



# FAN MILK LIMITED

## Un-Audited Financial Statements for the six months ended June 30, 2020

### Statement of Comprehensive Income for the six months ended June 30, 2020

	2020 GH¢'000	2019 GH¢'000
<b>Revenue</b>	<b>184,744</b>	<b>224,837</b>
Cost of Sales	(118,169)	(136,923)
<b>Gross Profit</b>	<b>66,576</b>	<b>87,914</b>
Sales and Distribution Costs	(38,991)	(45,118)
Administrative Expenses	(11,629)	(14,179)
Depreciation & Amortisation	(15,638)	(15,586)
Other Income	545	658
<b>Operating Profit</b>	<b>863</b>	<b>13,689</b>
Finance Income	1,292	2,325
Finance Cost	(1,217)	(1,181)
<b>Net Profit before tax</b>	<b>938</b>	<b>14,833</b>
Taxation	(234)	(4,259)
<b>Net Profit after tax</b>	<b>703</b>	<b>10,574</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income</b>	<b>703</b>	<b>10,574</b>
Number of Shares outstanding	116,207,288	116,207,288
<b>Earnings per Share</b>	<b>0.01</b>	<b>0.09</b>

### Statement of Financial Position as at June 30, 2020

	2020 GH¢'000	2019 GH¢'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	186,256	190,594
<b>186,256</b>	<b>190,594</b>	
<b>Current Assets</b>		
Inventories	109,465	63,989
Tax	6,305	8,760
Trade and Other Receivables	38,303	17,297
Bank and Cash Balances	26,675	61,954
<b>180,747</b>	<b>152,000</b>	
<b>TOTAL ASSETS</b>	<b>367,002</b>	<b>342,594</b>

### COMMENTS TO THE FINANCIAL STATEMENTS:

Revenue for Fan Milk Limited decreased by 18% vs LY. The principal driver of the decline has been the impact of the COVID 19 on our outdoor sales. We have refocused our topline on indoor channels where we have seen growth.

This decline in revenue has impacted our ability to absorb our fixed costs and despite the cost reduction on Sales, Distribution and Admin expenses of 15%, results in a Net Profit of GHS 0.7m.

	2020 GH¢'000	2019 GH¢'000
<b>EQUITY</b>		
Stated capital	10,000	10,000
Retained earnings	250,293	235,148
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>260,293</b>	<b>245,148</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Deferred Tax	11,295	8,578
<b>11,295</b>	<b>8,578</b>	
<b>Current liabilities</b>		
Trade and Other Payables	92,381	85,817
Tax	-	-
Dividends	3,033	3,051
<b>95,414</b>	<b>88,868</b>	
<b>TOTAL LIABILITIES</b>	<b>106,709</b>	<b>97,446</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>367,002</b>	<b>342,594</b>

### Statement of Changes in Equity

	2020 GH¢'000	2019 GH¢'000
<b>Stated capital</b>	<b>10,000</b>	<b>10,000</b>
Retained earnings - January 1	249,590	224,574
Total comprehensive income	703	10,574
Dividend for previous year	-	-
<b>Retained earnings - June 30</b>	<b>250,293</b>	<b>235,148</b>
<b>Total equity</b>	<b>260,293</b>	<b>245,148</b>

### Statement of Cash Flows for the six month ended June 30, 2020

	2020 GH¢'000	2019 GH¢'000
<b>Cash Flows from Operating Activities</b>		
Cash generated from Operations	687	27,671
Interest Paid	(1,217)	(1,181)
Interest Received	1,292	2,325
Tax Paid	(3,936)	(3,677)
<b>Net Cash Generated from Operating Activities</b>	<b>(3,174)</b>	<b>25,138</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(9,794)	(5,036)
Right of Use - Lease Asset	-	(4,655)
Proceeds from sale of Property, Plant and Equipment	616	552
<b>Net Cash used in Investing Activities</b>	<b>(9,178)</b>	<b>(9,139)</b>
<b>Cash Flows from Financing Activities</b>		
Dividends Paid	(5)	(14)
<b>Net Cash used in Financing Activities</b>	<b>(5)</b>	<b>(14)</b>
(Decrease) in Cash and Cash Equivalents	(12,357)	15,985
Cash and Cash Equivalents as at January 1	39,032	45,969
<b>Cash and Cash Equivalents as at June 30</b>	<b>26,675</b>	<b>61,954</b>

### Notes to the Financial Statement for the six months ended June 30, 2020

#### 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:

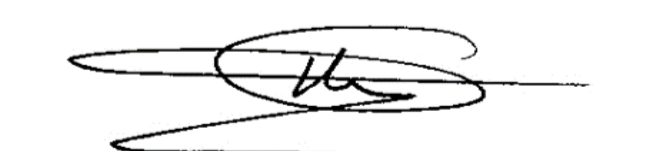
	2020 GH¢'000	2019 GH¢'000
Directors Remuneration	906	1,778
Auditors Remuneration	127	125
Donation	205	-

4. Other Income

	2020 GH¢'000	2019 GH¢'000
Profit/Loss on Sale of Fixed Assets	-	122
Sale of Scraps	42	68
Rent Income	502	468

**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