



FAN MILK LIMITED

UN-AUDITED FINANCIAL STATEMENTS FOR THE SIX MONTH ENDED JUNE 30, 2018

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED JUNE 30, 2018

	2018 GHc'000	2017 GHc'000
Revenue	217,844	232,836
Cost of Sales	(122,012)	(119,306)
Gross Profit	95,832	113,530
Distribution Costs	(59,513)	(54,848)
Administrative Expenses	(13,500)	(13,181)
Depreciation & Amortisation	(12,839)	(9,557)
Other Income	13,965	1,608
Operating Profit	23,946	37,552
Finance Income	626	1,143
Finance Cost	(540)	(670)
Net Profit before tax	24,031	38,024
Taxation	(6,197)	(10,937)
Net Profit after tax	17,834	27,087
Other Comprehensive Income	0	0
Total Comprehensive Income	17,834	27,087
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	0.15	0.23

STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2018

ASSETS		
Non-current assets		
Property, Plant and Equipment	205,762	167,022
TOTAL ASSETS	205,762	167,022
Current Assets		
Inventories	68,636	56,661
Trade and Other Receivables	15,298	9,772
Tax	645	-
Bank and Cash Balances	32,796	34,927
TOTAL ASSETS	117,376	101,360
TOTAL ASSETS	323,138	268,382

COMMENTS TO THE FINANCIAL STATEMENTS:

Fan Milk Limited posted the second quarter 2018 results with a 6.4% decrease in Revenue, compared to the same period in 2017. Cost of sales increased marginally as compared to same period last year, which in turn resulted in a Gross Profit of GHS 95.83 million, a 15.6% decrease compared to the same period last year. Operating Profit decreased by 36.2% due to high operation and distribution costs, administration expenses and depreciation. Net Profit before Tax also decreased by 36.8% compared to the same period last year.

STATEMENT OF CHANGES IN EQUITY

	2018 GHc'000	2017 GHc'000
Stated capital	10,000	10,000
Retained earnings - January 1	211,676	164,379
Total comprehensive income	17,834	27,087
Retained earnings - June 30	229,510	191,466
Total equity	239,510	201,466

STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED JUNE 30, 2018

	2018 GHc'000	2017 GHc'000
Cash Flows from Operating Activities		
Cash generated from Operations	40,557	36,395
Interest Paid	(540)	(670)
Interest Received	626	1,143
Tax Paid	(6,900)	(7,373)
Net Cash Generated from Operating Activities	33,743	29,495
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(35,477)	(20,810)
Proceeds from sale of Property, Plant and Equipment	13,839	39
Net Cash used in Investing Activities	(21,638)	(20,771)
Cash Flows from Financing Activities		
Dividends Paid	(8)	(59)
Net Cash used in Financing Activities	(8)	(59)
Increase in Cash and Cash Equivalents	12,097	8,665
Cash and Cash Equivalents at January 1	20,699	26,262
Cash and Cash Equivalents at June 30	32,796	34,927

NOTES TO THE FINANCIAL STATEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2018

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:

	2018 GHc'000	2017 GHc'000
Directors Remuneration	1,544	1,815
Auditors Remuneration	113	134
Donation		1
4. Other Income		
Profit on Sale of Fixed Assets	13,346	-
Sale of Scraps	143	98
Rent Income	378	501
Bad Debt Recovered	98	20
Exchange Gain	0	989

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

Stephane Couste
Managing Director