

E.S.L.A. PLC

***UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2019***

E.S.L.A. PLC
STATEMENT OF FINANCIAL POSITION AT 30 SEPTEMBER 2019

	Note	2019 GH¢'000	2018 GH¢'000
ASSETS			
Non-current assets			
E.S.L.A. receivables	7	4,080,636	3,769,961
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Current assets			
Cash and cash equivalents		794,419	841,875
E.S.L.A. receivables	7	1,614,007	1,278,765
Other receivables		2,495	3,437
		-----	-----
Total current assets		2,410,921	2,124,077
		-----	-----
Total assets		6,491,557	5,894,038
		=====	=====
LIABILITIES			
Non-current liabilities			
Bonds payable	6	5,937,647	5,384,089
		-----	-----
Total non-current liabilities		5,937,647	5,384,089
Current liabilities			
Bond interest payable		478,255	452,583
Other payable		1,548	5,913
Deposits towards expenses		2,666	1,137
Deferred income (bond premium)		19,072	12,391
Tax payable		1,685	9,479
		-----	-----
Total current liabilities		503,226	481,503
		-----	-----
Total liabilities		6,440,873	5,865,592
		=====	=====
EQUITY			
Stated capital		10	10
Retained earnings		50,674	28,436
		-----	-----
Total equity		50,684	28,446
		-----	-----
Total equity and liabilities		6,491,557	5,894,038
		=====	=====

The notes on pages 5 to 6 form an integral part of these condensed financial statements.

E.S.L.A. PLC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	9mths to 30/9/19 GH¢'000	12mths to 30/9/18 GH¢'000
E.S.L.A. receipts applied towards interest expense	829,924	978,977
E.S.L.A. receipts applied towards administrative expenses	4,790	5,257
	-----	-----
Total E.S.L.A. receipts applied	834,714	984,234
Interest expense	(829,924)	(987,977)
Administrative expenses	(4,790)	(5,257)
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Operating results	-	-
Other income	23,497	37,942
Other expenses	(10)	(27)
	-----	-----
	23,487	37,915
Income tax expense	(5,872)	(9,479)
	-----	-----
Results after tax	17,615	28,436
Other comprehensive income	-	-
	-----	-----
Total comprehensive income	17,615	28,436
	=====	=====
Earnings per share (GH¢)	17.62	28.44
	=====	=====

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E.S.L.A. PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2018

2019	Stated Capital GH¢'000	Retained Earnings GH¢'000	Total Equity GH¢'000
Balance at the beginning	10	33,059	33,069
Total comprehensive income for the period			
Results for the period	-	17,615	17,615
	-----	-----	-----
Total comprehensive income for the period	-	17,615	17,615
	-----	-----	-----
Transactions with owners of the Company			
Proceeds from the issue of shares	-	-	-
	-----	-----	-----
	-	-	-
	-----	-----	-----
Balance at 30 September 2019	10	50,674	50,684
	====	=====	=====
2018			
Balance at the beginning	-	-	-
Total comprehensive income for the period			
Results for the period	-	28,436	28,436
	-----	-----	-----
Total comprehensive income for the period	-	28,436	28,436
	-----	-----	-----
Transactions with owners of the Company			
Proceeds from the issue of shares	10	-	10
	-----	-----	-----
	10	-	10
	-----	-----	-----
Balance at 30 September 2018	10	28,436	28,446
	====	=====	=====

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E.S.L.A. PLC
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	9mths to 30/9/19 GH¢'000	12mths to 30/9/18 GH¢'000
Cash flows from operating activities		
Results after tax	17,615	28,436
<i>Adjustment:</i>		
Income tax expense	5,872	9,479
Net interest income	(21,728)	(9,510)
Amortisation of cash premium	(1,759)	(1,214)
	-----	-----
	-	27,191
Administration expenses paid	(4,289)	(2,280)
Interest paid	(525,230)	(523,165)
Tax paid	(15,207)	(528)
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Net cash used in operating activities	(544,726)	(498,782)
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Cash flows from investing activities		
Net interest received	26,020	6,602
	-----	-----
Net cash from investing activities	26,020	6,602
Cash flows from financing activities		
Proceeds from the issue of shares	-	10
Cash proceeds from bonds issued	351,071	1,754,974
ESLA levies collected	1,210,505	1,278,765
Novated loans repaid	(336,763)	(1,420,607)
Bond issuing costs	(11,070)	(62,657)
Bond premium	-	13,604
Bond buyback	(459,048)	(230,034)
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Net cash from financing activities	754,695	1,334,055
	-----	-----
Net increase in cash and cash equivalents	235,989	841,875
Cash and cash equivalents at beginning	558,430	-
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Cash and cash equivalents at 30 September	794,419	841,875
	=====	=====

