



**PBC LIMITED**

**UNAUDITED FINANCIAL STATEMENTS FOR SECOND QUARTER  
FOR THE PERIOD ENDING  
31ST MARCH, 2022**

## PBC LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR SECOND QUARTER ENDED 31ST MARCH, 2022

#### 1. ACCOUNTING POLICIES

##### A. REPORTING ENTITY

PBC Limited is a company registered and domiciled in Ghana. The company is authorised to buy, collect, store, transport and otherwise deal in cocoa, coffee and sheanuts produced in Ghana on behalf of Ghana Cocoa Board.

##### B. BASIS OF PREPARATION

###### (i) Statement of Compliance

The financial statements have been prepared in accordance with international Financial Reporting Standards (IFRS) and its interpretations adopted by the International Accounting Standard Boards (IASB).

###### (ii) Basis of measurement

The financial statements were prepared on the historical cost basis except for financial instruments and other assets that are stated at fair value.

###### (iii) Functional and presentational currency

The financial statements are presented in Ghana cedis (GH¢) which is the company's functional currency.

###### (iv) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

##### C. DEPRECIATION

Items of property, plant and equipment are measured at Cost less accumulated depreciation and impairment losses.

The estimated rates of depreciation are as follows:

Buildings	3%
Plant and Machinery	20%
Motor Vehicles	20%
Operational Vehicles	10%
Furniture and Equipment	20%

Depreciation methods, useful lives and residual values are reassessed at each reporting date.

##### D. INTANGIBLE ASSETS

Software acquired by the Company is stated at cost less accumulated impairment losses.

#### **E. INVENTORIES**

Inventories are measured at the lower of cost and net realisable value.

#### **F. TRADE AND OTHER RECEIVABLES**

Trade receivables are stated at amortised costs, less impairment losses. Specific allowance for doubtful debts are made for receivables of which recovery is doubtful. Other receivables are stated at their cost less impairment losses.

#### **G. CASH AND CASH EQUIVALENTS**

Cash and Cash equivalents comprise Cash on hand and bank balances and these are carried at amortised Cost in the balance sheet.

#### **H. REVENUE**

##### **(i) Sale of goods**

Revenue from the Sale of goods is measured at the fair value of the consideration received or receivable net of returns, trade discounts, taxes and volume rebates and is recognised when the significant risk and rewards of the ownership have been transferred to the buyer.

##### **(ii) Sale of Services**

Revenue from services rendered is recognised in the income statement when the Service is performed.

#### **I. SEGMENT REPORTING**

Segmental information is presented in respect of the Company's business segments and is based on the Company's management and internal reporting structure.

The two main business segments are:

Produce - Sale of Cocoa beans and sheanut.

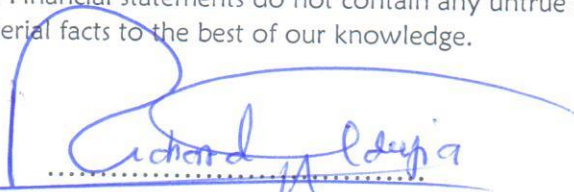
Haulage - transporting of Cocoa beans.

**PBC LIMITED**  
**INCOME STATEMENT**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

INCOME STATEMENT	NOTE	2022 GH¢000	2021 GH¢000
Revenue	4	534,274	1,018,681
Cost of Sales		486,541	936,776
<b>Gross Profit</b>		47,733	81,905
Other Income	6	1,248	3,063
Direct Operating Expenses		545	3,705
General and Administrative Expenses	5	47,167	60,455
<b>Operating profit before financing cost</b>		1,269	20,808
Net Finance Expenses	7	(5,846)	(19,768)
<b>Profit/(Loss) before Taxation</b>		(4,577)	1,040
Income Tax Expense	8a	-	-
<b>Profit/(Loss) for the period transferred to Income Surplus Account</b>		<b>(4,577)</b>	<b>1,040</b>

INCOME SURPLUS ACCOUNT	2022 GH¢	2021 GH¢
Balance at 1 October	(477,551)	(472,166)
Net Profit for the period	(4,577)	1,040
<b>Balance at 31 December</b>	<b>(482,128)</b>	<b>(471,126)</b>

The Financial statements do not contain any untrue statement, misleading facts or omitted material facts to the best of our knowledge.

