

**BENSO OIL PALM PLANTATION LIMITED**  
**COMMENTARY ON UNAUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2010**

**KEY FEATURES OF RESULTS FOR THE YEAR ENDED 31 DECEMBER 2010**

Current performance compared with prior year is as follows:

- Average Crude Palm Oil (CPO) price increased by 30%.
- Revenue grew by 24%
- Operating profit increased by 203%
- Profit before tax was up by 67%

Fourth Quarter	Fourth Quarter	Highlights of Performance	Full Year	Full Year
2010	2009	Financial Results (GH¢'000)	2010	2009
4,683	3,204	Revenue	19,366	15,603
1,199	901	Operating profit	2,375	783
1,233	1,168	Profit before tax	2,668	1,593
1,233	1,168	Profit after tax	2,668	1,652
0.0354	0.0336	Earnings per share (GH¢)	0.0767	0.0475

**OPERATIONAL AND FINANCIAL PERFORMANCE**

Revenue increased by 24% from GH¢ 15.6m in prior year to GH¢ 19.4m in current year on account of an upward trend in Crude Palm Oil (CPO) prices. Consequently, operating profit for the year grew strongly over prior year by 203%.

Profit after tax increased by 62% from GH¢1.55m to GH¢ 2.67m. This performance was largely driven by the upward trend in Crude Palm Oil and Palm Kernel Oil prices and the positive impact of cost savings initiatives embarked upon by the business.

**ACCOUNTING POLICIES**

Accounting policies applied in the financial results are consistent with the policies adopted for the audited annual financial statements issued for the year ended 31 December 2009.

**OUTLOOK - QTR 1 2011**

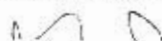
Outlook for quarter 1, 2011 which has commenced with some good weather pattern is expected to deliver improved crop levels over prior year. Should the current upward trend in the world market price of Crude Palm Oil continue, it is anticipated that the company will deliver enhanced performance compared with quarter 1, 2010.

**Benso Oil Palm Plantation Limited**  
**Unaudited Statement of Financial Position**  
**as at 31 December, 2010**

*(All amounts are expressed in thousands of Ghana Cedis)*

	2010	2009
<b>Non Current Assets</b>	<b>16,351</b>	<b>15,695</b>
Property, plant and equipment	4,651	4,944
Biological Assets	11,700	10,751
<b>Current assets</b>	<b>7,533</b>	<b>6,465</b>
Inventories	1,701	2,610
Trade and other receivables	1,075	1,057
Amounts due from related companies	2,219	1,482
Tax	7	18
Cash and bank balances	2,531	1,298
<b>Total assets</b>	<b>23,884</b>	<b>22,160</b>
<b>Current liabilities</b>	<b>(2,071)</b>	<b>(1,860)</b>
Trade and other payables	(1,099)	(908)
Amounts due to related companies	(716)	(765)
Dividends payable	(256)	(187)
<b>Net assets</b>	<b>21,813</b>	<b>20,300</b>
<b>Funds employed</b>		
Stated capital	2,000	2,000
Capital surplus account	7,629	7,629
Income surplus account	12,184	10,671
<b>Shareholders's funds</b>	<b>21,813</b>	<b>20,300</b>

The financial statements do not contain untrue statements, misleading or omit material facts to the best of our knowledge.





Benso Oil Palm Plantation Limited  
 Unaudited Statement of Comprehensive Income  
 for the year ended 31 December, 2010  
 (All amounts are expressed in thousands of Ghana Cedis)

	2010	2009
Revenue	19,366	15,603
Cost of sales	(16,110)	(14,392)
Gains from revaluation of Biological assets	346	824
<b>Gross Profit</b>	<b>3,602</b>	<b>2,035</b>
Administrative expenses	(1,227)	(1,252)
<b>Operating profit</b>	<b>2,375</b>	<b>783</b>
Other income	293	810
<b>Net profit before tax</b>	<b>2,668</b>	<b>1,593</b>
Current tax		59
<b>Total comprehensive income</b>	<b>2,668</b>	<b>1,652</b>
<b>Basic and diluted earnings per share (GHC)</b>	<b>0.0767</b>	<b>0.0475</b>

Income surplus account

At 1 January	10,671	10,355
Net profit for the year	2,668	1,652
Dividend declared	(1,155)	(1,336)
<b>At 31 December</b>	<b>12,184</b>	<b>10,671</b>

**Unaudited Statement of cashflows  
for the year ended 31 December, 2010**

*(All amounts are expressed in thousands of Ghana Cedis)*

	2010	2009
<b>Cash flows from operating activities</b>		
Cash generated from operations	2,899	1,337
Interest received	254	394
Interest paid	(12)	(20)
Tax	11	(1)
	<u>3,152</u>	<u>1,710</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(833)	(881)
Proceeds from sale of plant and equipment	-	55
	<u>(833)</u>	<u>(826)</u>
<b>Cash flows from financing activities</b>		
Dividends paid to shareholders	(1,086)	(1,695)
	<u>(1,086)</u>	<u>(1,695)</u>
 Increase/(decrease) in cash and cash equivalents	 1,233	 (811)
Cash and cash equivalents at beginning of year	1,298	2,109
	<u>2,531</u>	<u>1,298</u>
<b>Cash and cash equivalents at end of year</b>	<b>2,531</b>	<b>1,298</b>