

E.S.L.A. PLC

***UNAUDITED CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021***

E.S.L.A. PLC
STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2021

	Note	2021 GH¢'000	2020 GH¢'000
ASSETS			
Non-current assets			
E.S.L.A. receivables	7	5,011,030	5,141,997
		-----	-----
Current assets			
Cash and cash equivalents		1,119,150	1,105,876
E.S.L.A. receivables	7	3,238,223	1,701,390
Other receivables		5,140	9,600
		-----	-----
Total current assets		4,362,513	2,816,866
		-----	-----
Total assets		9,373,543	7,958,863
		=====	=====
LIABILITIES			
Non-current liabilities			
Bonds payable	6	8,623,664	7,554,813
		-----	-----
Total non-current liabilities		8,623,664	7,554,813
Current liabilities			
Bond interest payable		574,537	311,132
Other payable		4,175	1,785
Deposits towards expenses		8,148	5,434
Deferred income (bond premium)		-	16,139
Tax payable		511	414
		-----	-----
Total current liabilities		587,371	334,904
		-----	-----
Total liabilities		9,211,035	7,889,717
		=====	=====
EQUITY			
Stated capital		10	10
Retained earnings		162,498	69,136
		-----	-----
Total equity		162,508	69,146
		-----	-----
Total equity and liabilities		9,373,543	7,958,863
		=====	=====

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 YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020
	GH¢'000	GH¢'000
E.S.L.A. receipts applied towards interest expense	1,812,524	1,462,518
E.S.L.A. receipts applied towards administrative expenses	9,473	6,764
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Total E.S.L.A. receipts applied	1,821,997	1,469,282
Interest expense	(1,812,524)	(1,462,518)
Administrative expenses	(9,473)	(6,764)
	-----	-----
Operating results	-	-
Other income	133,235	37,906
Other expenses	(77)	-
Net discount on Bond Transactions	(7,074)	-
Expected credit loss (provision)	(1,201)	(2,751)
	-----	-----
	124,883	35,155
Income tax expense	(31,521)	(9,477)
	-----	-----
Results after tax	93,362	25,678
Other comprehensive income	-	-
	-----	-----
Total comprehensive income	93,362	25,678
	=====	=====
Earnings per share (GH¢)	93.36	25.68
	=====	=====

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E.S.L.A. PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

2021	Stated Capital GH¢'000	Retained Earnings GH¢'000	Total Equity GH¢'000
Balance at 1 January 2021	10	69,136	69,146
Total comprehensive income for the period			
Results for the period	-	93,362	93,362
	---	-----	-----
Total comprehensive income for the period	-	93,362	93,362
	---	-----	-----
Transactions with owners of the Company			
Proceeds from the issue of shares	-	-	-
	---	-----	-----
	-	-	-
	---	-----	-----
Balance at 31 December 2021	10	162,498	162,508
	==	=====	=====
 2020			
Balance at 1 January 2020	10	43,458	43,468
Total comprehensive income for the period			
Results for the period	-	25,678	25,678
	---	-----	-----
Total comprehensive income for the period	-	25,678	25,678
	---	-----	-----
Transactions with owners of the Company			
Proceeds from the issue of shares	-	-	-
	---	-----	-----
	-	-	-
	---	-----	-----
Balance at 31 December 2020	10	69,136	69,146
	==	=====	=====

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E.S.L.A. PLC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020
	GH¢'000	GH¢'000
Cash flows from operating activities		
Results after tax	93,362	25,678
<i>Adjustment:</i>		
Income tax expense	31,521	9,477
Net discount on bond transactions	7,074	-
Expected credit loss (provision)	1,201	2,751
Net interest income	(132,060)	(35,552)
Amortisation of cash premium	(1,175)	(2,354)
	-----	-----
	77	-
Administration expenses paid	(9,089)	(6,363)
Interest paid	(1,513,368)	(1,299,066)
Tax paid	(31,424)	(9,432)
	-----	-----
Net cash used in operating activities	(1,553,804)	(1,314,861)
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Cash flows from investing activities		
Net interest received	136,521	28,447
	-----	-----
Net cash from investing activities	136,521	28,447
Cash flows from financing activities		
Cash proceeds from bonds issued	399,333	12,000
ESLA levies collected	2,437,375	1,711,298
Bond premium	-	11
Novated loans repaid	(347,251)	-
Bond issuance & buyback costs	(27,540)	(18,671)
Bond buyback	(1,031,860)	-
	-----	-----
Net cash from financing activities	1,430,057	1,704,638
	-----	-----
Net increase in cash and cash equivalents	12,774	418,224
Cash and cash equivalents at beginning	1,105,876	688,152
Expected credit loss on cash and cash equivalent	-	(500)
	-----	-----
Cash and cash equivalents at 31 December	<u>1,119,150</u>	<u>1,105,876</u>
	=====	=====

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

E.S.L.A. PLC
NOTES FORMING PART OF THE CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

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, 2019 (Act 992). 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 December 2021, the company issued the following bonds to refinance Ghana's energy sector debts.

	2021	2020
	GH¢'000	GH¢'000
Balance at beginning of period	7,629,522	6,000,000
12-year bonds issued	2,052,556	1,629,522
Bond Exchange	1,073,260	-
Bond buybacks/cancellation	(2,054,748)	-
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	8,700,590	7,629,522
	=====	=====

E.S.L.A. PLC
NOTES FORMING PART OF THE CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 (CONT'D)

6. BONDS PAYABLE (CONT'D)

(b) Amortised Cost of Securities issued

Premium on bonds has been recognized in the statement of financial position and is being amortised over the life of the bonds.

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.

	2021	2020
	GH¢'000	GH¢'000
Balance at beginning of period	6,843,387	5,468,340
Net assigned E.S.L.A. receivables on novated debt	2,000,473	1,617,522
Collections during the period	(2,437,375)	(1,711,298)
Expected credit loss	(1,701)	(2,251)
Interest expense accrued	1,812,524	1,462,518
Collections transferred to deposit towards expenses	12,186	8,556
Buyback unamortised cost and other expense	19,759	-
	-----	-----
	8,249,253	6,843,387
	=====	=====
Current	3,238,223	1,701,390
Non-current	5,011,030	5,141,997
	-----	-----
	8,249,253	6,843,387
	=====	=====

8. DIRECTORS' STATEMENT

The condensed financial statements which were approved on 28th January 2022 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