

**Audited financial statements
for the year ended December 31, 2024**

Statement of financial position

(All amounts are stated in Ghana cedis unless otherwise stated)

	Note	As at December 31	
		2024	2023
Assets			
Cash and cash equivalents	5	4,589,013	14,770,519
Investment securities	6	2,999,992	-
Loans and advances to customers	7	24,005,949	13,686,301
Prepayments	8	3,690,917	779,890
Accounts receivable	9	5,929,648	80,245
Income tax recoverable	10.2	54,371	54,371
Other assets	11	824,163	893,783
Property, plant and equipment	12	22,244,934	4,310,988
Intangible assets	13	7,930,704	31,320
Deferred tax assets	10.4	5,432,762	7,117,657
Total assets		77,702,453	41,725,075
Liabilities and Equity			
Liabilities			
Customer deposits	14	53,123,228	38,319,622
Deposit of shares	35	-	30,000,000
Account & other payables	15	8,031,032	5,136,473
Total liabilities		61,154,260	73,456,095
Shareholders' equity			
Stated capital	16	56,064,515	13,164,515
Deposit for shares	17	86,600	265,112
Revaluation reserve	18	13,478,633	-
Credit risk reserve	19	771,562	771,562
Statutory reserves	20	1,964,945	1,964,945
Retained earnings		(55,818,062)	(47,897,154)
Total shareholders' equity		16,548,193	(31,731,020)
Total equity and liabilities		77,702,453	41,725,075

The annual reports and audited financial statements were approved by the Board on 27th August 2025 and signed on their behalf by:

Signature:

Signature:

Name of Director:

Name of Director:

The notes on pages 21 to 79 are integral part of these audited financial statements.

**Audited financial statements
for the year ended December 31, 2024**

Statement of comprehensive income

(All amounts are stated in Ghana cedis unless otherwise stated)

		Year ended December 31	
	Note	2024	2023
Interest income at effective interest rate	21	5,193,379	1,791,670
Other interest and similar income	22	3,483,053	71,877
Interest expense at effective interest rate	23	(976,063)	(5,146,754)
Other interest expense	24	-	(35,240)
Net interest income		7,700,369	(3,318,447)
Fees and commission income	25	996,056	83,595
Commission expenses	26	(241,858)	(124,163)
Other operating income	27	698,979	56,858
Operating income		9,153,546	(3,302,158)
Impairment loss on financial assets	28	(1,811,516)	(678,008)
Net operating income		7,342,030	(3,980,166)
Employee benefits	29	(11,635,819)	(6,081,392)
Other operating expenses	30	(6,435,101)	(4,008,238)
Total operating expenses		(18,070,920)	(10,089,630)
Loss before taxation		(10,728,890)	(14,069,796)
Growth and sustainability levy	10.6	-	-
Income tax expense	10.1	2,807,982	6,651,866
Loss for the year		(7,920,908)	(7,417,930)
Other comprehensive income			
<i>that will not be reclassified subsequently to profit or loss:</i>			
Revaluation gains on property		17,971,511	-
Tax effect		(4,492,878)	-
Total other comprehensive income for the year		13,478,633	-
Total comprehensive income/ (loss) for the year		5,557,725	(7,417,930)
Basic earnings/(loss) per Ordinary Share (GHp)	34	10	(56)
Diluted earnings/(loss) per Ordinary Share (GHp)	34	10	(13)

The notes on pages 21 to 79 are integral part of these audited financial statements.

Audited financial statements for the year ended December 31, 2024

Statement of changes in equity

(All amounts are stated in Ghana cedis unless otherwise stated)

	Stated capital	Deposit for shares	Retained earnings	Revaluation reserve	Credit risk reserve	Statutory reserve	Total equity
Balance as at 1 January 2024	13,164,515	265,112	(47,897,154)	-	771,562	1,964,945	(31,731,020)
Total comprehensive income for the year							
Profit for the year	-	-	(7,920,908)	-	-	-	(7,920,908)
Fair value adjustment to tangible assets	-	-	-	13,478,633	-	-	13,478,633
Transactions with owners							
New share capital issued	-	42,721,488	-	-	-	-	42,721,488
Net transaction with owners							
Transfers within equity	-	42,721,488	-	-	-	-	42,721,488
Transfer from deposits for shares	42,900,000	(42,900,000)	-	-	-	-	-
Total transfers within equity							
42,900,000 (42,900,000)	-	-	-	-	-	-	-
Balance as at 31 December 2024	56,064,515	86,600	(55,818,062)	13,478,633	771,562	1,964,945	16,548,193

	Stated capital	Deposit for shares	Retained earnings	Revaluation reserve	Credit risk reserve	Statutory reserve	Total equity
Balance as at 1 January 2023	13,164,515	265,112	(39,901,424)	-	193,762	1,964,945	(24,313,090)
Total comprehensive income for the year							
Profit for the year	-	-	(7,417,930)	-	-	-	(7,417,930)
Transfers within equity							
Transfer to credit risk reserve	-	-	(577,800)	-	577,800	-	-
Total transfers within equity							
(577,800)	-	-	(577,800)	-	577,800	-	-
Balance as at 31 December 2023	13,164,515	265,112	(47,897,154)	-	771,562	1,964,945	(31,731,020)

The notes on pages 21 to 79 are integral part of these audited financial statements.

