



FAN MILK PLC

Un-Audited Financial Statements for the full year ended December 31, 2022

Statement of Comprehensive Income for the full year ended December 31, 2022

	2022 GH¢'000	2021 GH¢'000
Revenue	536,938	468,095
Cost of Sales	(421,066)	(344,819)
Gross Profit	115,872	123,276
Sales and Distribution Costs	(96,419)	(97,136)
Administrative Expenses	(53,247)	(52,123)
Other Income	3,651	5,927
Operating Profit	(30,143)	(20,056)
Finance Income	18,341	2,513
Finance Cost	(21,755)	(3,329)
Net Profit (Loss) before tax	(33,557)	(20,872)
Current Tax	(16,133)	7,443
Net Profit (Loss) after tax	(49,690)	(13,429)
Other Comprehensive Income	-	-
Total Comprehensive Income	(49,690)	(13,429)
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	(0.43)	(0.12)

Statement of Financial Position as at December 31, 2022

ASSETS	2022 GH¢'000	2021 GH¢'000
Non-current assets		
Property, Plant and Equipment	183,099	197,073
	183,099	197,073
Current Assets		
Inventories	150,977	168,083
Tax	6,908	9,013
Trade and Other Receivables	175,786	131,812
Bank and Cash Balances	61,320	65,581
	394,991	374,489
TOTAL ASSETS	578,089	571,562

COMMENTS TO THE FINANCIAL STATEMENTS:

Fan Milk PLC registered a positive growth in revenue by 14.7% over prior year. The growth in the last quarter was 25.7% , higher than previous year; driven by festive season activities. The overall strategy for 2022 to grow the outdoor business while accelerating the indoor business yielded another year of double digit growth . Whereas there was growth in topline, cost was strongly challenged by a number of factors. Gross profit margin was 21.6%, down from 26.3% last year. This was as a result of high inflation recorded over the months hitting 54.1% as at end of December. In addition the results include a significant net exchange loss of GHS 39.4m due to the steep depreciation of the local currency against the USD and the EURO. These macro economics factors severely affected FML to record a negative net profit before tax of GHS 33.6m for the full year 2022. The tax payment of GHS 16.1million in spite of the loss made was due to tax reassessment emanating from tax audits.

	2022 GH¢'000
EQUITY	
Stated capital	10,000
Retained earnings	186,985
TOTAL SHAREHOLDERS' EQUITY	196,985
LIABILITIES	
Non-current liabilities	
Deferred Tax	1,906
	1,906
Current liabilities	
Loan Facility	70,000
Trade and Other Payables	306,198
Tax	-
Dividends	3,000
	379,198
TOTAL LIABILITIES	381,104
TOTAL EQUITY AND LIABILITIES	578,089

Statement of Changes in Equity

	2022 GH¢'000	2021 GH¢'000
Stated capital	10,000	10,000
Retained earnings - January 1	236,675	250,104
Total comprehensive income	(49,690)	(13,429)
Dividend for previous year	-	-
Retained earnings - December 31	186,985	236,675
Total equity	196,985	246,675

Statement of Cash Flows for the full year ended December 31, 2022

	2022 GH¢'000	2021 GH¢'000
Cash Flows from Operating Activities		
Cash generated from Operations	(1,005)	11,845
Interest Paid	(21,755)	(3,329)
Interest Received	18,341	2,513
Tax Paid	(16,133)	(4,300)
Net Cash Generated from Operating Activities	(20,552)	6,729
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(11,704)	(38,677)
Proceeds from sale of Property, Plant and Equipment	1,393	6,059
Net Cash used in Investing Activities	(10,311)	(32,618)
Cash Flows from Financing Activities		
Lease Payment	(3,397)	(2,546)
Dividends Paid	(1)	(5)
Loan Facility	30,000	40,000
Net Cash used in Financing Activities	26,602	37,449
Increase (Decrease) in Cash and Cash Equivalents	(4,261)	11,560
Cash and Cash Equivalents at January 1	65,581	54,021
Cash and Cash Equivalents at December 31	61,320	65,581

Notes to the Financial Statement for the full year ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these quarterly financial statements are consistent to that of the most recent Annual Report and Accounts.

2. The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

3. Administrative expenses include:

	2022 GH¢'000	2021 GH¢'000
Directors Remuneration	465	1,178
Auditors Remuneration	256	229

4. Other Income

	2022 GH¢'000	2021 GH¢'000
Profit on Sale of Fixed Assets	1,197	2,272
Sale of Scraps & Sundry Income	87	1,061
Rent Income	1,228	1,003
Bad Debt Recovered	1,137	1,590

TO THE BEST OF OUR KNOWLEDGE THE FINANCIAL STATEMENTS DO NOT CONTAIN UNTRUE STATEMENTS, MISLEADING FACTS OR OMIT MATERIAL FACTS

Dr. Charles Mensa
Board Chairman

Ziobeiton Yeo
Managing Director