

SAMBA FOODS LIMITED

**UNAUDITED
FINANCIAL STATEMENTS**

FOR HALF YEAR ENDED

JUNE 30, 2020

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COMPANY PROFILE

Directors

Leticia Osafo - Addo
Kwame Osafo - Addo
Awo Dede Osafo - Addo
Charles Darko
Fuseini Issah

Address

P. O. Box B 186
C.2, Tema

Telephone

0265084529

Principal Place of Business

West Coast Dyeing Company Compound
Heavy Industrial Area
Tema

Bankers

Zenith Bank
G C B Bank

Principal Activities

Food Processing
Producers of Spices
Import and Export Services
Exporters of Processed Foods
Farming

REPORT OF THE DIRECTORS

In accordance with the requirements of the Companies Act 992, (2019), the Directors are presenting the report of the Company for the half-year ended June 30, 2020.

Statement of Director's Responsibilities

The Directors are responsible for the preparation of financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss and cash flows for that period. In preparing these financial statements, the directors have selected suitable accounting policies and then applied consistently, made judgements and estimates that reasonable and prudent and followed International Financial Reporting Standards (IFRS) and the requirements of the Companies Act 992 (2019).

The Directors are responsible for ensuring that the company keeps proper accounting records that disclose with reasonable accuracy, at any time, the financial position of the company. The Directors are also responsible for safeguarding the assets of the of the company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activities

Food Processing
Producers of Spices
Import and Export Services
Exporters of Processed Foods
Farming

Financial Results

The results of the company are set out on pages 6 to 33. The Company recorded a net loss after tax of GHC 125,607 as against a net loss of GHC 262,141 in June 2019.

Directors

Leticia Osafo - Addo
Kwame Osafo - Addo
Awo Dede Osafo - Addo
Charles Darko
Fuseini Issah

By Order of the Board

Dated: 31 - June 2020

Name: Leticia Osafo-Addo

Name: CHARLES TETTEH DARKO

Signed: 

Signed: 

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE HALF-YEAR ENDED JUNE 30, 2020

	NOTES	June 2020 GH¢	June 2019 GH¢
Income	4	272,952	338,259
Direct Expenses	5	(250,964)	(270,607)
Gross Profit / (Loss)		21,988	67,652
Other Income	8	-	-
Admin Expenses	6	(60,960)	(233,315)
Depreciation and Amortization	10	(85,890)	(91,160)
Finance Charges	7	(745)	(5,318)
Earnings Before Interest and Tax		(125,607)	(262,141)
Tax		<u>-</u>	<u>-</u>
Net (Loss) / Profit After Tax		<u>(125,607)</u>	<u>(262,141)</u>

STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2020

		Half Year 2020 GH¢	Half Year 2019 GH¢
Non Current Assets:			
Plant, Properties & Equipment	NOTES 10	3,399,779	3,554,058
Development Expenditure	9	<u>11,686</u>	<u>35,059</u>
		<u>3,411,465</u>	<u>3,589,117</u>
Current Assets:			
Stocks	12	396,702	167,310
Receivables	13	45,046	29,021
Taxation	11	27,395	27,395
Cash & Bank Balances	14	<u>235</u>	<u>5,175</u>
		<u>469,378</u>	<u>228,901</u>
Total Assets		<u>3,880,843</u>	<u>3,818,017</u>
EQUITY AND LIABILITIES			
Equity			
Capital Account	15	2,750,498	2,750,498
Revaluation Surplus		2,222,559	2,222,559
Income Surplus		<u>(2,469,535)</u>	<u>(2,405,769)</u>
		<u>2,503,522</u>	<u>2,567,288</u>
Current Liabilities			
Creditors	16	92,526	5,452
Other Payables	17	<u>429,284</u>	<u>390,659</u>
		<u>521,810</u>	<u>396,111</u>
Non Current Liabilities			
Deferred Tax Liabilities	11	703,758	702,865
Term Loan	18	<u>151,753</u>	<u>151,753</u>
		<u>855,511</u>	<u>854,618</u>
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY		<u>3,880,843</u>	<u>3,818,017</u>


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DIRECTOR


.....
DIRECTOR

The accompanying NOTES 1-19 form an integral part of this Financial Statements and should therefore be read in conjunction therewith.

