



# PBC LIMITED

**UNAUDITED FINANCIAL STATEMENTS FOR THIRD QUARTER  
FOR THE PERIOD ENDING  
30<sup>TH</sup> JUNE, 2022**

**ADDRESS**

PMB, Accra-North  
# 106 Olusengun Obasanjo Way  
Dzorwulu Junction

**EMAIL**

[info@pbcgh.com](mailto:info@pbcgh.com)

**WEBSITE**

[www.pbcgh.com](http://www.pbcgh.com)

## PBC LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THIRD QUARTER ENDED 30TH JUNE, 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**  
**THIRD QUARTER ENDED 30TH JUNE , 2022**

INCOME STATEMENT	NOTE	2022 GH¢	2021 GH¢
Revenue	4	606,571	1,182,601
Cost of Sales		(552,464)	(1,088,180)
<b>Gross Profit</b>		<b>54,107</b>	<b>94,421</b>
Other Income	6	3,498	6,465
Direct Operating Expenses		(688)	(1,087)
General and Administrative Expenses	5	(67,731)	(82,053)
<b>Operating profit before financing cost</b>		<b>(10,814)</b>	<b>17,746</b>
Net Finance Expenses	7	8,810	32,539
<b>Profit/(Loss) before Taxation</b>		<b>(19,624)</b>	<b>(14,793)</b>
Income Tax Expense	8a	-	-
<b>Profit/(Loss) for the period transferred to Income Surplus Account</b>		<b>(19,624)</b>	<b>(14,793)</b>
<b>INCOME SURPLUS ACCOUNT</b>			
		2022 GH¢	2021 GH¢
Balance at 1 April		(482,128)	(471,126)
Net Profit for the period		(19,624)	(14,793)
<b>Balance at 30 June</b>		<b>(501,752)</b>	<b>(485,919)</b>

The Financial statements do not contain any material misstatement to the best of our knowledge.

*SIGNED*  
.....  
HON. RICHARD AKUOKO ADIYIA  
CHIEF EXECUTIVE OFFICER

*SIGNED*  
.....  
VIVIAN BOADI - APENTENG  
DEPUTY CEO (F&A)

## PBC LIMITED

### STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2022

STATEMENT OF FINANCIAL POSITION	NOTE	2022 GH¢000	2021 GH¢000
<b>Non-Current Assets</b>			
Property, plant and equipment	10	282,150	280,722
Investment in Subsidiaries	20	48,250	39,753
Long term investment	9	3,913	4,182
<b>Total non-current assets</b>		<b>334,313</b>	<b>324,657</b>
<b>Current Assets</b>			
Inventories	11	12,210	28,394
Trade and other receivables	12	155,718	716,586
Short term investments	13	239	4,863
Cash and cash equivalents	14	7,924	22,994
<b>Total current assets</b>		<b>176,091</b>	<b>772,837</b>
<b>Total assets</b>		<b>510,404</b>	<b>1,097,494</b>
<b>Equity</b>			
Stated Capital	22	15,000	15,000
Retained earnings		(501,752)	(485,919)
Other reserves		3,624	3,624
Revaluation Reserves		207,361	207,361
<b>Total equity</b>		<b>(275,767)</b>	<b>(259,934)</b>
<b>Liabilities</b>			
Finance Lease	21	-	194
Medium term loan	18	-	118,722
Long term loan	19	392,297	408,667
<b>Total non-current liabilities</b>		<b>392,297</b>	<b>527,583</b>
Short Term Loan	17	283,004	700,968
Trade and other payables	15	110,870	128,877
<b>Total current liabilities</b>		<b>393,874</b>	<b>829,845</b>
<b>Total liabilities</b>		<b>786,171</b>	<b>1,357,428</b>
<b>Total liabilities and equity</b>		<b>510,404</b>	<b>1,097,494</b>