  
 HON. RICHARD AKUOKO ADIYIA  
 CHIEF EXECUTIVE OFFICER

  
 VIVIAN BOADI APENTENG  
 DEPUTY CEO (F&A)



**PBC LIMITED**

**STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH, 2022**

STATEMENT OF FINANCIAL POSITION	NOTE	2022 GH¢000	2021 GH¢000
<b>Non-Current Assets</b>			
Property, plant and equipment	10	284,844	284,864
Investment in Subsidiaries	20	48,250	39,752
Long Term Investment	22	4,181	4,181
<b>Total non-current assets</b>		<b>337,275</b>	<b>328,797</b>
<b>Current Assets</b>			
Inventories	11	75,365	48,774
Trade and other receivables	12	160,136	681,741
Group Current Account			
Short term investments	13	10,556	855
Current Tax			
Cash and cash equivalents	14	6,912	12,608
<b>Total current assets</b>		<b>252,969</b>	<b>743,978</b>
<b>Total assets</b>		<b>590,244</b>	<b>1,072,775</b>
<b>Equity</b>			
Stated Capital	23	15,000	15,000
Retained earnings		(482,128)	(471,126)
Other reserves		3,624	2,524
Revaluation Reserves		207,034	207,361
<b>Total equity</b>		<b>(256,470)</b>	<b>(246,241)</b>
<b>Liabilities</b>			
Deferred tax liability	8b	-	-
Income Tax liability	8a	-	-
Finance Lease	21	194	194
Medium term loan	18	32,657	138,722
EDAIF Loan			
Long term loan	19	512,738	442,471
Preference share capital	22		
<b>Total non-current liabilities</b>		<b>545,589</b>	<b>581,387</b>
Bank Overdraft	16	-	-
Short Term Loan	17	-	700,968
Medium term loan (current portion)	18	-	-
Long term loan (current portion)		-	-
Finance Lease (current portion)	21	-	-
Trade and other payables	15	301,125	36,661
<b>Total current liabilities</b>		<b>301,125</b>	<b>737,629</b>
<b>Total liabilities</b>		<b>846,714</b>	<b>1,319,016</b>
<b>Total liabilities and equity</b>		<b>590,244</b>	<b>1,072,775</b>

**PBC LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

2 **CAPITAL AND RESERVES**

Reconciliation of movement in capital and reserves

	Share Capital GH¢000	Retained Earnings GH¢000	Other Reserves GH¢000	Revaluation Reserves GH¢000	Total Equity GH¢000
Balance at 01.10.20	15,000	(472,166)	2,524	207,361	(247,281)
Total recognised Income and Expenses		1,040			1,040
Movement in available for sale asset			-		-
<b>Balance at 31.12.22</b>	<b>15,000</b>	<b>(471,126)</b>	<b>2,524</b>	<b>207,361</b>	<b>(246,241)</b>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

	2022 GH c'000	2021 GH c'000
<b>4 REVENUE</b>		
Sale of Cocoa	525,064	1,005,625
Services (Haulage)	9,210	13,056
	<u>534,274</u>	<u>1,018,681</u>
<b>5 ADMINISTRATIVE AND GENERAL EXPENSES</b>		
including the following:		
Depreciation and amortisation	7,965	12,238
Auditors Remuneration	52	125
Directors emoluments	150	-
Subscriptions and Donations	18	90.0
	<u>8,185</u>	<u>12,453</u>
<b>6 OTHER INCOME</b>		
Rent Income		-
Sundry Income	976	-
Sale of Unserviceable items	-	3,063
Recoveries from Shortages/Haulages	272	-
	<u>1,248</u>	<u>3,063</u>
<b>7 NET FINANCE EXPENSES</b>		
Interest Income	900	-
Bank and Produce loan interest	(6,746)	(19,768)
	<u>(5,846)</u>	<u>(19,768)</u>

**PBC LIMITED**

**NOTE TO THE FINANCIAL STATEMENT**

**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

**8a TAXATION**

Year of  
Assessment  
Corporate Tax

Balance at 1 October GH ₵	Payments during the year GH ₵	Charge for the period GH ₵	Balance at 30-Jun GH ₵
---------------------------------	-------------------------------------	----------------------------------	------------------------------

