



# AMEL GHANA LTD

## Summary Financial Statements for the year ended 31st December 2022

### SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER

(All amounts are in Ghana cedis)

	At 31 December	
	2022	2021
<b>ASSETS</b>		
Cash and cash equivalents	17,416,436	9,591,894
Accounts receivable	337,165	536,889
Lease receivables	132,470,172	84,375,126
Intangible assets	232,499	334,369
Right-of-use-assets	1,856,505	-
Plant and equipment	638,537	532,161
<b>Total assets</b>	<b>152,951,314</b>	<b>95,370,439</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Accounts payable	3,515,498	1,545,896
Due to related parties	2,575,920	7,947,407
Borrowings	54,331,295	21,491,840
Current income tax liabilities	1,951,434	293,136
Lease liabilities	1,682,802	-
Deferred tax liabilities	5,295,762	711,416
<b>Total liabilities</b>	<b>69,352,711</b>	<b>31,989,695</b>
<b>Equity and reserves</b>		
Stated capital	21,617,000	21,617,000
Deposit for shares	40,110,000	40,110,000
Retained earnings	21,109,410	1,653,744
Credit risk reserve	762,193	-
<b>Total equity</b>	<b>83,598,603</b>	<b>63,380,744</b>
<b>Total liabilities and equity</b>	<b>152,951,314</b>	<b>95,370,439</b>

### STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER

(All amounts are in Ghana cedis)

	2022	2021
Interest and fee income	14,628,374	3,706,194
Interest and operating expenses	(4,762,458)	(767,928)
<b>Net interest income</b>	<b>9,865,916</b>	<b>2,938,266</b>
General and administrative expenses	(3,679,482)	(2,359,914)
Other income/(expense) – (net)	22,729,028	5,414,363
<b>Profit/(loss) before income tax expense</b>	<b>28,915,462</b>	<b>5,992,715</b>
National fiscal stabilisation levy	(1,445,773)	(299,636)
Income tax expense	(7,251,830)	(711,416)
<b>Profit/(loss) after income tax expense</b>	<b>20,217,859</b>	<b>4,981,663</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>20,217,859</b>	<b>4,981,663</b>

### SUMMARY STATEMENT OF CHANGES IN EQUITY

(All amounts are in Ghana cedis)

Year ended 31 December	Stated capital	Deposit for shares	Credit risk reserve	Retained earnings	Total
At 1 January	21,617,000	40,110,000	-	1,653,744	63,380,744
Profit for the year	-	-	-	20,217,859	20,217,859
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	20,217,859	20,217,859
Transactions with owners:					
Transfer to credit risk reserve	-	-	762,193	(762,193)	-
At 31 December	21,617,000	40,110,000	762,193	21,109,410	83,598,603
Year ended 31 December 2021					
At 1 January	21,617,000	-	-	(3,327,919)	18,289,081
Profit for the year	-	-	-	4,981,663	4,981,663
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	4,981,663	4,981,663
Transactions with owners:					
Deposit for shares	-	40,110,000	-	-	40,110,000
At 31 December	21,617,000	40,110,000	-	1,653,744	63,380,744

### SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER

(All amounts are in Ghana cedis unless otherwise stated)

	2022	2021
<b>Cash flows from operating activities</b>		
Profit before tax	28,915,462	5,992,715
Adjusted for:		
Depreciation	163,627	85,878
Amortisation of intangible assets	101,870	98,759
Amortisation of rights-of-use assets	255,299	-
Interest expense on borrowings	3,791,238	553,736
Interest expense on lease liabilities	66,637	-
Exchange loss on lease liabilities	340,047	-
Exchange gain on borrowings	(1,327,232)	-
Investment income	-	(42,972)
Impairment allowance	875,102	173,345
Changes in working capital:		
- decrease/(increase) in accounts receivable	199,724	(172,935)
- increase in lease receivables	(48,970,148)	(84,548,471)
- (decrease)/increase in amounts due to related parties	(5,371,487)	7,635,615
- increase in accounts payable	1,969,602	1,305,885
Cash used in operations	(18,990,259)	(68,918,445)
Income received	-	42,972
Income tax paid	(2,454,959)	-
<b>Net cash outflow from operating activities</b>	<b>(21,445,218)</b>	<b>(68,875,473)</b>
<b>Cash flows from investing activities</b>		
Purchase of plant and equipment	(270,003)	(409,737)
Purchase of intangible assets	-	(39,794)
<b>Net cash outflow from investing activities</b>	<b>(270,003)</b>	<b>(449,531)</b>
<b>Cash flows from financing activities</b>		
Lease payments	(835,686)	-
Drawdown on borrowings	78,299,256	20,938,104
Repayment of borrowings	(47,923,807)	-
Proceeds from deposit for shares	-	40,110,000
<b>Net cash inflow from financing activities</b>	<b>29,539,763</b>	<b>61,048,104</b>
(Decrease)/increase in cash and cash equivalents	7,824,542	(8,276,900)
Cash and cash equivalents at beginning of the year	9,591,894	17,868,794
<b>Cash and cash equivalents at end of the year</b>	<b>17,416,436</b>	<b>9,591,894</b>

### SUMMARY REPORT OF THE DIRECTORS

The directors have the pleasure in presenting their report and the summary financial statements of AMEL Ghana LTD (the "Company") for the year ended 31 December 2022.