**Audited financial statements
for the year ended December 31, 2024**
Statement of cash flows

(All amounts are stated in Ghana cedis unless otherwise stated)

	Note	Year ended December 31	
		2024	2023
Operating activities			
Loss before taxation		(10,728,890)	(14,069,796)
Adjustment for:			
– Amortisation on intangible assets	31.2	22,970	47,401
– Depreciation on property, plant and equipment	31.2	328,986	381,684
– Profit/ Loss on disposal on property and equipment		-	(56,858)
– Write off	30	18,893	-
– Adjustment to PPE		-	(10,830)
– Impairment loss	28	1,811,516	678,008
Cash from operations before changes in working capital		(8,546,525)	(13,030,390)
Changes in working capital			
Movement in loans and advances to customers		(12,131,164)	2,343,543
Movement in other assets		50,726	(767,296)
Movement in prepayments		(2,911,027)	(364,288)
Movement in accounts receivable		(5,849,403)	643,231
Movement in customer deposits		14,803,606	(4,618,287)
Movement in account and other payables		2,894,559	547,752
Cash used in operations		(11,689,227)	(15,245,735)
Growth and sustainability levy paid		-	-
Tax paid		-	-
Net cash flows used in operating activities		(11,689,227)	(15,245,735)
Investing activities			
Purchase of treasury bills	6	(2,999,992)	-
Purchase of property, plant and equipment	12	(291,421)	(158,882)
Proceeds from sale of property, plant and equipment		-	56,858
Net cash flows from/used in investing activities		(11,213,767)	(102,024)
Financing activities			
Deposit for shares	35	12,721,488	30,000,000
Repayment of borrowings	15	-	(30,000)
Net cash flows from financing activities		12,721,488	29,970,000
Net movement in cash and cash equivalents		(10,181,506)	14,622,241
Cash and cash equivalents at beginning of the year		14,770,519	148,278
Cash and cash equivalents at end of the year		4,589,013	14,770,519

The notes on pages 21 to 79 are integral part of these audited financial statements.



Independent auditor's report to the members of Utrak Savings and Loans Ltd

Opinion

We have audited the financial statements of Utrak Savings and Loans Limited, which comprise the statement of financial position as at 31 December 2024, the statement of comprehensive income, the statement of changes in equity, and the statement of cash flows for the year then ended, as well as notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of Utrak Savings and Loans Limited as at 31 December 2024, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and comply with the requirements of the Companies Act, 2019 (Act 992) and the Banks and Specialised Deposit-Taking Institutions Act, 2016 (Act 930).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For the matter below, we have provided our description of how our audit addressed the matter as provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of misstatement of the financial statements. The result of our audit procedures, including the procedures performed to address the matter below, provide the basis for our audit opinion on the accompanying financial statements.



Independent auditor's report to the members of Utrak Savings and Loans Ltd

Key Audit Matters (continued)

Key audit matter	How the matter was addressed during the audit
Loan loss impairment	
<p>Impairment of loans and advances to customers is a key audit matter due to the significance of the balances and the complexity and subjectivity of estimating timing and the amount of impairment. Loans for which there is objective evidence that an impairment event has occurred are assessed individually for impairment. If there is deemed to be no evidence that an impairment exists on an individual basis, loans are assessed collectively for impairment. The estimation of impairment loss on an individual basis requires management to make judgments to determine whether there is objective evidence of impairment and to make assumptions about the financial conditions of the borrower and expected future cash flows.</p> <p>In addition, per Bank of Ghana prudential requirements, where IFRS provisioning is lower than regulatory provisioning, a credit risk reserve must be established.</p>	<p>The audit team:</p> <ul style="list-style-type: none"> assessed and tested the design, implementation, and operating effectiveness of key controls over the capture, monitoring, and reporting of loans and advances to customers. assessed and tested the design and operating effectiveness of controls over the loan impairment process regarding management's review process over impairment calculations. substantively validated the year-end impairment by re-performing calculations and agreeing a sample of data inputs to source documentation. The team also assessed whether the data used in the models are complete and accurate by testing a sample of relevant data fields and their aggregate amounts against data in the source systems. we examined a sample of performing loans to evaluate if any indicators of impairments existed to test the completeness of individual impairment provisions.
Compliance with minimum capital and statutory reserve fund requirements	
<p>Utrak Savings and Loans Ltd is regulated by the Bank of Ghana and must comply with minimum capital requirements and make a transfer of at least 25% of profit after tax to a Statutory Reserve Fund, in accordance with section 34 of the Banks and SDIs Act, 2016 (Act 930).</p> <p>Non-compliance may result in regulatory sanctions.</p>	<p>We reviewed the BoG capital adequacy returns and performed recalculations to confirm the company's capital position.</p> <p>The team also examined the board's approval and journal entries to verify the transfer to the statutory reserve fund was made in compliance with regulatory requirements.</p> <p>We reviewed communications with the regulator and minutes of board meetings. We also evaluated disclosures made in the financial statements in relation to regulatory capital and reserves.</p> <p>The Company's CAR in 2024 is 2%; below the minimum requirement of 10%, indicating the company is undercapitalized] per the regulatory standards.</p>