Statement of Changes in Equity

	Stated Capital GH¢	Income Surplus GH¢	Revaluation Surplus GH¢	Total GH¢
Half-year ended June 30, 2020				
At the beginning of January 2020	2,750,498	(2,343,928)	2,222,559	2,629,129
Increase in Stated Capital	-	-	-	-
Profit/(Loss) for the period	-	(125,607)	-	(125,607)
At the end of June 2020	<u>2,750,498</u>	<u>(2,469,535)</u>	<u>2,222,559</u>	<u>2,503,522</u>
Half-year ended June 30, 2019				
At the beginning of January 2019	2,750,498	(2,143,628)	2,222,559	2,829,429
Increase in Stated Capital	-	-	-	-
Profit/(Loss) for the period	-	(262,141)	-	(262,141)
At the end of June 2019	<u>2,750,498</u>	<u>(2,405,769)</u>	<u>2,222,559</u>	<u>2,567,288</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED JUNE 30, 2020**

1 ACCOUNTING POLICIES

The following are the significant accounting policies adopted by the company in the preparation of the financial statements.

Basis of Accounting

a) Cost Convention

The significant accounting policies adopted by the company and which have been followed in the the preparation of the financial statements are the historic cost convention.

b) Revenue Recognition

Turnover is recognized upon delivery of goods or service and customer acceptance. Turnover is shown net of value added tax.

c) Accounts Receivable

Trade and sundry debtors are shown at book value less provision for specific doubtful debts.

d) Depreciation

Property, plant and equipment is stated at historical cost less depreciation. Additions during the year are included at cost.

Depreciation is calculated on the straight -line method and on a pro-rated basis to write-off the cost of each asset, or the revenue over 60 years

Computers	20%
Furniture & Fixtures	20%
Equipment	30%
	15%

e) Foreign Currencies

Transactions in foreign currencies during the year are converted into cedis at prevailing into cedis at prevailing rates of exchange ruling at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated into cedis at the rates of exchange ruling at the balance sheet date. The resulting gains and losses are dealt with in the profit and loss account.

f) Cash and Cash Equivalent

Cash and cash equivalents are carried in the balance sheet at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments and bank overdrafts.

g) Post Balance Sheet Events

Events subsequent to the balance sheet date are reflected only to the extent that they relate to the accounts and their effect is material.

h) Judgements and Estimates

In preparing these financial statements judgements, estimates and associated assumptions have been based on historical experience and various other factors that were believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an on-going basis.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2020**

NOTE 10 : PLANT, PROPERTIES AND EQUIPMENT

	Leasehold <u>Land</u> GH¢	Motor <u>Vehicles</u> GH¢	Factory <u>Equipm't</u> GH¢	<u>Computers</u> GH¢	<u>Office Equip & Furniture</u> GH¢	<u>Total</u> GH¢
Cost						
Cost - 01/01/20	2,494,767	169,000	1,772,300	19,100	160,115	4,615,282
Revaluation	-					-
Addition	-	-	-	-	-	-
Balance - 30/06/20	<u>2,494,767</u>	<u>169,000</u>	<u>1,772,300</u>	<u>19,100</u>	<u>160,115</u>	<u>4,615,282</u>
Depreciation						
Cost - 01/01/20	408,061	164,800	432,567	14,910	121,143	1,141,481
Charge for the year	<u>27,305</u>	<u>12,440</u>	<u>22,059</u>	<u>608</u>	<u>11,611</u>	<u>74,023</u>
Balance - 30/06/20	<u>435,366</u>	<u>177,240</u>	<u>454,626</u>	<u>15,518</u>	<u>132,754</u>	<u>1,215,504</u>
Carrying Value						
As at 30/06/2020	<u>2,059,401</u>	<u>(8,240)</u>	<u>1,317,674</u>	<u>3,583</u>	<u>27,361</u>	<u>3,399,778</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF - YEAR ENDED JUNE 30, 2020**