Second Quarter 2022

0	-	-	-
-	-	-	-

**8b DEFERRED TAX**

Balance at June

2021	2022
5,389,783	-1,166,584



**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

**10 PROPERTY, PLANT AND EQUIPMENT**

	Land and Buildings GH ₺	Plant and Machinery GH ₺	Motor Vehicles GH ₺	Furniture & Fitting GH ₺	Building W.I.P GH ₺	Total GH ₺
<b>COST</b>						
Balance at 1.03.2022	237,116,410	25,272,830	104,176,796	6,558,362	62,696,326	435,820,724
Additions during the period	62,701	10,934,956		81,840		11,079,497
Transfer to Asset						-
<b>Balance at 31.03.2022</b>	<b>237,179,110</b>	<b>36,207,786</b>	<b>104,176,796</b>	<b>6,640,202</b>	<b>62,696,326</b>	<b>446,900,220</b>
<b>Depreciation</b>						
Balance at 1.03.2022:	33,307,444	23,859,424	91,009,496	5,914,647		154,091,010
Charge for existing asset	3,538,561	1,005,242	2,153,268	165,534		6,862,606
Charge for additions	941	1,093,496		8,184		1,102,620
Released on Disposals						-
<b>Balance at 31.03.2022</b>	<b>36,846,946</b>	<b>25,958,162</b>	<b>93,162,763</b>	<b>6,088,365</b>	<b>-</b>	<b>162,056,236</b>
<b>Carrying amounts</b>						
<b>At 31.03.22</b>	<b>200,332,164</b>	<b>10,249,624</b>	<b>11,014,033</b>	<b>551,838</b>	<b>62,696,326</b>	<b>284,843,984</b>
<b>At 31.12.21</b>	<b>202,030,592</b>	<b>967,588</b>	<b>12,090,667</b>	<b>323,208</b>	<b>62,696,326</b>	<b>278,108,380</b>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

**11 INVENTORIES**

	2022	2021
	GH ₵000	GH ₵000
<u>Trading:</u>		
Cocoa	49,627	17,705
Sheanut	4,406	18,738
Agro input	1,032	-
Non-Trading	20,300	12,331
	<u>75,365</u>	<u>48,774</u>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

	2022 GH ₵000	2021 GH ₵000
<b>12 ACCOUNTS RECEIVABLE</b>		
Trade receivables due from customers	3,929	534,618
Other receivables	20,330	144,176
Staff Loans and Advances	1,319	1,875
Intercompany receivables	133,374	-
Prepayments	1,184	1,072
	160,136	681,741

a. Prepayments represent the unexpired portion of certain expenditure spread on time basis.

b. The maximum amount due from employees of the Company during the period did not exceed GH₵1,743(2018- GH₵2,648)

	2022 GH ₵000	2021 GH ₵000
<b>13 SHORT TERM INVESTMENTS</b>		
Call & Fixed Deposits	10,556	855
Treasury Bills	-	-
	10,556	855
<b>14 CASH AND CASH EQUIVALENTS</b>		
Bank Balances	6,872	12,136
Cash Balances	40	472
	6,912	12,608
<b>15 ACCOUNTS PAYABLE</b>		
Trade payables	247,195	15,433
Non-trade payables and Other Payables	19,481	21,228
Accrued Charges	34,449	-
	301,125	36,661

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

16

<b>BANK OVERDRAFT</b>	<u>2022</u> GH ₵000	<u>2021</u> GH ₵000
Ecobank Ghana Limited	-	-
UMB	-	-
Ghana Commercial Bank	-	-
Cal Bank	-	-
SG-GH Limited	-	-
ADB	-	-
GCB-Sheanut Tamale		7,285
Societe General CPA 2		28
NIB Bank Limited		467
	<u>-</u>	<u>7,780</u>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

	2022 GH ¢	2021 GH ¢
<b>17 SHORT TERM LOANS</b>		
Produce Loan (Seed Fund)	-	700,968
Stanchart Note Programme	-	-
GCB	-	-
	<u>-</u>	<u>700,968</u>

**SCB Consortium Loan**

The Company was granted a loan facility of GH¢ 154 million following a bond issued to a Consortium of banks and pension Funds Institutions led by Standard Chartered Bank. The facility is for a period of twelve months with an interest rate of of 24% per annum fixed over the period.

