LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of TF Financial Services Limited as at December 31, 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act, 2019 (Act 992), and the Banks and Specialised Deposit Taking Institutions Act 2016 (Act 930).

PKF

Signed by: Dominic Dorkenoo (ICAG/P/1449)
For and on behalf of: PKF (ICAG/F/2023/039)
Chartered Accountants
Farrar Avenue
P. O. Box GP 1219,
Accra.

2TH APRIL 2023

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, 1963 (Act 179) and the Banks and Specialised Deposit Taking Institutions Act 2016 (Act 930).

2. Quantitative Disclosures

	2022	2021
Capital Adequacy Ratio	11.28%	16.86%
Gross Non-Performing Loans Ratio	4.53%	5.32%

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

The Financial Statements in this publication is an extract from the Financial Statement for the year ended 31st December 2022. The Full set of the Financial Statements is available for inspection at TF Financial Services Ltd Head Office