



FAN MILK LIMITED

Un-Audited Financial Statements for the six months ended June 30, 2020

Statement of Comprehensive Income for the six months ended June 30, 2020

	2020 GH¢'000	2019 GH¢'000
Revenue	184,744	224,837
Cost of Sales	(118,169)	(136,923)
Gross Profit	66,576	87,914
Sales and Distribution Costs	(38,991)	(45,118)
Administrative Expenses	(11,629)	(14,179)
Depreciation & Amortisation	(15,638)	(15,586)
Other Income	545	658
Operating Profit	863	13,689
Finance Income	1,292	2,325
Finance Cost	(1,217)	(1,181)
Net Profit before tax	938	14,833
Taxation	(234)	(4,259)
Net Profit after tax	703	10,574
Other Comprehensive Income	-	-
Total Comprehensive Income	703	10,574
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	0.01	0.09

Statement of Financial Position as at June 30, 2020

	2020 GH¢'000	2019 GH¢'000
ASSETS		
Non-current assets		
Property, Plant and Equipment	186,256	190,594
186,256	190,594	
Current Assets		
Inventories	109,465	63,989
Tax	6,305	8,760
Trade and Other Receivables	38,303	17,297
Bank and Cash Balances	26,675	61,954
180,747	152,000	
TOTAL ASSETS	367,002	342,594

COMMENTS TO THE FINANCIAL STATEMENTS:

Revenue for Fan Milk Limited decreased by 18% vs LY. The principal driver of the decline has been the impact of the COVID 19 on our outdoor sales. We have refocused our topline on Indoor channels where we have seen growth.

This decline in revenue has impacted our ability to absorb our fixed costs and despite the cost reduction on Sales, Distribution and Admin expenses of 15%, results in a Net Profit of GHS 0.7m.

Statement of Changes in Equity

	2020 GH¢'000	2019 GH¢'000
Stated capital	10,000	10,000
Retained earnings - January 1	249,590	224,574
Total comprehensive income	703	10,574
Dividend for previous year	-	-
Retained earnings - June 30	250,293	235,148
Total equity	260,293	245,148

Statement of Cash Flows for the six months ended June 30, 2020

	2020 GH¢'000	2019 GH¢'000
Cash Flows from Operating Activities		
Cash generated from Operations	687	27,671
Interest Paid	(1,217)	(1,181)
Interest Received	1,292	2,325
Tax Paid	(3,936)	(3,677)
Net Cash Generated from Operating Activities	(3,174)	25,138
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(9,794)	(5,036)
Right of Use - Lease Asset	-	(4,655)
Proceeds from sale of Property, Plant and Equipment	616	552
Net Cash used in Investing Activities	(9,178)	(9,139)
Cash Flows from Financing Activities		
Dividends Paid	(5)	(14)
Net Cash used in Financing Activities	(5)	(14)
(Decrease) in Cash and Cash Equivalents	(12,357)	15,985
Cash and Cash Equivalents as at January 1	39,032	45,969
Cash and Cash Equivalents as at June 30	26,675	61,954

Notes to the Financial Statement for the six months ended June 30, 2020

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 statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

3. Administrative expenses include:

	2020 GH¢'000	2019 GH¢'000
Directors Remuneration	906	1,778
Auditors Remuneration	127	125
Donation	205	-

4. Other Income

	2020	2019
Profit/Loss on Sale of Fixed Assets	-	122
Sale of Scraps	42	68
Rent Income	502	468

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

Ziobeleton Yeo
Managing Director