	JUNE 2020 GH¢	JUNE 2019 GH¢
Note 4 : Income	272,952	338,259
Note 5 : Direct Cost		
Opening Stock (RM)	401,084	345,904
Purchases	156,209	149,565
Factory Wages	35,426	35,396
Overheads	37,176	48,272
Cost of Goods Produced	629,895	579,137
Add: Finished Goods b/f	17,771	12,780
Less: Raw Materials c/d	(378,872)	(292,948)
Less: Finished Goods c/d	(17,830)	(28,362)
	<u>250,964</u>	<u>270,607</u>
Note 6 : Administrative Expenses		
Audit Fees	-	-
Salaries	19,750	11,600
Communication	935	3,810
Marketing Expenses	948	
Travelling & Transport	8,450	5,978
Printing & Stationery	1,172	2,075
Medicals	1,371	1,575
Vehicle Running Expenses	15,380	22,453
Rent	1,349	3,744
Electricity & Water	5,469	5,508
Security		100
Cleaning & Sanitation	862	
Meetings	399	
Insurance	985	850
Listing Expenses	1,651	16,377
Stocks Written Off		154,000
Rep. & Mtce - Office Equipment	2,240	5,245
Registration & Licensing	-	-
	<u>60,961</u>	<u>233,315</u>
Note 7 : Financial Charges		
Interest Charges		
Bank Charges	745	5,318
	<u>745</u>	<u>5,318</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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	JUNE 2020 GH¢	JUNE 2019 GH¢
Note 8 : Other Income		
Interest Earned	-	-
Gift (Vehicle)	-	-
	<u>-</u>	<u>-</u>

	GH¢	GH¢
Note 9 : Intangible Assets		
Bal B/fwd	116,864	116,864
Addition -Current Period	-	-
	<u>116,864</u>	<u>116,864</u>
Amortization	105,178	81,805
Bal C/fwd	<u>11,686</u>	<u>35,059</u>

This relates to expenses incurred to put rented factory premises to shape.
The balance carried forward and any additions during the year is written off over the remaining life of the lease.

Note 11 : Taxation

Year	Balance B/F GH¢	Charge for the Year GH¢	Total Liability GH¢	Tax Paid GH¢	<u>Balance</u> GH¢
2018	(27,395)	-	(27,395)	-	(27,395)
2019	(27,395)		(27,395)	-	(27,395)
2020	(27,395)		(27,395)		(27,395)

	GHC	GHC
11b. Deferred Tax Asset / (Liability)		
At start of year	703,758	(690,528)
Income statement credit / (charge)	-	(12,337)
	<u>703,758</u>	<u>(702,865)</u>

Note 12 : Stocks			
Raw Materials	17,719		
Less: Write Off	-	17,719	5,146
	<u>17,719</u>		
Packaging Materials	361,153		
Less: Write Off	-	361,153	133,802
	<u>361,153</u>		
Trading	17,830		28,362
	<u>17,830</u>		<u>28,362</u>
	<u>396,702</u>		<u>167,310</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED JUNE 30, 2020**

	JUNE 2020 GH¢	JUNE 2019 GH¢
Note 13 : Receivables		
Trade Debtors	45,046	29,021
Deposit for Equipment	-	-
Prepayment - Rent	-	-
	<u>45,046</u>	<u>29,021</u>

Note 14 : Cash and Bank

Zenith Bank GHC	24	1,453
Zenith Bank USD	42	77
GCB	20	-
Cash on Hand	149	3,645
	<u>235</u>	<u>5,175</u>

Note 15 : Stated Capital
Authorized Shares
1,000,000,000 Ordinary Shares

Issued Shares	No. of Shares	GHC	GHC
Equity Contribution	<u>5,975,453</u>	<u>2,750,498</u>	<u>2,750,498</u>
Total	<u>5,975,453</u>	<u>2,750,498</u>	<u>2,750,498</u>

Note 16 : Accounts Payables

Trade Creditors	28,003	5,542
Statutory	64,523	-
	<u>92,526</u>	<u>5,542</u>

Note 17 : Other Payables

Iaco Consult	40,000	34,000
Salaries	328,900	276,936
Rent	5,744	3,744
Charles Darko	-	10,000
Pravin	751	-
CEO	53,889	65,979
	<u>429,284</u>	<u>390,659</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED JUNE 30,2020**

	JUNE 2020 GH¢	JUNE 2019 GH¢
Note 18 : Term Loan		
Venture Capital Fund	91,753	91,753
Unisecurities	-	-
Interest		-
M.O.F.A - ADB	<u>60,000</u>	<u>60,000</u>
	<u><u>151,753</u></u>	<u><u>151,753</u></u>

M.O.F.A relates to the cost of imported factory equipment.