

SAM-WOODE LTD

**UNAUDITED FINANCIAL STATEMENTS
FOR SECOND QUARTER, 2019**



SAM-WOODE LTD
UN-AUDITED COMPREHENSIVE INCOME STATEMENT
FOR SIX MONTHS ENDED 30TH JUNE, 2019

	NOTES	2019 GH¢	2018 GH¢
Turnover	2	152,815	237,544
Less: Cost of sales	3	<u>(197,314)</u>	<u>(244,719)</u>
Gross Profit/(Loss)		(44,499)	(7,175)
Add: Foreign Copy-Rights Sales Income		<u>-</u>	<u>-</u>
		(44,499)	(7,175)
Gross Profit / (Loss)		(44,499)	(7,175)
Less: Administrative & General Expenses	5	<u>(354,534)</u>	<u>(552,980)</u>
Operating Profit / (loss) before Interest		(399,033)	(560,155)
Add: Other Income	4	<u>66,140</u>	<u>6,903</u>
Profit / (Loss) Before Interest & Taxation		(332,893)	(553,252)
Less: Interest on Loan		<u>(281,618)</u>	<u>(219,849)</u>
Net Profit Before Taxation		(614,510)	(773,100)
Taxation Provision		<u>-</u>	<u>-</u>
Profit/(Loss) After Tax		<u>(614,510)</u>	<u>(773,100)</u>
Other Comprehensive Income			
Total Comprehensive Income for the Period		<u>(614,510)</u>	<u>(773,100)</u>
Basic Earnings Per share		(0.0282)	(0.0354)

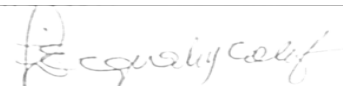
SAM-WOODE LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2019

	Note	2019 GH¢	2018 GH¢
<u>Non-Current Assets</u>			
Property, Plant & Equipment	14	3,148,306	3,318,488
		3,148,306	3,318,488
Books Development Cost		365,809	355,196
		3,514,116	3,673,684
<u>Current Assets:</u>			
Stock	7	167,551	73,998
Trade and Other Receivables	8	391,329	40,250
Cash & Bank	9	18,878	45,170
Taxation	12	19,800	19,800
		597,558	179,218
<u>Less: Current Liabilities:</u>			
Trade & Other Payables	10	1,269,458	256,029
Dividend payable		200,508	200,508
Short Term Loan	11	2,340,964	1,815,971
Taxation		-	-
Deferred Tax		370,352	337,465
		4,181,282	2,609,973
<u>Net Current Assets before Non-Current Liabilities</u>		(3,583,724)	(2,430,755)
<u>Less: Medium Term Liabilities:</u>			
Research Fund		(188,109)	(188,109)
		-	-
		(3,771,833)	(2,618,864)
Net Assets		(257,717)	1,054,820
<u>Represented By:</u>			
Stated Capital	13	220,990	220,990
Capital Surplus Account		1,070,549	1,070,549
Income Surplus/(Deficit) Account	6	(1,549,256)	(236,719)
		(257,717)	1,054,820

Director:



Director:



SAM-WOODE LTD
STATEMENT OF CASH FLOW
FOR SIX MONTHS ENDED 30TH JUNE, 2019

	Actual 2019 GH¢	Actual 2018 GH¢
Reconciliation of Operating Profit/(Loss) to Net Cash Inflow from Operating Activities:		
Net Profit/(Loss) Before Interest and Taxes	-	(332,893)
Depreciation & Write offs	132,233	181,720
Book Development Cost Amortised	52,258	25,358
Profit on sale of Fixed Asset	(65,000)	
Interest Received	-	500
Interest Paid	(281,618)	(109,925)
Tax Paid	(1,800)	(1,800)
		<u>-</u>
Net Cash Inflow From Trading Activities Before Changes In Working Capital	(163,927)	95,853
	(496,820)	95,853
Working Capital Changes		
Decrease/ (Increase) in Inventories	(93,553)	268,044
Decrease/ (Increase) in Receivables	(351,079)	186,631
(Decrease)/ Increase in Trade & Other Payables	<u>335,780</u>	<u>(1,515,928)</u>
	<u>(108,852)</u>	<u>(1,061,253)</u>
Net Cash Inflow from Operating Activities	(605,672)	(965,400)
Investment Activities:		
Purchase of Fixed Assets		(19,500)
Text Book Development Costs	(10,613)	21,475
Proceeds from Sale of Fixed Assets	<u>65,000</u>	<u>-</u>
Net Cash Inflow / (Out flow) from Investing Activities	<u>54,387</u>	<u>1,975</u>
Net Cash Inflow / (Outflow) before Financing	(551,285)	(963,425)
Financing		
Short Term Loan Received	524,993	900,190
Short Term Loan Re-paid		-
Net Cash Inflow /(Outflow) from Financing	524,993	900,190
Net (Decrease) / Increase in Cash & Cash Equivalents	(26,292)	(63,235)
Cash & Cash Equivalents at 1st July	45,170	108,405
Cash & Cash Equivalents at 30th June	<u>18,878</u>	<u>45,170</u>
Analysis of Changes in Cash and Cash Equivalents As shown in the Balance Sheet		
Analysis of Cash & Bank Balances		
Cash & Bank Balances	18,878	45,170
Short Term Investments	<u>-</u>	<u>-</u>
	<u>18,878</u>	<u>45,170</u>

