



FAN MILK LIMITED

Un-Audited Financial Statements for the six months ended June 30, 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED JUNE 30, 2014

	2014 GH¢'000	2013 GH¢'000
Revenue	75,843	71,417
Cost of Sales	(35,486)	(29,333)
Gross Profit	40,357	42,084
Distribution Costs	(19,511)	(15,570)
Administrative Expenses	(5,803)	(3,344)
Depreciation & Amortisation	(5,459)	(4,427)
Other Income	560	259
Operating Profit	10,144	19,002
Finance Income	1,032	914
Finance Cost	(274)	(245)
Net Profit before tax	10,902	19,671
Taxation	(2,646)	(4,819)
Net Profit after tax	8,256	14,852
Other Comprehensive Income	0	0
Total Comprehensive Income	8,256	14,852
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	0.07	0.13

STATEMENT OF FINANCIAL POSITION AT JUNE 30, 2014

ASSETS		
Non-current assets		
Property, Plant and Equipment	62,266	57,634
	62,266	57,634
Current Assets		
Inventories	16,897	16,022
Trade and Other Receivables	5,350	6,017
Bank and Cash Balances	21,260	17,056
	43,507	39,095
TOTAL ASSETS	105,773	96,729

COMMENTS TO THE FINANCIAL STATEMENTS:

The demanding macroeconomic situation during the period under review, significantly affected the results of the Company. The electricity load shedding, reduced consumer spending and the continuous depreciation of the Ghana Cedi, impacted on the Company's ability to generate the results, which were otherwise expected.

STATEMENT OF CHANGES IN EQUITY

	2014 GH¢'000	2013 GH¢'000
EQUITY		
Stated capital	10,000	10,000
Retained earnings	63,881	59,558
TOTAL SHAREHOLDERS' EQUITY	73,881	69,558
LIABILITIES		
Non-current liabilities		
Deferred Tax	5,231	3,664
	5,231	3,664
Current liabilities		
Trade and Other Payables	16,320	15,968
Tax	0	1,291
Dividends	10,341	6,248
	26,661	23,507
TOTAL LIABILITIES	31,892	27,171
LIABILITIES	105,773	96,729

STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED JUNE 30, 2014

	2014 GH¢'000	2013 GH¢'000
Cash Flows from Operating Activities		
Cash generated from Operations	11,077	8,666
Interest Paid	0	0
Interest Received	1,034	914
Tax Paid	(2,950)	(3,811)
Net Cash Generated from Operating Activities	9,161	5,769
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(4,256)	(10,195)
Proceeds from sale of Property, Plant and Equipment	360	68
Net Cash used in Investing Activities	(3,896)	(10,127)
Cash Flows from Financing Activities		
Dividends Paid	(2,100)	(3,515)
Net Cash used in Financing Activities	(2,100)	(3,515)
Increase/(Decrease) in Cash and Cash Equivalents	3,165	(7,873)
Cash and Cash Equivalents at January 1	18,095	24,929
Cash and Cash Equivalents at June 30	21,260	17,056

NOTES TO THE FINANCIAL STATEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2014

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. Distribution cost and administrative expenses include:

	2014 GH¢'000	2013 GH¢'000
Directors Remuneration	677	592
Auditors Remuneration	38	31
Donations	0	2

4. Other Income

	2014	2013
Profit on Sale of Fixed Assets	245	42
Sale of Scraps	68	154
Rent Income	221	54
Bad debts recovered	26	9

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

Charles Mensa

Dr. Charles Mensa
Board Chairman

Jesper B. Jeppesen

Jesper B. Jeppesen
Managing Director