ADVANS GHANA SAVINGS AND LOANS LTD.

UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2026

UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30 JUNE 2026

	June 2026 GHS	June 2025 GHS
Interest income	192,984,024	141,203,298
Interest expense	(33,476,768)	(30,022,702)
Net interest income	**159,507,256**	**111,180,596**
Fees and commissions income	1,664,833	1,644,083
Other operating income	14,821	77,375
Operating Income	**161,186,910**	**112,902,054**
Impairment charges	(21,155,963)	(5,614,641)
Personnel expenses	(37,288,617)	(29,934,184)
Depreciation of property and equipment	(1,913,473)	(1,535,406)
Depreciation of right-of-use assets	(2,164,827)	(1,841,133)
Amortisation of intangible assets	(1,561,470)	(1,560,840)
Other operating expenses	(40,366,046)	(38,499,951)
	(83,294,433)	**(73,371,514)**
Profit before income tax	**56,736,514**	**33,915,900**
Income tax expense	(17,796,810)	(10,774,770)
Profit for the Period	**38,939,704**	**23,141,130**
Other comprehensive income	-	-
Total comprehensive income	**38,939,704**	**23,141,130**

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	June 2026 GHS	June 2025 GHS
Assets		
Cash and bank balances	68,528,181	40,044,798
Due from banks	60,406,446	12,007,886
Government securities	9,998,312	5,145,758
Loans and advances to customers	607,496,861	465,159,433
Other assets	17,842,856	17,585,640
Property and equipment	72,909,262	58,133,250
Right-of-use assets	12,917,186	7,465,205
Intangible assets	19,538,513	22,142,573
Total assets	**869,637,619**	**627,684,544**
Equity and liabilities		
Liabilities		
Customer deposits	474,407,765	347,428,158
Borrowings	146,452,133	121,811,671
Other liabilities	39,926,181	28,745,346
Lease Liabilities	6,289,152	4,879,304
Corporate tax payable	5,034,166	5,386,319
Deferred tax liability	1,433,307	6,058,027
Total liabilities	**673,542,704**	**514,308,826**
Shareholders' equity		
Stated capital	27,291,374	27,291,374
Statutory reserve	46,908,965	26,229,166
Revaluation reserve	21,902,702	21,902,702
Retained earnings	99,991,874	37,952,476
Total shareholders' equity	**196,094,915**	**113,375,718**
Total equity and liabilities	**869,637,619**	**627,684,544**

Signed
Eli Hini
Board Chairman

Signed
Guillaume Valence
CEO/Managing Director

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE 2026

Period ended 30 June 2026	**Stated Capital**	**Revaluation Reserve**	**Retained earnings**	**Statutory Reserve**	**Total**
At 1 January 2026	27,291,374	21,902,702	70,787,096	37,174,039	**157,155,211**
Profit for the period	-	-	38,939,704	-	**38,939,704**
Transfer to statutory Reserve	-	-	(9,734,926)	9,734,926	-
At 30 June 2026	**27,291,374**	**21,902,702**	**99,991,874**	**46,908,965**	**196,094,915**

Period ended 30 June 2025	Stated Capital	Revaluation Reserve	Retained earnings	Statutory Reserve	Total
At 1 January 2025	27,291,374	21,902,702	20,596,629	20,443,883	90,234,589
Profit for the period	-	-	23,141,130	-	23,141,130
Transfer to statutory Reserve	-	-	(5,785,282)	5,785,282	-
At 30 June 2025	27,291,374	21,902,702	37,952,476	26,229,166	113,375,718