STATEMENT OF CHANGES IN EQUITY

	Stated Capital GH¢	Capital Surplus Account GH¢	Income Surplus Account GH¢	Total GH¢
At 1st. January, 2019	220,990	1,070,549	(934,746)	356,793
Net Profit / (Loss) for the period	-	-	(614,510)	(614,510)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June, 2019	220,990	1,070,549	(1,549,256)	(257,717)

SAM-WOODE LTD
Notes to the Financial Statements
for the Six Months Ended 30th June, 2019

1 Accounting Policies:

The significant Accounting Policies adopted by the Company and which have been used in preparing these Accounts are as follows:

a) Basis of Accounting

These Accounts have been prepared under the historic cost convention.

b) Depreciation:

Assets owned by the Company are stated at cost less accumulated depreciation. Depreciation is computed using the straight line method so as to write off the cost over the estimated useful lives of the Assets.

The principal annual rates used for this purpose are as follows:

	%
Land and Building	5
Plant and Machinery	10
Furniture and Fittings	20
Motor Vehicle	25
Library Property Copyright	10
Production Digital printing Machine	33
Office Equipment	20
Library Books and Loose Tools	50

c) Deposit Account/ Foreign Exchange

Transaction denominated in foreign currencies are translated into cedis at the rates ruling at the dates of the transaction. Monetary Assets and Liabilities denominated in foreign currencies at the Balance Sheet date are translated at the rates ruling at the dates. These translation differences are dealt with in the Profit & Loss Account.

d) New Books Development Cost

Investments in New Titles for Textbooks are capitalized as Origination Cost. Complete amortization of origination cost of any title is spread over the first twenty thousand copies sold or over a four (4) year period which ever comes first.

2 Sales -

Sales have been arrived at after discount allowed, returns and all other legitimate deductions made from Gross Sales.

	Second Quarter, 2019 GH¢	Second Quarter, 2018 GH¢
TURNOVER		
Copy-Rights Licence Income	42,120	36,918
Open Market Sales	110,695	200,626
	-	-
	152,815	237,544

3 Cost of Sales

Press Production Expenses	38,193	61,121
	-	-
	38,193	61,121
Stock of Finished Goods at 1st January	183,551	79,077
Closing Stock of Work-inProgress		
Closing Stock of Raw Materials		
Stock of Finished Goods at 30th June	(167,551)	(73,993)
Revaluation of Stock		
	54,193	66,205
Depreciation	90,863	127,986
Text Book Development Cost	52,258	50,528
Other Cost of Sales (Contract Printing)	-	-
	197,314	244,719

SAM-WOODE LTD
Notes to the Financial Statements
for the Six Months Ended 30th June, 2019

	Second Quarter, 2019 GH¢	Second Quarter, 2018 GH¢
4 Other Income :		
Interest Income	-	-
Stationery Sales & Other Income	1,140	6,903
Profit from sale of Motor Vehicle	65,000	-
	<u>66,140</u>	<u>6,903</u>
5 Selling And Administrative Costs:		
Directors Remuneration	27,750	27,500
Audit Fees	24,000	24,000
Depreciation	41,369	53,734
Staff Cost	124,046	119,478
Travelling And Transport	38,530	35,906
General Repairs And Maintenance	130	22,421
Rent and Rate	2,604	20,004
Motor Vehicle Repairs And Maintenance	12,099	11,049
Registration, Licence, Doc., & Subscription	23,458	24,904
Selling And Distribution Expense	788	15,197
Other General And Administrative Expense	59,760	198,787
	<u>354,534</u>	<u>552,980</u>
STAFF COST		
Salaries and Wages	111,448	103,786
Employer's Contribution- SSF	8,916	8,720
Staff Training and Development	-	-
Medical Expenses	3,682	6,972
	<u>124,046</u>	<u>119,478</u>
6 Income Surplus Account		
Balance Brought Forward	(934,746)	536,381
Add: Net Profit/(Loss) for the period.	(614,510)	(773,100)
	<u>(1,549,256)</u>	<u>(236,719)</u>
Less: Dividend Declared	-	-
Less: Transfer to Research Fund	-	-
Balance Carried Forward	<u>(1,549,256)</u>	<u>(236,719)</u>