**PBC LIMITED**  
**STATEMENT OF CASH FLOW FOR -THIRD QUARTER ENDED 30TH JUNE 2022**

<b>Cash flow from operating activities</b>	<b>Jun-22</b>	<b>Jun-21</b>
	GH¢'000	GH¢'000
Profit/(loss) before taxation	(19,624)	(14,793)
<u>Adjustment for:</u>		
Depreciation	12,175	67
Retained Earnings	-	-
<b>Operating Profit Before Working Capital Changes</b>	<u>(7,449)</u>	<u>(14,726)</u>
Change in inventories	63,155	20,380
Change in trade and other receivables	4,418	(34,845)
Change in Short Term investment	10,317	(4,008)
Change in Short Term Loan	283,004	-
Change in trade and other payables	<u>(190,255)</u>	<u>92,214</u>
<b>Cash generated from operations</b>	163,190	59,015
Income taxes paid		
<b>Net cash flow from operating activities</b>	<u>163,190</u>	<u>59,015</u>
<b>Cash flow from investing activities</b>		
Change in Available for Sale Investment	268	-
Payments to acquire Property, Plant and Equipment	<u>(9,481)</u>	<u>4,075</u>
<b>Net Cash used in Investing Activities</b>	<u>(9,213)</u>	<u>4,075</u>
<b>Cash flows from Financing Activities</b>		
Changes in Other Reserves	-	1,100
Changes in Finance Lease	(194)	-
Changes in Capital Surplus	327	-
Changes in Long Term Loan	(120,441)	(53,804)
Changes in Medium Term Loan	<u>(32,657)</u>	<u>-</u>
<b>Net Cash used in Financing Activities</b>	<u>(152,965)</u>	<u>(52,704)</u>
<b>Net Increase in Cash and Cash equivalents</b>	1,012	10,386
<b>Cash and Cash equivalents at April 1</b>	<u>6,912</u>	<u>12,608</u>
<b>Cash and Cash equivalents at 30 June</b>	<u>7,924</u>	<u>22,994</u>

**Analysis of changes in cash and cash equivalents.**

	<u>GH ¢'000</u>	<u>GH ¢'000</u>
Cash in Hand and at Bank	7,924	22,994
	<u>7,924</u>	<u>22,994</u>

**PBC LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

2 **CAPITAL AND RESERVES**

Reconciliation of movement in capital and reserves

	Share Capital	Retained Earnings	Other Reserves	Revaluation Reserves	Total Equity
	GH¢000	GH¢000	GH¢000	GH¢000	GH¢000
Balance at 01.10.21	15,000	(482,128)	3,624	207,361	(256,143)
Total recognised Income and Expenses		(19,624)			(19,624)
Movement in available for sale asset			-		-
<b>Balance at 30.06.22</b>	<b>15,000</b>	<b>(501,752)</b>	<b>3,624</b>	<b>207,361</b>	<b>(275,767)</b>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

	2022	2021
	GH ¢	GH ¢
<b>4 REVENUE</b>		
Sale of Cocoa	596,207	1,168,157
Services (Haulage)	10,364	14,444
	<u>606,571</u>	<u>1,182,601</u>
<b>5 ADMINISTRATIVE AND GENERAL EXPENSES</b>		
including the following:		
Depreciation and amortisation	12,175	15,999
Auditors Remuneration	78	67
Directors emoluments	313	265
Subscriptions and Donations	120	80
	<u>12,686</u>	<u>16,411</u>
<b>6 OTHER INCOME</b>		
Rent Income	79	94
Sundry Income	1,370	595
Sale of Unserviceable items		15
Sample Residue	1,745	3,444
Recoveries from Shortages/Haulages	304	2,317
	<u>3,498</u>	<u>6,465</u>
<b>7 NET FINANCE EXPENSES</b>		
Interest on SCB Bond	1,680	4,395
Bank and Produce loan interest	6,306	28,144
	<u>7,986</u>	<u>32,539</u>



**PBC LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 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 ¢
Third Quarter 2022	0	-	-	-
	-	-	-	-

**8b DEFERRED TAX**

	2018	2017
Balance at June	5,389,783	-1,166,584

**PBC LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

9	LONG TERM INVESTMENTS	2022 GH¢000	2021 GH¢000
	Quoted Equity Investments	<u>3,913</u>	<u>4,182</u>

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

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 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 1.10.2021	237,116,410	25,272,830	104,176,796	6,558,362	62,696,326	435,820,724
Additions during the period	62,701	12,405,172		127,645		12,595,518
Transfer to Asset						-
<b>Balance at 30.06.2022</b>	<b>237,179,110</b>	<b>37,678,002</b>	<b>104,176,796</b>	<b>6,686,008</b>	<b>62,696,326</b>	<b>448,416,241</b>
<b>Depreciation</b>						
Balance at 1.10.2021	33,307,444	23,859,424	91,009,496	5,914,647		154,091,010
Charge for the period	5,309,253	3,368,639	3,229,902	267,448		12,175,242
Released on Disposals						
<b>Balance at 30.06.2022</b>	<b>38,616,697</b>	<b>27,228,063</b>	<b>94,239,397</b>	<b>6,182,095</b>	<b>-</b>	<b>166,266,252</b>
<b>Carrying amounts</b>						
<b>At 30.06.22</b>	<b>198,562,413</b>	<b>10,449,939</b>	<b>9,937,399</b>	<b>503,913</b>	<b>62,696,326</b>	<b>282,149,990</b>
At 30.06.21	205,480,465	1,061,795	11,316,812	21,295	62,841,316	280,721,683

