

DANNEX AYRTON STARWIN PLC



UN-AUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER, 2020

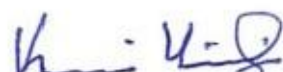
		12/31/2020
	Notes	GHC
Revenue		65,808,527
Cost of sales	9	(35,297,115)
Gross profit		30,511,412
Other income	10	390,204
Selling and distribution costs	11	(8,534,128)
Administrative expenses	12	(23,937,153)
Operating Profit/(loss)		(1,569,665)
Finance income		
Finance costs	13	(3,251,751)
Profit/(loss) before tax		(4,821,416)
Income tax expense		-
Profit/(loss) after tax		(4,821,416)
Earnings per share		(0.0569)
Diluted earnings per share		(0.0569)

DANNEX AYRTON STARWIN PLC



UN-AUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020

		12/31/2020
	Notes	GHC
Non current assets		
Property, plant and equipment	3	20,974,421
Prepaid lease and land		
Intangible		599,917
Investment		1,927,769
		<u>23,502,107</u>
Current assets		
Inventories	4	14,908,397
Trade and other receivable	5	12,781,304
Cash and bank	6	392,508
Total Current Assets		<u>28,082,209</u>
		<u>51,584,315</u>
Total Assets		
Equity and liabilities		
Equity		
Issued capital		33,058,701
Other capital reserve		
Income surplus		(25,632,057)
		<u>7,426,644</u>
Non-current liabilities		
Deferred tax		459,246
Longterm Borrowing		7,048,516
		<u>7,507,762</u>
Current liabilities		
Trade and other payable	7	18,447,078
Income tax payable		348,903
Short term borrowings	8	17,853,928
Total Liabilities		<u>36,649,909</u>
		<u>51,584,315</u>
Total Equity and liabilities		


Director
Kwasi Yirenyi


NIK AMARTEIFIO
Director
Nik Amarteifio

DANNEX AYRTON STARWIN PLC



UN-AUDITED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER, 2020

	Share capital GH¢'000	Retained Earnings GH¢'000	Other Reserves GH¢'000	Total GH¢'000
2020				
At 1 Dec 2019	33,058,701	(20,810,641)	-	12,248,060
Profit/(Loss) for the period		(4,821,416)		(4,821,416)
Reversal during the period				-
At 31st December 2020	33,058,701	(25,632,057)	-	7,426,644

DANNEX AYRTON STARWIN PLC



UN-AUDITED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2020

	Notes	12/31/2020 GHC
OPERATING ACTIVITIES		
Operating (loss)/profit before tax		(4,821,416)
Depreciation and amortisation	3	1,962,249
Profit / loss on disposal		(73,672)
Interest income		
Interest expense		3,251,751
Operating cash flow before working capital changes:		318,912
(Increase)/Decrease in inventories		537,135
(Increase)/Decrease in trade and other accounts receivable		(18,024)
Increase/(Decrease) in trade and other accounts payable		2,413,247
Operating cash flow before interest and tax		3,251,269
Interest received		
Interest paid		(3,251,751)
Income tax paid		(2,119,727)
Net cash flows from operating activities		(2,120,208)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	4	(3,123,518)
Purchase of intangible asset		
Proceeds from disposal		83,350
Net cash flows used in investing activities		(3,040,168)
FINANCING ACTIVITIES		
Dividends paid to equity holders		
Net receipts/(Payment) from borrowings		(3,111,244)
Medium Term Loan		15,464,688
Net cash flows used in financing activities		12,353,444
Net decrease in cash and cash equivalents		7,193,067
Cash and cash equivalents at beginning		(9,189,800)
Cash and cash equivalents at close		(1,996,733)

DANNEX AYRTON STARWIN PLC



NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2020

1 Corporate information

Dannex Ayrton Starwin PLC is a company registered and incorporated in Ghana under the Companies Act, 2019 (Act 922) as a limited liability company whose shares are publicly traded. The registered office is located at 5 Dadeban Road (W3), Ring Road North Industrial Area in Accra.

The company is engaged in the manufacture as well as importation and supply of pharmaceutical products.

2 Summary of significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared on a historical cost basis unless otherwise indicated. The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and also in a manner required by the Companies Act, 2019 (Act 922). The financial statements are prepared on a going concern basis.

2.2 Functional and reporting currency

The financial statements are presented in Ghana Cedis (GHC). The Ghana Cedi is the functional and reporting currency of the company.

2.3 Foreign currencies translations

Transactions in foreign currencies are measured and recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing at the reporting date. At the reporting date non-monetary items at historical cost are translated using the exchange rates as at the dates of the initial transactions.

2.4 Property, plant and equipment

The company recognises an item of property, plant and equipment (PPE) as an asset when it is probable that future economic benefits will flow to it and the cost can be reliably measured by the company. Property, plant and equipment are stated at cost less accumulated depreciation and any impairment in value. Depreciation is provided on the depreciable amount of each component of property, plant and equipment on a straight-line basis over the anticipated useful life of the asset.

The current annual depreciation rates for each class of property, plant and equipment are as follows:

	%
	Over the lease term
Leasehold land	2-3
Factory buildings	13.33-20
Plant and equipment	10 - 20
Laboratory, equipment and furniture	15 - 20
Office furniture and equipment	20 - 25
Motor vehicles and bicycles	25 - 33.3
Computer and accessories	8.5
Medical books	
Costs associated with day-to-day servicing and maintenance of assets is expensed as incurred	

2.5 Inventories

Inventories are valued at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Costs incurred in bringing each product to its present location and conditions are accounted for as follows:

Raw materials are measured at the weighted average cost method.

Finished goods and work in progress comprises the cost of direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity but excluding borrowing costs. Finished goods are also measured at the weighted average cost method

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2020

2.6 Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise of cash at bank and on hand and short-term deposits with a maturity of three months or less.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts which are repayable on demand and which form an integral part of the company's cash management. Cash and cash equivalents are measured subsequently at amortised cost.

2.7 Employee benefits

The Company contributes to the defined Contribution Scheme (the Social Security Fund) on behalf the of employees.

Social security contributions is a National Pension Scheme under which the company pays 13% of employees' basic monthly salaries to a state managed Social Security Fund for the benefit of the employees. All employer contributions are charged to the statement of profit or loss and other comprehensive income as incurred and included under employee benefits. Employees contribute 5.5% of basic salaries to the Fund.

2.8 Provident Fund

Employees contribute a minimum of 10% of their basic salary and the employer contributes the 6.5% in to provident fund. This is a defined Contribution Scheme.

2.9 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales taxes or duty.

Sale of goods

Revenue from the sale of goods is recognised when the significant risk and rewards of ownership have passed to the buyer, usually on delivery of the goods.

DANNEX AYRTON STARWIN PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2020



3 Property Plant and Equipment

Cost or Valuation

	PPE Total	Building	Freehold Land	Plant and equipment	Office equip /Furn	Factory/lab equipment and furn	Computer and accessories	Motor Vehicle & Motorcycle	Medical Books-Library	WIP
Balance at the beginning of the year	36,765,144	18,551,588	305,792	7,090,168	1,169,808	1,727,643	1,272,368	4,810,345	3,600	1,833,831
Replacement and expansion (Sch 3001)	3,123,518	242,187	-	224,944	123,292	89,392	286,425	392,320	-	1,764,958
Transfer from WIP	-	29,926.44	-	182,496.7	-	-	-	-	-	(212,423)
Other	(482,449)	-	-	-	-	-	(24,292)	(659,867)	-	(482,449)
Other disposals in normal course of business	(684,159)	-	-	-	-	-	-	-	-	-
Balance at end of year	38,722,054	18,823,702	305,792	7,497,609	1,293,101	1,817,035	1,534,501	4,542,798	3,600	2,903,917
		0								

Accumulated Depreciation

Balance at the beginning of the year	16,613,592	3,093,395	-	5,957,341	930,301	1,518,293	1,089,155	4,021,508	3,600	-
Depreciation charge for the year	1,808,523	604,290	-	477,531	91,354	79,104	148,650	407,594	-	-
Other disposals in normal course of business	(674,481)	-	-	-	-	-	(14,614)	(659,867)	-	-
Impairment charge for the year	-	-	-	-	-	-	-	-	-	-
Balance at end of year	17,747,633	3,697,685	-	6,434,872	1,021,655	1,597,397	1,223,191	3,769,234	3,600	-
Net Book Value as at 30th September, 2020	20,974,421	15,126,017	305,792	1,062,737	271,446	219,638	311,310	773,563	0	2,903,917

2019

Property Plant and Equipment

Cost or Valuation

Balance at the beginning of the year
 Replacement and expansion (Sch 3001)
 Transfer from WIP
 Other
 Other disposals in normal course of business
Balance at end of year

Accumulated Depreciation

Balance at the beginning of the year
 Depreciation Amortisation charge for the year
 Other disposals in normal course of business
 Impairment charge for the year
Balance at end of year

Net Book Value as at
 Net Book Value as at

	PPE Total	Building	Freehold Land	Plant and equipment	Office equip /Furn	Factory/Lab equipment and furn	Computer and accessories	Motor Vehicle & Bicycle	Medical Books-Library	WIP
Cost	684,159	-	-	-	-	-	24,292	659,867	-	-
Accumulated Depreciation	(674,481)	-	-	-	-	-	(14,614)	(659,867)	-	-
Proceeds	(83,350)	-	-	-	-	-	-	(83,350)	-	-
Profit from Disposal	(73,672)	-	-	-	-	-	9,678	(83,350)	-	-