SAM-WOODE LTD
Notes to the Financial Statements
for the Six Months Ended 30th June, 2019

	Second Quarter, 2019	Second Quarter, 2018
	GH¢	GH¢
7 Stock :		
SWL Finished Goods	167,551	73,998
Raw Materials	-	-
Work-In Progress	-	-
	<u>167,551</u>	<u>73,998</u>
8 Trade & Sundry Debtors		
This consist of the following:-		
Trade Debtors	-	-
Staff Debtors	509	2,649
Sundry Debtors	-	-
Prepayments	4,796	17,602
Royalty Advances	25,912	20,000
Deferred Expenditure	-	-
	<u>31,217</u>	<u>40,252</u>
9 Cash & Cash Equivalents		
This amount is summarised as follows:-		
Ecobank	13,277	29,914
Agric Development Bank	272	14,985
FBN Bank	2,564	72
GCB Bank	2,766	199
	<u>18,878</u>	<u>45,170</u>
10 Trade Creditors		
Trade Creditors	869,703	137,529
Royalties	188,305	118,500
	<u>1,058,007</u>	<u>256,029</u>
11 Short Term Loan		
Bridging Loan	1,618,264	1,235,971
Short Term Loan	722,700	580,000
	<u>2,340,964</u>	<u>1,815,971</u>

SAM-WOODE LTD
Notes to the Financial Statements
for the Six Months Ended 30th June, 2019

12 Taxation Account:

	Opening balance B/Fwd GH¢	Tax Charged GH¢	Tax Paid	Closing balance C/Fwd GH¢
	(18,000)	-	1,800	(19,800)

13 Stated Capital

	2019		2018	
	No	Amount GH¢	No	Amount GH¢
Authorised				
Ordinary Shares	1,000,000,000		1,000,000,000	
Preference	500,000,000		500,000,000	
	1,500,000,000	-	1,500,000,000	-
Issued				
Ordinary Share	21,828,035	220,990	21,828,035	220,990
New Issue	-	-	-	-
	21,828,035	220,990	21,828,035	220,990

Movements In Fixed Assets

a. Fixed Assets

	Freehold Land & Building	Motor Vehicle	Plant & Machinery	Office Furn. & Equipment	Production Printing Equpt	Lit. Property & Copyright	Library Books	Loose Tools	Total
Cost / Valuation	GH¢	GH¢	GH¢	GH¢		GH¢	GH¢	GH¢	GH¢
Balance at 01.01.19	2,410,800	498,973	1,304,657	338,524	39,500	21,382	3,538	25,985	4,643,359
Addition	-	-	-	-	-	-	-	-	-
Balance at 30.06.2019	2,410,800	498,973	1,304,657	338,524	39,500	21,382	3,538	25,985	4,643,359
Disposal		74,115				-	-	-	74,115
Balance at 30.06.2019	2,410,800	424,858	1,304,657	338,524	39,500	21,382	3,538	25,985	4,569,244
Depreciation:									
Balance at 01.01.19	159,505	498,973	340,416	303,287	9,735	21,382	3,537	25,985	1,362,820
Charge for the period	49,618	-	64,499	11,599	6,518	-	-	-	132,233
Balance at 30.06.2019	209,123	498,973	404,915	314,886	16,253	21,382	3,537	25,985	1,495,053
Dep. On Disposal	-	74,115		-	-	-	-	-	74,115
Balance at 30.06.2019	209,123	424,858	404,915	314,886	16,253	21,382	3,537	25,985	1,420,938
Net Book Value 30.06.2018	2,201,678	-	899,742	23,638	23,248	-	1	-	3,148,306
Net Book Value 30.06.2018	2,201,678	-	899,742	23,638	23,248	-	1	-	3,148,306

Depreciation has been apportioned in the financial statement as follows:

	2nd Qtr 2019	Year to Date 2019
	GH¢	
Cost of Sales	30,158	90,863.20
Selling, Administration and General Expenses	2,900	41,369
	33,058	132,233

b. Book Development cost

Opening Balance	372,675.11
Additional Cost	45,392
	418,068
Less Write-offs	52,258
Closing Balance	<u>365,809</u>