Independent auditor's report to the members of Utrak Savings and Loans Ltd

Key Audit Matters (continued)

Key audit matter	How the matter was addressed during the audit
Property, plant and equipment	
The Company holds a significant balance of PPE, including branches, motor vehicles, and IT infrastructure. Risks include incorrect capitalisation, depreciation errors, asset existence, and impairment assessments. Given changes in asset usage and repairs, the area required audit focus.	<p>The company revalued its properties during the year, which introduces significant judgement and estimation risk. There is a risk that assets may be misstated if the valuation methodology or assumptions are inappropriate.</p> <p>Our audit procedures included:</p> <ul style="list-style-type: none"> • reviewing the qualifications and independence of the professional valuer; • assessing the reasonableness of key assumptions and valuation techniques used; • reclassification adjustments and recalculating depreciation; • reviewing the appropriateness of disclosures in line with IAS 16; • reviewing and confirming BoG approval of the revaluation. • Evaluating the treatment of revaluation surplus and its impact on equity and CAR, if applicable.

Other Information

The Directors are responsible for the other information. Our opinion on the financial statements does not cover other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



Independent auditor's report to the members of Utrak Savings and Loans Ltd

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management; and
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation and
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Independent auditor's report to the members of Utrak Savings and Loans Ltd

Report on Other Legal and Regulatory Requirements

The Companies Act 2019 (Act 992) as amended requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- i) we have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit;
- ii) in our opinion, proper books of account have been kept by the financial institution, so far as appears from our examination of those books;
- iii) the statement of financial position and comprehensive income of the financial institution are in agreement with the books of account;
- iv) in our opinion, to the best of our information and according to the explanations given to us, the accounts give the information required under the Act, in the manner so required and give a true and fair view of the state of affairs of the financial institution at the end of the financial year and of the profit or loss for the financial year then ended; and
- v) we are independent of the financial institution pursuant to section 143 of the Companies Act 2019 (Act 992).

We also confirm that, as far as our audit is concerned, the Company's transactions were within its powers and complied with the Companies Act, 2019 (Act 992).

The Bank and Specialized Deposit-Taking Institutions Act, 2016, (Act 930) under section 85 (2) requires that we report on certain matters. Accordingly, we state that:

- i) the account gives a true and fair view of the statement of affairs of the financial institution and the results of operations for the year under review;
- ii) we were able to obtain all the information and explanations required for the efficient performance of our duties;
- iii) the transactions of the financial institution are generally within the powers of the financial institution;
- iv) the financial institution has generally complied with the provisions of the financial institutions and specialised Deposit-Taking Institutions Act, Act 2016, (Act 930).

The financial institution has generally complied with the provisions for the Anti-Money Laundering Act, 2008, (Act 749), the Anti-Terrorism Act, 2008 (Act 792) and regulations made under these enactments.

Other matters

The financial institution has generally complied with the provisions of the Corporate Governance Disclosure Directive 2022 issued by the Bank of Ghana.

The engagement partner on the audit resulting in this independent auditor's report is **Daniel Wilson Addo (ICAG/P/1124)**

J. A. Abrahams & Co.
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J. A. Abrahams and Co.

(ICAG/F/2025/009)

Chartered Accountants

P. O. Box 455

East Legon - Accra

22 August
....., 2025

**Annual reports
for the year ended December 31, 2024****Report of the Directors (continued)****Capacity building of Director**

Upon being appointed to the Board, Directors receive complete, structured, and tailored induction programs that equip them with an extensive understanding of the Company's operations, risks, and obstacles, as well as economic and legal contexts. In addition to the various training programs offered throughout the year, strategic and other review programs ensure that Directors stay up to speed on the latest developments in their fields of expertise and business familiarity. Insights on the sector and other changes are also provided, enabling them to fulfil their roles on the Board and its committees efficiently.

Financial risk management

Information about the Company's financial risk management objectives is set out in note 4 (pages 43 – 62) to the Audited Financial Statements.

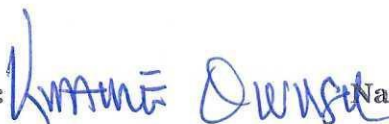
Acknowledgement

The Board of Directors hereby expresses its sincere appreciation for the support, loyalty and dedicated service of staff, management and all stakeholders of the Company over the past year.

Approval of financial statements

The financial statements for the year set out on pages 21 to 79, which have been prepared on the going concern basis, were approved by the Board of Directors on 27th August, 2025 and signed on their behalf by:


Name of Director:



Name of Director:



Signature of Director:



Signature of Director:

