



# FAN MILK LIMITED

## Un-Audited Financial Statements for the three months ended March 31, 2019

### Statement of Comprehensive Income for the three months ended March 31, 2019

	2019 GH¢'000	2018 GH¢'000
<b>Revenue</b>	<b>115,189</b>	<b>105,856</b>
Cost of Sales	(70,041)	(61,055)
<b>Gross Profit</b>	<b>45,148</b>	<b>44,801</b>
Sales and Distribution Costs	(19,511)	(18,289)
Administrative Expenses	(8,654)	(6,356)
Depreciation & Amortisation	(7,553)	(6,033)
Other Income	408	411
<b>Operating Profit</b>	<b>9,838</b>	<b>14,534</b>
Finance Income	835	166
Finance Cost	(343)	(261)
<b>Net Profit before tax</b>	<b>10,330</b>	<b>14,439</b>
Taxation	(2,582)	(3,607)
<b>Net Profit after tax</b>	<b>7,747</b>	<b>10,832</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income</b>	<b>7,747</b>	<b>10,832</b>
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	0.07	0.09

### Statement of Financial Position as at March 31, 2019

ASSETS		
<b>Non-current assets</b>		
Property, Plant and Equipment	193,989	185,483
	<b>193,989</b>	<b>185,483</b>
<b>Current Assets</b>		
Inventories	49,184	70,038
Tax	8,574	1,837
Trade and Other Receivables	19,963	11,307
Bank and Cash Balances	52,186	24,668
	<b>129,906</b>	<b>107,850</b>
<b>TOTAL ASSETS</b>	<b>323,895</b>	<b>293,334</b>

### COMMENTS TO THE FINANCIAL STATEMENTS:

Revenue for Fan Milk Limited increased by 8.8% compared to the same period last year. This achievement was due to strong volume growth in the first quarter of the year. Cost of sales increased as compared to same period last year by 14.7%, due to inflation and depreciation of the cedi, resulting in a Gross Profit of GHS 45.1 million, a marginal increase of 0.7%. Operating Profit decreased by 32.3% largely due to exchange rates losses. For the same reasons, Net Profit before Tax also decreased by 28.5% compared to same period last year.

### Statement of Changes in Equity

	2019 GH¢'000	2018 GH¢'000
<b>Stated capital</b>	<b>10,000</b>	<b>10,000</b>
Retained earnings - January 1	224,574	211,676
Total comprehensive income	7,747	10,832
Dividend for previous year	-	-
<b>Retained earnings - March 31</b>	<b>232,321</b>	<b>222,508</b>
<b>Total equity</b>	<b>242,321</b>	<b>232,508</b>

### Statement of Cash Flows for the three month ended March 31, 2019

	2019 GH¢'000	2018 GH¢'000
<b>Cash Flows from Operating Activities</b>		
Cash generated from Operations	12,029	15,476
Interest Paid	(343)	(261)
Interest Received	835	166
Tax Paid	(1,814)	(3,611)
<b>Net Cash Generated from Operating Activities</b>	<b>10,707</b>	<b>11,769</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(4,815)	(8,330)
Proceeds from sale of Property, Plant and Equipment	325	533
<b>Net Cash used in Investing Activities</b>	<b>(4,490)</b>	<b>(7,797)</b>
<b>Cash Flows from Financing Activities</b>		
Dividends Paid	-	(3)
<b>Net Cash used in Financing Activities</b>	<b>-</b>	<b>(3)</b>
(Decrease) in Cash and Cash Equivalents	6,217	3,970
Cash and Cash Equivalents at January 1	45,969	20,699
<b>Cash and Cash Equivalents at March 31</b>	<b>52,186</b>	<b>24,668</b>

### Notes to the Financial Statement for the three months ended March 31, 2019

#### 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 statement have been prepared in accordance with International Financial Reporting Standards (IFRS).

3. Administrative expenses include:

	2019 GH¢'000	2018 GH¢'000
Directors Remuneration	889	629
Auditors Remuneration	67	62
Donations	-	-
4. Other Income		
Profit on Sale of Fixed Assets	135	182
Sale of Scraps	39	40
Rent Income	234	189

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

Ziobeleton Yeo  
Managing Director