

Profit and Loss Account

for the year ended December 31



(All amounts are expressed in millions of cedis)

	Note	2006	2005
Turnover	1	323,747	312,464
Cost of Sales	2	(170,178)	(169,677)
Gross Profit		153,569	142,787
Selling, General and Administrative Expenses	3	(111,493)	(95,846)
Operating Profit		42,076	46,941
Other income	4	2,469	1,661
Net Profit before National Reconstruction Levy and Tax		44,545	48,602
National Reconstruction Levy	5	0	(729)
Net Profit before Tax		44,545	47,873
Tax	6	(11,798)	(12,650)
Net Profit after tax transferred to Income Surplus Account		<u>32,747</u>	<u>35,223</u>

The accounting policies and notes on pages 22 to 30 form an integral part of these financial statements.



Fan Milk at the Trade Fair.



Income Surplus Account

for the year ended December 31



(All amounts are expressed in millions of cedis)

	Note	2006	2005
Balance at January 1		80,244	52,935
Transfer to Stated Capital		(54,000)	0
		<u>26,244</u>	<u>52,935</u>
Net Profit for the year		<u>32,747</u>	<u>35,223</u>
		58,991	88,158
Dividend Proposed	7	(9,101)	(7,914)
Balance at December 31		<u>49,890</u>	<u>80,244</u>

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New dehumidifier equipment.



Balance Sheet

as at December 31



(All amounts are expressed in millions of cedis)

	Note	2006	2005
Property, Plant and Equipment	8	<u>108,158</u>	<u>96,016</u>
Current Assets			
Inventories	9	40,822	49,030
Trade and Other Receivables	10	8,142	4,152
Tax		0	574
Bank and Cash Balances		<u>25,848</u>	<u>8,211</u>
		<u>74,812</u>	<u>61,967</u>
Current Liabilities			
Trade and Other Payables	11	52,358	46,632
Bank Overdraft	12	219	2,170
Loan	13	0	9,141
Tax	6	1,355	0
Dividend	7	<u>10,049</u>	<u>8,791</u>
		<u>63,981</u>	<u>66,734</u>
Net Current Assets/(Liabilities)		<u>10,831</u>	<u>(4,767)</u>
Obligation under Finance Lease	14	(9,099)	(5,005)
Net Assets		<u>109,890</u>	<u>86,244</u>
Represented by:			
Stated Capital	15	60,000	6,000
Income Surplus Account		<u>49,890</u>	<u>80,244</u>
Shareholders' Fund		<u>109,890</u>	<u>86,244</u>

The financial statements on pages 17 to 30 were approved by the Board of Directors on February 22, 2007 and signed on its behalf by:

Director

Director

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Statement of Changes In Equity



(All amounts are expressed in millions of cedis)

Note

	Stated Capital	Income Surplus Account	Total
Year ended December 31, 2006			
At the beginning of the year	6,000	80,244	86,244
Transfer to stated capital	54,000	(54,000)	0
Net Profit	0	32,747	32,747
Proposed dividend	0	(9,101)	(9,101)
At the end of the year	<u>60,000</u>	<u>49,890</u>	<u>109,890</u>
Year ended December 31, 2005			
At the beginning of the year	6,000	52,935	58,935
Net Profit	0	35,223	35,223
Proposed dividend	0	(7,914)	(7,914)
At the end of the year	<u>6,000</u>	<u>80,244</u>	<u>86,244</u>

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Long distance haulage truck.



Cash Flow Statement

as at December 31



(All amounts are expressed in millions of cedis)

	Note	2006	2005
Cash Flow from Operating Activities			
Cash generated from operations	16	74,777	60,685
Interest paid	3	(3,046)	(1,736)
Interest received	4	786	14
Tax paid	6	(9,869)	(13,397)
Net cash generated from operating activities		<u>62,648</u>	<u>45,566</u>
Cash Flows from Investing Activities			
Purchase of property, plant and equipment	8	(36,190)	(46,454)
Proceeds from sale of plant and equipment	8	823	1,107
Net cash used in investing activities		<u>(35,367)</u>	<u>(45,347)</u>
Cash Flows from Financing Activities			
Dividend paid	7	(7,843)	(5,545)
Loan repaid	13	(9,209)	9,130
Finance lease drawn down	14	14,398	7,764
Finance lease repaid	14	(5,039)	(550)
Net cash (used in)/generated from financing activities		<u>(7,693)</u>	<u>10,799</u>
Increase in cash and cash equivalents		19,588	11,018
Cash and cash equivalents at the beginning of the year	17	6,041	(4,977)
Cash and cash equivalents at the end of the year	17	<u>25,629</u>	<u>6,041</u>

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