

SAMBA FOODS LIMITED

UNAUDITED FINANCIAL STATEMENT

FOR THE YEAR ENDED

JUNE 30, 2019

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COMPANY PROFILE

Directors	Charles Darko Leticia Osafo - Addo Fuseini Issah Kwame Osafo - Addo Kwado Opoku Okoh Awo Dede Osafo - Addo Tutu Kwachie
Company Secretary	Charles Atuahene
Address	P. O. Box B 186 C.2, Tema
Telephone	0303309758
Principal Place of Business	West Coast Dyeing Company Compound Heavy Industrial Area Tema
Bankers	Zenith Bank Consolidated Bank of Ghana Agriculture Development Bank
Principal Activities	Food Processing Producers of Spices Import and Export Services Exporters of Processed Foods Farming

REPORT OF THE DIRECTORS

In accordance with the requirements of Section 132 of the Companies Act, 1963, (Act 179), the Directors are presenting the report of the Company for the half-year ended June 30, 2019

Statement of Director's Responsibilities

The Directors are responsible for the preparation of financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss and cash flows for that period. In preparing these financial statements, the directors have selected suitable accounting policies and then applied consistently, made judgements and estimates that reasonable and prudent and followed International Financial Reporting Standards (IFRS) and the requirements of the Companies Code, 1963, (Act 179)

The Directors are responsible for ensuring that the company keeps proper accounting records that disclose with reasonable accuracy, at any time, the financial position of the company. The Directors are also responsible for safeguarding the assets of the company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activities

Food Processing
Producers of Spices
Import and Export Services
Exporters of Processed Foods
Farming

Financial Results

The results of the company are set out on pages 6 to 33. The Company recorded a net loss after tax of GHC 262,141 as against a net loss of GHC 135,239 in June 2018.

Directors

Charles Darko
Leticia Osafo - Addo
Fuseini Issah
Kwame Osafo - Addo
Kwado Opoku Okoh
Awo Dede Osafo - Addo
Tutu Kwachie

By Order of the Board

Dated:

Name: CHARLES TETTEH DARKO

Name: LETICIA OSAFO-ADDO

Signed: 

Signed: 

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE HALF-YEAR ENDED JUNE 30, 2019

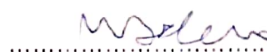
	NOTES	June 2019 GH¢	June 2018 GH¢
Income	4	338,259	92,666
Direct Expenses	5	(270,607)	(78,961)
Gross Profit / (Loss)		67,652	13,705
Other Income	8	-	-
Admin Expenses	6	(233,315)	(57,433)
Depreciation and Amortization	10	(91,160)	(91,160)
Finance Charges	7	(5,318)	(351)
Earnings Before Interest and Tax		(262,141)	(135,239)
Tax		-	-
Net (Loss) / Profit After Tax		<u>(262,141)</u>	<u>(135,239)</u>

STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2019

		Half Year 2019 GH¢	Half Year 2018 GH¢
Non Current Assets:	NOTES		
Plant, Properties & Equipment	10	3,554,058	3,408,661
Development Expenditure	9	35,059	40,590
		<u>3,589,117</u>	<u>3,449,251</u>
Current Assets:			
Stocks	12	167,310	285,251
Receivables	13	29,021	291,594
Taxation	11	27,395	27,845
Cash & Bank Balances	14	5,175	3,633
		<u>228,901</u>	<u>608,323</u>
Total Assets		<u>3,818,017</u>	<u>4,057,574</u>
EQUITY AND LIABILITIES			
Equity			
Capital Account	15	2,750,498	2,750,498
Revaluation Surplus		2,222,559	2,222,559
Income Surplus		<u>(2,405,769)</u>	<u>(1,811,364)</u>
		<u>2,567,288</u>	<u>3,161,693</u>
Current Liabilities			
Creditors	16	5,452	3,600
Other Payables	17	390,659	50,000
		<u>396,111</u>	<u>53,600</u>
Non Current Liabilities			
Deferred Tax Liabilities	11	702,865	690,528
Term Loan	18	151,753	151,753
		<u>854,618</u>	<u>842,281</u>
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY		<u>3,818,017</u>	<u>4,057,574</u>



 DIRECTOR



 DIRECTOR

The accompanying NOTES 1-19 form an integral part of this Financial Statements and should therefore be read in conjunction therewith.

