



# FAN MILK PLC

## Un-Audited Financial Statements for the six months ended June 30, 2022

### Statement of Comprehensive Income for the six months ended June 30, 2022

	2022 GH¢'000	2021 GH¢'000
<b>Revenue</b>	<b>268,060</b>	<b>239,106</b>
Cost of Sales	(194,454)	(157,937)
<b>Gross Profit</b>	<b>73,606</b>	<b>81,169</b>
Sales and Distribution Costs	(46,800)	(45,846)
Administrative Expenses	(17,279)	(12,046)
Depreciation & Amortisation	(15,771)	(16,040)
Other Income	1,353	1,085
<b>Operating Profit/(loss)</b>	<b>(4,891)</b>	<b>8,322</b>
Finance Income	7,997	1,327
Finance Cost	(7,942)	(921)
<b>Net Profit/(loss) before tax</b>	<b>(4,836)</b>	<b>8,728</b>
Taxation	-	(1,823)
<b>Net Profit/(loss) after tax</b>	<b>(4,836)</b>	<b>6,905</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income</b>	<b>(4,836)</b>	<b>6,905</b>
Number of Shares outstanding	116,207,288	116,207,288
<b>Earnings per Share</b>	<b>(0.04)</b>	<b>0.06</b>

### Statement of Cash Flows for the six month ended June 30, 2022

	2022 GH¢'000	2021 GH¢'000
<b>Cash Flows from Operating Activities</b>		
Cash generated from Operations	(64,324)	17,144
Interest Paid	(7,942)	(921)
Interest Received	7,997	1,327
Tax Paid	-	(4,300)
<b>Net Cash Generated from Operating Activities</b>	<b>(64,269)</b>	<b>13,250</b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(3,053)	(25,562)
Principal Lease Payment	(1,985)	-
Proceeds from sale of Property, Plant and Equipment	1,082	1,511
Loan	35,000	-
<b>Net Cash used in Investing Activities</b>	<b>31,044</b>	<b>(24,051)</b>
<b>Cash Flows from Financing Activities</b>		
Dividends Paid	(1)	(5)
<b>Net Cash used in Financing Activities</b>	<b>(1)</b>	<b>(5)</b>
(Decrease) in Cash and Cash Equivalents	(33,226)	(10,806)
Cash and Cash Equivalents as at January 1	65,581	54,021
<b>Cash and Cash Equivalents as at June 30</b>	<b>32,355</b>	<b>43,215</b>

### Statement of Financial Position as at six month ending June 30, 2022

	2022 GH¢'000	2021 GH¢'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	185,009	194,889
<b>Current Assets</b>		
Inventories	154,704	114,953
Tax	9,465	7,191
Trade and Other Receivables	176,131	85,375
Bank and Cash Balances	32,355	43,215
<b>TOTAL ASSETS</b>	<b>557,663</b>	<b>445,623</b>

### Statement of Changes in Equity

	2022 GH¢'000	2021 GH¢'000
<b>Stated capital</b>	<b>10,000</b>	<b>10,000</b>
Retained earnings - January 1	236,675	250,104
Total comprehensive income	(4,836)	6,905
Dividend for previous year	-	-
<b>Retained earnings - June 30</b>	<b>231,839</b>	<b>257,009</b>
<b>Total equity</b>	<b>241,839</b>	<b>267,009</b>

### Notes to the Financial Statement for the six months ended June 30, 2022

#### 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:

	2022 GH¢'000	2021 GH¢'000
Directors Remuneration	480	523
Auditors Remuneration	129	155
Donation	-	-
4. Other Income		
Profit/Loss on Sale of Fixed Assets	738	506
Sale of Scraps	1	76
Rent Income	614	502

#### COMMENTS TO THE FINANCIAL STATEMENTS:

Fan Milk Plc recorded a double digit revenue growth of 12% for the first half of the year; same as it did for the first quarter of the year 2022, compared to prior year. The company is still pursuing its strategy of profitably growing the outdoor business and at the same time accelerating the indoor channel. This is paying off with a double digit growth recorded consistently in both quarters of the year. On the cost front, the rising commodity prices experienced globally last year is exacerbated by high inflation and steep depreciation of the local currency in Ghana today. This has caused a dip in the gross profit margin from 33.9% in half year 2021 to 27.5% in 2022. The first half of the year recorded an operating loss of GHS4.9 million and a net loss of GHS 4.8 million.

**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

Ziobeiton Yeo  
Managing Director