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E.S.L.A. PLC
NOTES FORMING PART OF THE CONDENSED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2019

1. REPORTING ENTITY

E.S.L.A. Plc is a public limited liability company incorporated and domiciled in Ghana. The address of its registered office is Ocean House, 13 Yiyiwa Drive Abelenkpe, Accra. The company was established to among others issue debt securities to refinance Ghana's energy sector debt.

2. BASIS OF PREPARATION

The condensed financial statements have been prepared based on policies that are derived from International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 1963 (Act 179). The management accounts have been prepared to fulfil reporting requirements of the Securities and Exchange Commission. These policies have been consistently applied to all periods presented, unless otherwise stated.

3. BASIS OF MEASUREMENT

The condensed financial statements have been prepared on the historical cost basis.

4. FUNCTIONAL AND PRESENTATION CURRENCY

The condensed financial statements are presented in Ghana Cedis (GH¢) which is the company's functional currency. Except otherwise indicated, the financial information presented has been rounded to the nearest thousand.

5. USE OF JUDGEMENT AND ESTIMATES

The preparation of the condensed financial statements in conformity with policies derived from IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period or in the period of revision and future periods, if the revision affects both current and future periods.

6. BONDS PAYABLE

(a) Face Value of Securities Issued

Between November 2017 and September 2019, the company issued the following bonds to refinance Ghana's energy sector debts.

	2019	2018
	GH¢'000	GH¢'000
Balance at beginning of period	5,664,721	-
7-year bond – November 2017/2024 (cancelled)	(149,059)	2,408,626
10-year bond – November 2017/2027 (cancelled)	(297,395)	2,375,348
10-year bond retap – January 2018/2027	-	615,948
10-year bond retap – August 2018/2027 (cancelled)	(218,267)	264,799
10-year bond retap – June 2018/2029	1,000,000	-
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	6,000,000	5,664,721
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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

(b) Amortised Cost of Securities Issued

As part of its liability management program the company purchased some of the issued bonds on the open market and cancelled them during the period under review.

The cost of issuing bonds as at 30 September 2018 was GH¢65,592,733. Due to additional issue of bonds in June 2019 the issuance cost increased to GH¢76,662,671 as at 30 September 2019.

The debt securities are backed by receivables collected under the Energy Sector Levy Act, assigned to the Company by the Government of Ghana acting through the Ministry of Finance.

The Company measures its bonds at amortised cost using the effective interest method.

7. E.S.L.A RECEIVABLES

These are levies expected to be collected under the energy sector levy act to refinance the energy sector debt. The E.S.L.A receivables is to support the payment of debt securities and its related expenses as and when they fall due.

	2019	2018
	GH¢'000	GH¢'000
Balance at beginning of period	5,082,810	-
Net assigned E.S.L.A. receivables on novated debt	986,361	5,325,311
Collections during the period	(1,210,505)	(1,278,765)
Interest expense accrued	829,924	995,786
Collections transferred to deposit towards expenses	6,052	6,394
	-----	-----
	5,694,642	5,048,726
	=====	=====
Current	1,614,007	1,278,765
Non-current	4,080,635	3,769,961
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	5,694,642	5,048,726
	=====	=====

8. DIRECTORS' STATEMENT

The condensed financial statements which were approved on 31st October 2019, do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.

SIGNED
FREDERICK DENNIS
DIRECTOR

SIGNED
SIMON DORNOO
DIRECTOR