UNAUDITED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 JUNE 2026

	June 2026 GHS	June 2025 GHS
Cash flows from operating activities		
Profit before taxation	56,736,514	33,915,900
Adjustments for:		
Depreciation of property and equipment	1,913,473	1,535,406
Depreciation of right-of-use assets	2,164,827	1,841,133
Amortization of intangible assets	1,561,470	1,560,840
Finance cost on leases	424,017	299,127
Loss/(Profit) on the sale of property & equipment	-	(7,810)
Other non-cash items included in profit or loss	1,423,920	8,672,684
Changes in:		
Increase in loans & advances	(33,602,714)	(78,280,497)
(Increase)/decrease in other assets	5,368,580	(2,096,662)
Increase in customer deposits	34,399,466	64,913,153
Increase/(decrease) in other liabilities	4,046,494	(12,545,677)
Cash generated from operations	**74,436,048**	**19,807,597**
Income taxes paid	(14,429,366)	(6,969,775)
Net cash flows generated from operating activities	**60,006,682**	**12,837,822**
Cash flows from investing activities		
Purchase of property and equipment	(12,460,764)	(9,531,067)
Lease prepayments	(4,480,129)	(1,821,758)
Additions to Intangible assets	-	(162,640)
Proceeds from sale of property and equipment	-	8,600
Net cash flows (used in) investing activities	**(16,940,893)**	**(11,506,866)**
Cash flows from financing activities		
Repayment of borrowings	(14,112,975)	(25,970,054)
Drawdown on borrowings	-	19,509,795
Lease liability payments	(1,651,380)	(459,581)
Net cash flows used in financing activities	**(15,764,355)**	**(6,919,840)**
Net change in cash and cash equivalents	**27,301,433**	**(5,588,884)**
Cash and cash equivalents at 1 January	111,631,507	62,787,326
Cash and cash equivalents at end of period	**138,932,940**	**57,198,443**
Analysis of cash and cash equivalents:		
Cash & bank balances	68,528,181	40,044,798
Due from banks	60,406,446	12,007,886
Government securities	9,998,312	5,145,758
	138,932,940	**57,198,443**

1. Reporting Entity

Advans Ghana Savings and Loans Ltd was incorporated on 20 November 2007 as a Limited Liability Company under the Companies Act 1963, (Act 179), now replaced by the Companies Act 2019 (Act 992). The company is a subsidiary of Advans SA SICAR, a company incorporated in Luxembourg, which holds 93.78% of the issued ordinary shares of the Company.

2. Basis of Preparation

The Company's financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act 2019 (Act 992) and the Banks and Specialized Deposit–Taking Institutions Act, 2016 (Act 930). The financial statements have been prepared on a historical cost basis, as modified by the revaluation of certain financial assets and liabilities.

3. Use of Judgement and Estimates

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liability simultaneously. Income and expenses are not offset in the statement of profit or loss and other comprehensive income unless required or permitted by any accounting standard or interpretation, and as specifically disclosed in the accounting policies of the Company.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the directors to exercise judgement in the process of applying the Company's accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period the assumptions changed.

4. Risk Management

As a financial institution, risk is at the core of our operations. To manage it, we have designed a risk management framework that aims to comprehensively cover the following dominant risks: Credit Risk, Liquidity Risk, Operational Risk, and Market Risk. The processes used in measuring these risks and managing them include the use of ratios and other internal assessments and tools. These processes are consistent with those followed in the prior year. These dominant risks have remained stable over the last three (3) years, and we project that they will continue to remain stable.

- ✓ Credit Risk is managed by using internal credit ratings for all credits, and a strong credit appraisal and control regime adopted by the Advans Group.
- ✓ The assets and Liabilities Committee (ALCO) under delegated authority from the Board of Director's sets and Monitor Liquidity Risk and Market Risk standards in accordance with regulatory and Group requirements. Over the period, no default has been recorded in the maintenance of statutory liquidity.

5. Regulatory Disclosures

	June 2026	June 2025
Non–Performing Loans Ratio	**7.36%**	4.56%
Capital Adequacy Ratio	**18.94%**	13.95%
Liquid Ratio	**15.67%**	8.92%
Default in Statutory Liquidity	**Nil**	Nil
Statutory Sanctions	**Nil**	Nil