#### Statement of directors' responsibilities

The directors are responsible for the preparation of financial statements that give a true and fair view of the state of affairs of the Company and of the profit and loss and cash flows for that year. In preparing these financial statements, the directors have selected suitable accounting policies and applied them consistently, made judgements and estimates that are reasonable and prudent and followed International Financial Reporting Standards and complied with the requirements of the Companies Act, 2019 (Act 992) and the Non-Bank Financial Institutions Act, 2008 (Act 774).

The directors are responsible for ensuring that the Company keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company. The directors are also responsible for safeguarding the assets of the Company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors have made an assessment of the Company's ability to continue as a going concern and have no reason to believe that the business will not be a going concern.

#### Principal activities

The Company's principal activity is the renting and leasing of machinery, equipment and tangible goods.

#### Approval of the financial statements

The financial statements of the Company were approved by the Board of Directors on 21st April 2023.

  
Victoria Bright  
Board Chairperson

  
Shione Sbarigia  
Managing Director

### NOTES TO THE SUMMARY FINANCIAL STATEMENTS

#### 1. REPORTING ENTITY

AMEL Ghana LTD (the Company) is a limited liability company incorporated in Ghana. The address of its registered office is Block B593/8, North Industrial Area, Ring Road West, Accra, Ghana. The Company is a subsidiary of AMEL Holding Limited, a company incorporated in Dubai. The principal activities carried out by the Company include the renting and leasing of machinery, equipment and tangible goods.

#### 2. BASIS OF PREPARATION

The summary financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The summary financial statements comply with IFRS as issued by the International Accounting Standards Board (IASB). The summary financial statements have also been prepared in the manner required by the Companies Act, 2019 (Act 992) and the Non-Bank Financial Institutions Act, 2008 (Act 774). The summary financial statements have been prepared under the historical cost convention.

The summary financial statements in publication is an extract from the financial statements for the year ended 31 December 2022. The full set of the financial statements are available for inspection at Block B593/8, North Industrial Area, Ring Road West, Accra.

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these summary financial statements are consistent with the accounting policies in the audited financial statements of the Company for the year ended 31 December 2022. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### 4. FUNCTIONAL AND PRESENTATION CURRENCY

The summary financial statements are presented in Ghana Cedi, which is the Company's functional and presentation currency.

#### 5. RISK MANAGEMENT

The Company's activities expose the business to risks. These risks are managed professionally and in a targeted manner. Key risks arising from core functions are identified and measured to facilitate managing and determining risk positions and capital allocations. The risk arising from financial instruments to which the Company is exposed are:

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

The Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework.

Key risk ratios for the Company are summarised below:

	2022	2021
Gearing ratio	0.83	0.50
Leverage (Times)	8.25	10.91
Single exposure/obligor limit (Secured 25%)	22%	21%
Single exposure/obligor limit (Unsecured 10%)	-	-
Default in statutory liquidity	-	-
Default in statutory liquidity sanctions	-	-
Capital adequacy ratio	56%	71%

### INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF AMEL GHANA LTD

#### Our opinion

In our opinion, the accompanying summary financial statements of AMEL Ghana LTD (the "Company"), are consistent, in all material respects, with the audited financial statements of the Company for the year ended 31 December 2022, on the basis described in the notes.

#### The summary financial statements

The Company's summary financial statements derived from the audited financial statements for the year ended 31 December 2022 comprise:

- the summary statement of financial position as at 31 December 2022;
- the summary statement of comprehensive income for the year then ended;
- the summary statement of changes in equity for the year then ended;
- the summary statement of cash flows for the year then ended; and
- the related notes to the summary financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Companies Act, 2019 (Act 992) and the Non-Bank Financial Institutions Act, 2008 (Act 774). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. *The audited financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.*

#### The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 21st April 2023.

#### Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements on the basis described in the notes.

#### Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised), "Engagements to Report on Summary Financial Statements".

The engagement leader on the audit resulting in this independent auditor's report is Destiny Selorm Attatsitsey (ICAG/P/1619).

  
PricewaterhouseCoopers (ICAG/F/2023/028)  
Chartered Accountants  
Accra, Ghana  
12th May, 2023

