

## TF FINANCIAL SERVICES LTD STATEMENT OF COMPREHENSIVE INCOME YEAR ENDED 31 DECEMBER 2023

	2023 GH¢	2022 GH¢
Interest Income	50,851,329	41,347,791
Interest Expense	(26,480,653)	(22,965,465)
<b>Net Interest Income</b>	<b>24,370,676</b>	<b>18,382,326</b>
Other Operating Income	5,438,965	5,736,762
Total Operating Income	29,809,641	24,119,088
Credit Loss Expense	(2,520,889)	(825,386)
Net Operating Income	27,288,752	23,293,702
Personnel Expenses	(11,040,541)	(9,763,583)
Operating Expenses	(14,949,425)	(13,312,247)
Total Operating Expenses	(25,989,966)	(23,075,830)
<b>Profit Before Tax</b>	<b>1,298,786</b>	<b>217,872</b>
Income Tax Expense	(759,636)	157,361
<b>Profit for the year</b>	<b>539,150</b>	<b>375,233</b>
Other Comprehensive Income	0	0
<b>Total Comprehensive Income for the year</b>	<b>539,150</b>	<b>375,233</b>

## TF FINANCIAL SERVICES LTD STATEMENT OF CASH FLOWS YEAR ENDED 31 DECEMBER 2023

	2023 GH¢	2022 GH¢
<b>Reconciliation of Operating Profit to Net Cash Flow From Operating Activities</b>		
Operating Profit before Taxation	1,298,786	217,872
<b>Adjusted for:</b>		
Depreciation	515,396	543,972
Profit on Disposal	(7,800)	(3,160)
Interest Expense	26,480,653	22,965,465
<b>Operating Profit before Working Capital Changes</b>	<b>28,287,035</b>	<b>23,724,149</b>
<b>Changes in:</b>		
Loans and Advances to Customers	(13,313,987)	(20,275,888)
Other Assets	2,258,106	(1,102,666)
Savings and Deposits	4,382,545	1,691,720
Other Liabilities	172,339	(259,457)
Interest Paid	(26,480,653)	(22,965,465)
<b>Cash flow from Operating Activities</b>	<b>(4,694,615)</b>	<b>(19,187,607)</b>
<b>Tax Paid</b>	<b>(872,843)</b>	<b>(1,363,103)</b>
<b>Net Cash flow from Operating Activities</b>	<b>(5,567,458)</b>	<b>(20,550,710)</b>
<b>Cash flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(220,476)	(334,990)
Proceeds from Disposal of Property, Plant and Equipment	7,800	3,160
Investment in Short-Term Fixed Deposit	(6,748,815)	1,345,920
<b>Net Cash flow from Investing Activities</b>	<b>(6,961,491)</b>	<b>1,014,090</b>
<b>Cash flow from Financing Activities</b>		
Loan (Converted to Equity)/ Received	(12,000,000)	106,000,000
Interest Accrued	24,658,404	21,744,059
Loan Repaid	(5,001,982)	(115,010,366)
Increase in Stated Capital	12,000,000	0
Dividend paid	0	(250,000)
<b>Net Cash flow from Financing Activities</b>	<b>19,656,422</b>	<b>12,483,693</b>
<b>Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>7,127,473</b>	<b>(7,052,927)</b>
<b>Cash and Cash Equivalents at 1 January</b>	<b>1,474,854</b>	<b>8,527,781</b>
<b>Cash and Cash Equivalents at 31 December</b>	<b>8,602,327</b>	<b>1,474,854</b>
<b>Analysis of Cash and Cash Equivalents</b>		
Bank Balances	8,380,627	1,360,106
Cash on hand	221,700	114,749
	<b>8,602,327</b>	<b>1,474,855</b>

## TF FINANCIAL SERVICES LTD STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	2023 GH¢	2022 GH¢
<b>ASSETS</b>		
Cash and Cash Equivalents	8,602,327	1,474,855
Loans and Advances to Customers	144,382,786	131,068,799
Deferred Tax Asset	2,452,376	1,894,028
Investments	12,522,870	5,774,055
Property, Plant & Equipment	700,733	995,653
Prepayments	7,839,533	9,928,948
Current Tax	1,339,458	1,784,598
Other Assets	252,972	421,663
<b>TOTAL ASSETS</b>	<b>178,093,055</b>	<b>153,342,599</b>
<b>LIABILITIES</b>		
Deposits from Customers	6,074,265	1,691,720
Other Liabilities	1,999,610	1,827,271
Loans Payable	124,842,007	117,185,585
<b>TOTAL LIABILITIES</b>	<b>132,915,882</b>	<b>120,704,576</b>
<b>EQUITY</b>		
Stated Capital	32,000,000	20,000,000
Retained Earnings Account	3,151,267	3,160,479
Statutory Reserve	9,747,119	9,477,544
Credit Risk Reserve	278,787	0
<b>TOTAL EQUITY</b>	<b>45,177,173</b>	<b>32,638,023</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>178,093,055</b>	<b>153,342,599</b>

Approved by the Board of Directors on 27th MARCH 2024

Name of Director: RASHID ORENG ANING Name of Director: ALEXANDER SOWAH DSANE

Signature: [Signature]

Signature: [Signature]

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TF FINANCIAL SERVICES LTD ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023



### Opinion

In our opinion, the financial statements give a true and fair view of the financial position of TF Financial Services LTD as at December 31, 2023, 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/1448)  
For and on behalf of: PKF (ICAG/F/2024/039)  
Chartered Accountants  
Farrar Avenue  
P. O. Box GP 1219,  
Accra.

15th APRIL 2024

### 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

	2023	2022
Capital Adequacy Ratio	20.72%	11.28%
Gross Non-Performing Loans Ratio	7.10%	4.53%

### 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 2023. The Full set of the Financial Statements is available for inspection at TF Financial Services Ltd Head Office