



# FAN MILK LIMITED

## Un-Audited Financial Statements for the full year ended December 31, 2019

	Statement of Comprehensive Income for the full year ended December 31, 2019		Statement of Cash Flows for the full year ended December 31, 2019	
	2019 GH¢'000	2018 GH¢'000	2019 GH¢'000	2018 GH¢'000
<b>Revenue</b>	423,117	389,507	<b>Cash Flows from Operating Activities</b>	
Cost of Sales	(254,210)	(240,731)	Cash generated from Operations	17,291
<b>Gross Profit</b>	168,907	148,776	Interest Paid	(1,397)
Sales and Distribution Costs	(91,309)	(76,368)	Interest Received	4,949
Administrative Expenses	(52,454)	(74,520)	Tax Paid	(9,118)
Other Income	10,039	18,001	<b>Net Cash Generated from Operating Activities</b>	11,725
<b>Operating Profit</b>	35,183	15,891	<b>Cash Flows from Investing Activities</b>	(23,832)
Finance Income	4,949	1,314	Purchase of Property, Plant and Equipment	9,834
Finance Cost	(1,397)	(1,134)	Right of Use - Lease Asset	(4,655)
<b>Net Profit before tax</b>	38,735	16,071	Proceeds from sale of Property, Plant and Equipment	8,934
Current Tax	(13,721)	(3,172)	<b>Net Cash used in Investing Activities</b>	(14,553)
<b>Net Profit after tax</b>	25,014	12,899	<b>Cash Flows from Financing Activities</b>	(39,592)
Other Comprehensive Income	-	-	Dividends Paid	(31)
<b>Total Comprehensive Income</b>	25,014	12,899	<b>Net Cash used in Financing Activities</b>	(31)
Number of Shares outstanding	116,207,288	116,207,288	<b>Net Cash used in Investing, Financing and Cash Equivalents</b>	(45,689)
Earnings per Share	0.22	0.11	Cash and Cash Equivalents at January 1	45,689
			Cash and Cash Equivalents at December 31	39,110

### Statement of Financial Position as at December 31, 2019

	2019 GH¢'000	2018 GH¢'000
<b>ASSETS</b>		
Non-current assets	191,973	196,921
Property, Plant and Equipment	191,973	196,921
<b>Current Assets</b>	98,607	50,400
Inventories	-	9,343
Tax	27,312	23,789
Trade and Other Receivables	39,110	45,959
Bank and Cash Balances	163,028	129,481
<b>TOTAL ASSETS</b>	355,001	326,402

### Statement of Changes in Equity

	2019 GH¢'000	2018 GH¢'000
<b>Equity</b>		
Stated capital	10,000	10,000
Retained earnings - January 1	224,574	211,676
Total comprehensive income	25,014	12,899
Dividend for previous year	-	-
<b>Retained earnings - December 31</b>	249,588	224,575
<b>Total equity</b>	259,588	234,575

**COMMENTS TO THE FINANCIAL STATEMENTS:**  
 FML delivered an annual Revenue growth of 8.5%. Growth driven by stronger innovation and renovation activities and improvement of the distribution network. Gross Profit improved by 13.5%, ahead of Revenue. This is due to efficiency projects across Cost of Sales, despite inflationary and exchange rate pressures. Operating costs improved versus prior year as a result of savings from reorganisation.  
 Overall, FML achieved a strong growth in operating profit of 121%. Net Profit grew by 94% against prior year.

### Notes to the Financial Statement for the full year ended December 31, 2019

- 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.
  - The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).
  - Administrative expenses include:
 

Directors Remuneration	2019	2018
Auditors Remuneration	GH¢'000	GH¢'000
	2,913	2,555
	240	237
  - Other Income
 

Profit on Sale of Fixed Assets	8,114	13,075
Sale of Scraps & Sundry Income	194	256
Rent Income	936	1,084
Exchange Gain	-	3,403
Bad Debt Recovered	795	183
- 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

Zobeiton Yao  
 Managing Director