	Nov 2019	Additions	Disposals	Total
COST				
111001 Fixed Asset Cost - Buildings	18,551,588.38	272,113.63	-	18,823,702.01
111002 Fixed Asset Cost - Computer Equipment	1,272,368.08	286,425.10	24,292.25	1,534,500.91
111003 Fixed Asset Cost - Furniture & Fixings	464,501.32	40,960.00	-	505,461.32
111004 Fixed Asset Cost - Laboratory Equipment	1,444,944.20	56,871.55	-	1,501,815.75
111005 Fixed Asset Cost - Motor Vehicle	4,810,344.64	392,320.00	659,867.02	4,542,797.62
111006 Fixed Asset Cost - Office Equipment	705,308.98	82,332.49	-	787,639.45
111007 Fixed Asset Cost - Plant & Machinery	7,090,167.65	407,441.20	-	7,497,608.85
111008 Fixed Asset Cost - Warehouse Equipment	282,698.07	32,520.00	-	315,219.07
111009 Fixed Asset Cost - Freehold land	305,792.00	-	-	305,792.00
111010 Fixed Asset Cost - Leasehold land	-	-	-	-

111011	Fixed Asset - Cost - Motor Bicycle	-	-	-	-	-
111012	Fixed Asset Cost - Factory furniture and equipment	-	-	-	-	-
111013	Fixed Assets cost - Medical Books - Library	3,600.00	-	-	-	3,600.00
111014	Capital Work in Progress (CWIP)	1,833,831.49	1,764,957.55	694,872.04	-	2,903,917
Total		36,765,143.77	3,335,941.52	1,379,031	38,722,053.98	

DEPRECIATION		Nov 2019	Additions	Disposals	Total
111201	Accumulated Depreciation Buildings	3,093,395.33	604,289.53	-	3,697,684.86
111202	Accumulated Depreciation Computer Equipment	1,089,154.90	148,649.86	14,614.15	1,223,190.61
111203	Accumulated Depreciation Furniture and Fittings	297,957.75	52,905.64	-	350,863.39
111204	Accumulated Depreciation Laboratory Equipment	1,278,622.53	62,639.00	-	1,341,261.53
111205	Accumulated Depreciation Motor Vehicle	4,021,507.48	407,593.63	659,867.02	3,769,234.19
111206	Accumulated Depreciation Office equipment	632,342.95	38,448.83	-	670,791.78
111207	Accumulated Depreciation Plant & Machinery	5,957,340.56	477,531.05	-	6,434,871.61
111208	Accumulated Depreciation Warehouse Equipment	239,670.08	16,465.40	-	256,135.48
111209	Accumulated Depreciation Leasehold Land	0.00	-	-	-
111210	Accumulated Depreciation - Motor Bicycle	0.00	-	-	-
111211	Accumulated Depreciation - Factory Furnit/Equip	0.00	-	-	-
111212	Accumulated Depreciation - Medical Books - Library	3,600.00	-	-	3,600.00
Total		16,613,591.68	1,808,522.94	674,481.17	17,747,633.45

COST		Nov 2019	Additions	Disposals	Total
111301	Intangible Assets - Goodwill	-	0.15	-	0
111302	Intangible Assets - Software	532,544.83	482,448.90	-	1,014,994
111303	Intangible Assets - Patents	-	-	-	-
111304	Intangible Assets - Trade Mark	304,676.82	-	-	304,677
Total		837,221.75	482,449.05	-	1,319,670.80

AMORTISATION		Nov 2019	Additions	Disposals	Total
111401	Amortisation - Goodwill	0.00	-	-	-
111402	Amortisation - Software	261,439.75	153,637.01	-	415,076.76
111403	Amortisation - Patents	0.00	-	-	-
111404	Amortisation - Trade Marks	304,598.09	88.83	-	304,676.92
Total		566,027.84	153,725.84	-	719,753.68

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2020**

3 Property Plant and Equipment Intangible Total Software Patent Trade mark

Cost or Valuation				
Balance at the beginning of the year	837,222	532,545	-	304,677
Replacement and expansion (Sch 3001)	482,449	482,449	-	-
Transfer from WIP	-	-	-	-
Other	-	-	-	-
Other disposals in normal course of business	-	-	-	-
Balance at end of year	1,319,671	1,014,994	-	304,677
Accumulated Amortisation				
Balance at the beginning of the year	566,028	261,440	-	304,588
Amortisation charge for the year	153,726	153,537	-	89
Other disposals in normal course of business	-	-	-	-
Impairment charge for the year	-	-	-	-
Balance at end of year	719,754	415,077	-	304,677
Net Book Value as at 30th September, 2020	599,917	599,917	0	0