STATEMENT OF CASH FLOW
AS AT JUNE 30, 2019

	HALF YEAR 2019 GH¢	HALF YEAR 2018 GH¢
Operating Income	(262,141)	(135,239)
Adjustment for:		
Depreciation Charge	91,160	91,160
Stock Write Off	154,000	
Changes in Current Assets and Liabilities		
Stocks	28,179	93
Trade Accounts Receivable and Prepayments	22,792	63,942
Trade Accounts Payable and Accruals	(45,992)	(41,001)
Stated Capital Adjustment	-	-
Net Cash generated from operating activities	(12,002)	(21,045)
Taxation		
Tax Paid	-	-
Cash flow included in investing activities		
- Purchase of PPE	-	-
- MOFA Equipment	-	-
Net Cash from Investing Activities	-	-
Cash flows from financing activities		
Increase in Stated Capital	-	-
Medium Term Loans	-	-
Director's Advances	-	-
Net cash used in financing activities	-	-
Net decrease in cash and cash equivalents	(12,002)	(21,045)
Opening balance of cash and cash equivalent	17,177	21,678
Closing balance of cash and cash equivalent	5,175	3,633

Statement of Changes in Equity

	Stated Capital GH¢	Income Surplus GH¢	Revaluation Surplus GH¢	Total GH¢
Half-year ended June 30, 2019				
At the beginning of January 2019	2,750,498	(2,143,628)	2,222,559	2,829,429
Increase in Stated Capital	-	-	-	-
Profit/(Loss) for the period	-	(262,141)	-	(262,141)
At the end of June 2019	<u>2,750,498</u>	<u>(2,405,769)</u>	<u>2,222,559</u>	<u>2,567,288</u>
Half-year ended June 30, 2018				
At the beginning of January 2018	2,750,498	(1,676,125)	2,222,559	3,296,932
Increase in Stated Capital	-	-	-	-
Profit/(Loss) for the period	-	(135,239)	-	(135,239)
At the end of June 2018	<u>2,750,498</u>	<u>(1,811,364)</u>	<u>2,222,559</u>	<u>3,161,693</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED JUNE 30, 2019****NOTE 1 : ACCOUNTING POLICIES**

- (a) **Basis of Accounting**
These financial statements have been prepared in harmony with the international accounting standards.
- (b) **Income Recognition**
Sales comprise the invoice value of goods supplied to customers less returns and trade discounts.
- (c) **Fixed Assets and Depreciation**
Fixed Assets are stated at cost less depreciation.
Depreciation is calculated to write-off the cost of fixed assets over their estimated useful lives by applying a fixed annual rates to the cost of the related assets.
- The rates applicable are:
- | | |
|------------------------------------|---------------|
| Land | Over 60 years |
| Motor Vehicles | 20% |
| Factory Equipment | 20% |
| Computers | 30% |
| Office Equip, Furniture & Fittings | 15% |
- (d) **Stocks**
Stocks are stated at the lower of cost or net realisable value.
- (e) **Accounts Receivable**
Debtors are stated after deducting provision for irrecoverable debts.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2019

NOTE 10 PLANT, PROPERTIES AND EQUIPMENT

	Leasehold Land GH¢	Motor Vehicles GH¢	Factory Equipm't GH¢	Computers GH¢	Office Equip & Furniture GH¢	Total GH¢
Cost						
Cost - 01/01/19	2,494,767	169,000	1,772,300	19,100	160,115	4,615,282
Revaluation	-	-	-	-	-	-
Addition	-	-	-	-	-	-
Balance - 30/06/19	<u>2,494,767</u>	<u>169,000</u>	<u>1,772,300</u>	<u>19,100</u>	<u>160,115</u>	<u>4,615,282</u>
Depreciation						
Cost - 01/01/19	353,452	139,920	388,449	13,695	97,921	993,437
Charge for the half - year	27,305	13,490	14,774	608	11,611	67,787
Balance - 30/06/19	<u>380,757</u>	<u>153,410</u>	<u>403,223</u>	<u>14,303</u>	<u>109,532</u>	<u>1,061,224</u>
Carrying Value As at 30/06/2019	<u>2,114,011</u>	<u>15,590</u>	<u>1,369,077</u>	<u>4,798</u>	<u>50,583</u>	<u>3,554,058</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2019**