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

11 INVENTORIES	2022	2021
<u>Trading:</u>	<u>GH ₵000</u>	<u>GH ₵000</u>
Cocoa	1,348	1,733
Sheanut	4,406	18,738
Agro input	1,029	-
Non-Trading	5,427	7,923
	<u>12,210</u>	<u>28,394</u>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

	2022 GH ₵000	2021 GH ₵000
<b>12 ACCOUNTS RECEIVABLE</b>		
Trade receivables due from customers		393,773
Other receivables	154,828	144,223
Staff Loans and Advances	67	1,445
Staff Loans Discounted		-
Prepayments	823	177,145
	<u>155,718</u>	<u>716,586</u>
<p>a. Prepayments represent the unexpired portion of certain expenditure spread on time basis.</p> <p>b. The maximum amount due from employees of the Company during the period did not exceed GH₵305(2019- GH₵1,975)</p>		
	2022 GH ₵	2021 GH ₵
<b>13 SHORT TERM INVESTMENTS</b>		
<b>Call &amp; Fixed Deposits</b>		
SCB CALL ACCOUNT	41	40
ECOBANK CALL ACCOUNT	80	80
GCB HIGH STREET CALL ACCOUNT	-	68
CBG (UNIBANK) CALL ACCOUNT	118	4,675
Treasury Bills	-	-
	<u>239</u>	<u>4,863</u>
<b>14 CASH AND CASH EQUIVALENTS</b>		
Bank Balances	7,884	10,977
Cash Balances	40	12,017
	<u>7,924</u>	<u>22,994</u>
<b>15 ACCOUNTS PAYABLE</b>		
Trade payables	8,967	29,650
Non-trade payables and accrued expenses	67,470	21,159
Accrued Charges	34,433	78,068
	<u>110,870</u>	<u>128,877</u>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

16	BANK OVERDRAFT	2022 GH ₵000	2021 GH ₵000
	Ecobank Ghana Limited	-	-
	UMB	-	-
	Ghana Commercial Bank	-	-
	Cal Merchant Bank	-	-
	SG-GH Limited	-	-
	ADB	-	-
	Bank of Africa	-	-
	UBA	-	-
		-	-

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

	2022 GH ₵	2021 GH ₵
<b>17 SHORT TERM LOANS</b>		
Produce Loan (Seed Fund)	263,004	700,968
CBC	20,000	-
SG-SSB	-	-
GCB	-	-
ECOBANK	-	-
	<u>283,004</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 24% per annum fixed over the period.

**18 MEDIUM TERM LOAN**

SCB CONSORTIUM	-	-
GCB Ltd		
SCB bond	-	118,722
	<u>-</u>	<u>138,722</u>
Current portion payable within 12 months	-	-
Long term portion payable after 12 months	<u>-</u>	<u>138,722</u>

**19 LONG TERM LOAN**

	2022 GH₵000	2021 GH₵000
Ghana Cocoa Board	70,577	20,947
Ecobank Ghana Limited		
UMB		
Ghana Commercial Bank		
SG-BANK		
ADB		
Bank of Africa		
UBA		
CAL BANK		
Restructured Loans	<u>321,720</u>	<u>387,720</u>
	<u>392,297</u>	<u>408,667</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	33,753
Balance at 30 September	<u>48,250</u>	<u>39,753</u>

This represents PBC Limited investment in two subsidiaries, namely PBC Shea Ltd and Golden Bean. 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 Metropolies.

**20b INVESTMENT IN PBC SHEA LIMITED**

The company's investment in PBC Limited as indicated in the the previous year's financial statement had been restated as follow;

	2022 GHc	2021 GHc
Balance as 01 October	-	-
Interest for the Period		
Cocobod Loan wrongly treated	-	-
Current account figure transferred to Investment	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

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



**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2022**

**22 STATED CAPITAL**

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

	No. of Shares	Proceeds	No. of Shares	Proceeds
No. of preference shares			1	100
Total stated capital				<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 THIRD QUARTER ENDED 30TH JUNE, 2022**

**c Share in treasury**

Shares in Treasury as at 30 June 2020:-(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