<b>18 MEDIUM TERM LOAN</b>		
Produce Loan (Seed Fund)	32,666	-
SCB CONSORTIUM	-	138,722
Societe Genrale	(9)	-
EDAIF	-	-
GCB Ltd	-	-
	<u>32,657</u>	<u>138,722</u>

	2022 GH¢000	2021 GH¢000
<b>19 LONG TERM LOAN</b>		
Restructured Loan (OD)	442,161	387,720
Ghana Cocoa Board	70,577	54,751
	<u>512,738</u>	<u>442,471</u>

The company was granted a long term loan of US\$10,000,000 by Ghana Cocoa Board towards the establishment of the PBC Shea Ltd. a subsidiary of the Company at Buipe.

The facility is for a period of eight year with a two year moratorium, and it is secured by Cocoa Taken Over receivables, Butter proceeds from the factory and take over of the Plant and equipment of PBC Shea Limited. Interest rate is at 8.5% on reducing basis.

**20a INVESTMENT IN SUBSIDIARIES**

	2022 GHc000	2021 GHc000
PBC Shea Ltd	6,000	6,000
Golden Bean Hotel Ltd	42,250	33,752
Balance at 30 September	<u>48,250</u>	<u>39,752</u>

This represents PBC Limited investment in two subsidiaries, namely PBC Shea Ltd and Golden Bean H. The PBC Shea Ltd is a state of the art factory established to process sheanut into shea butter for export located at Buipe in the Central Gonja District. The Golden Bean Hotel is 50 Room hospitality facility located at Nyiaeso in the Kumasi Metropolis.



**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

	2022 GH¢000	2021 GH¢000
<b>21 FINANCE LEASE</b>		
Current portion payable within 12 months	-	-
Long term portion payable after 12 months	194	194
	<u>194</u>	<u>194</u>

**22 Long Term Investment**

	2022 GH ¢'000	2021 GH ¢'000
Quoted Equity Investment		
Balance at 1 October	3,854	3,854
Fair Value movement	327	327
Balance at 31st December 2020	<u>4,181</u>	<u>4,181</u>

This represents 727,273 of equity shares of no par value held in Ghana Commercial Bank Limited

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

23

**STATED CAPITAL**

	2021		2022	
	No. of Shares	Proceeds GH¢	No. of Shares	Proceeds GH¢
<b>a</b>				
<b>Ordinary shares</b>				
Authorised Ordinary Shares of no par value	20,000,000,000		20,000,000,000	
	<u>20,000,000,000</u>		<u>20,000,000,000</u>	
Issued and fully paid				
For cash	2,005,000	1,586,800	2,005,000	1,586,800
For consideration other than cash	477,995,000	13,413,200	477,995,000	13,413,200
	<u>480,000,000</u>	<u>15,000,000</u>	<u>480,000,000</u>	<u>15,000,000</u>

The holders of the ordinary shares are entitled to receive dividend declared from time to time and are entitled to one vote per share at meetings of the company.

<b>b</b>	No. of Shares	Proceeds	No. of Shares	Proceeds
<b>Preference shares</b>				
No. of preference shares	1	100	1	100
Total stated capital		<u>15,000,100</u>		<u>15,000,100</u>

The preference shares are redeemable (golden cocoa share) allotted to the Ministry of Finance on behalf of Government of Ghana.

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR SECOND QUARTER ENDED 31ST MARCH, 2022**

**c Share in treasury**

Shares in Treasury as at 30 June 2019:-(1,877,370) 2017:-(1,877,370 ).

**d Income surplus (Retained earning)**

This represents the residual of cumulative annual profits that are available for distribution to shareholders.

**e Share deals**

This represents the net effect of shares which the company repurchased into treasury that are available for reissue for the consideration of GH¢1,982 and reclassification of the proceeds of redeemable preference shares of GH¢100 from equity.

**f Other reserves**

This represents the gain arising from fair value changes of long term investment in Ghana Commercial Bank Limited shares