	JUNE 2019 GH¢	JUNE 2018 GH¢
Note 4 : Income	338,259	92,666
Note 5 : Direct Cost		
Opening Stock (RM)	345,904	272,564
Purchases	149,565	50,408
Factory Wages	35,396	8,871
Overheads	48,272	19,589
Cost of Goods Produced	579,137	351,432
Add: Finished Goods b/f	12,780	12,780
Less: Raw Materials c/d	(292,948)	(276,591)
Less: Finished Goods c/d	(28,362)	(8,660)
	<u>270,607</u>	<u>78,961</u>
Note 6 : Administrative Expenses		
Audit Fees	-	-
Salaries	11,600	24,394
Communication	3,810	290
Marketing Expenses		345
Travelling & Transport	5,978	1,207
Printing & Stationery	2,075	1,339
Medicals	1,575	852
Vehicle Running Expenses	22,453	20,124
Rent	3,744	
Electricity & Water	5,508	1,047
Security	100	
Cleaning & Sanitation		1,200
Meetings		1,493
Insurance	850	
Listing Expenses	16,377	4,804
Stocks Written Off	154,000	
Rep. & Mtce - Office Equipment	5,245	338
Registration & Licensing	-	-
	<u>233,315</u>	<u>57,433</u>
Note 7 : Financial Charges		
Interest Charges		
Bank Charges	5,318	351
	<u>5,318</u>	<u>351</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2019**

	JUNE 2019 GH¢	JUNE 2018 GH¢
Note 8 : Other Income		
Interest Earned	-	-
Gift (Vehicle)	-	-
	<u>-</u>	<u>-</u>

	GH¢	GH¢
Note 9 : Intangible Assets		
Bal B/fwd	116,864	63,963
Addition -Current Period	-	-
	<u>116,864</u>	<u>63,963</u>
Amortization	81,805	23,373
Bal C/fwd	<u>35,059</u>	<u>40,590</u>

This relates to expenses incurred to put rented factory premises to shape.
The balance carried forward and any additions during the year is written off
over the remaining life of the lease.

Note 11 : Taxation

Year	Balance B/F GH¢	Charge for the Year GH¢	Total Liability GH¢	Tax Paid GH¢	Balance GH¢
2017	(27,395)	-	(27,395)	-	(27,395)
2018	(27,395)		(27,395)	-	(27,395)
2019	(27,395)		(27,395)		(27,395)

11b. Deferred Tax Asset / (Liability)	GHC	GHC
At start of year	(690,528)	(690,528)
Income statement credit / (charge)	<u>(12,337)</u>	<u>-</u>
	<u>(702,865)</u>	<u>(690,528)</u>

Note 12 : Stocks			
Raw Materials	35,946		
Less: Write Off	<u>30,800</u>	5,146	14,841
Packaging Materials	257,002		261,750
Less: Write Off	<u>123,200</u>	133,802	
Trading	<u>28,362</u>	<u>8,660</u>	
	<u>167,310</u>	<u>285,251</u>	

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2019**

		JUNE 2019 GH¢	JUNE 2018 GH¢
Note 13	: Receivables		
	Trade Debtors	29,021	16,153
	Deposit for Equipment	-	275,441
	Prepayment - Rent	-	-
		<u>29,021</u>	<u>291,594</u>
Note 14	: Cash and Bank		
	Unibank	-	-
	Zenith Bank GHC	1,453	177
	Zenith Bank USD	77	-
	Zenith Bank Fixed Deposit	-	-
	Cash on Hand	3,645	3,456
		<u>5,175</u>	<u>3,633</u>
Note 15	: Stated Capital		
	Authorized Shares		
	1,000,000,000 Ordinary Shares		
	Issued Shares	No of Shares	GHC
	Equity Contribution	5,975,453	2,750,498
	Total	<u>5,975,453</u>	<u>2,750,498</u>
Note 16	: Accounts Payables		
	Trade Creditors	5,452	3,600
	Statutory	-	-
		<u>5,452</u>	<u>3,600</u>
Note 17	: Other Payables		
	Iaco Consult	34,000	17,000
	Salaries	276,936	-
	Rent	3,744	-
	Charles Darko	10,000	-
	Pravin	-	-
	CEO	65,979	33,000
		<u>390,659</u>	<u>50,000</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2019**

	JUNE 2019 GH¢	JUNE 2018 GH¢
Note 18 : Term Loan		
Venture Capital Fund	91,753	91,753
Unisecurities	-	-
Interest	-	-
M.O.F.A - ADB	60,000	60,000
	<u>151,753</u>	<u>151,753</u>

M.O.F.A relates to the cost of imported factory equipment.