

ALUWORKS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2007

	Note	2007 GH¢'000	2006 GH¢'000
GROSS SALES		56,776	53,309
Value Added Tax		(4,758)	(4,063)
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NET SALES		52,018	49,246
Cost of Sales		(48,946)	(43,872)
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GROSS PROFIT		3,072	5,374
General, Administrative and Selling Expenses		(4,157)	(3,243)
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TRADING (LOSS)/ PROFIT	2	(1,085)	2,131
Sundry Income	3	61	211
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(LOSS)/PROFIT BEFORE INTEREST AND TAXATION		(1,024)	2,342
Net Interest Expense	4	(1,380)	(473)
Exceptional Item	20	(1,811)	-
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(LOSS)/PROFIT BEFORE TAXATION		(4,215)	1,869
Taxation	5	(187)	(229)
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(LOSS)/PROFIT AFTER TAXATION transferred to Income Surplus Account		(4,402)	1,640
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INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2007

	2007 GH¢'000	2006 GH¢'000
Balance at 1 January	5,904	6,556
(Loss)/Profit for the year	(4,402)	1,640
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Proposed Dividend: GH¢ Nil	1,502	8,196

(2006: GH¢ 0.0550) per share	-	-----	(2,292)

Balance at 31 December	1,502		5,904
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ALUWORKS LIMITED
BALANCE SHEET AT 31ST DECEMBER 2007

	Note	2007 GH¢'000	2006 GH¢'000
PROPERTY, PLANT & EQUIP.	6	18,957	8,006
INVESTMENTS	7	28	28
CURRENT ASSETS			
Stocks	8	16,666	10,092
Taxation	5	678	408
Debtors	9	8,491	8,051
Cash and Bank balances		786	2,234
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		26,621	20,785
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CURRENT LIABILITIES			
Bank Overdraft and Loans	10	13,496	4,357
Creditors	12	3,802	8,901
Dividend Payable	16	699	2,189
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		17,997	15,447
		-----	-----
NET CURRENT ASSETS		8,624	5,338
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		27,609	13,372
LONG TERM LIABILITIES			
Deferred Taxation	15	(735)	(548)
Loans	11	(20,280)	(1,828)
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		(21,015)	(2,376)
		-----	-----
NET ASSETS		6,594	10,996
		=====	=====
FINANCED BY:			
STATED CAPITAL	13	5,002	5,002
SHARE DEALS ACCOUNT	14	90	90
INCOME SURPLUS		1,502	5,904
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		6,594	10,996
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ALUWORKS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2007

	2007		2006
	GH¢'000		GH¢'000
Cash flows from operating activities			
(Loss)/Profit before taxation	(4,215)	1,869	
Adjustments for:			
Depreciation	547	606	
Profit on disposal	-	(8)	
Net Interest expense	1,380	473	
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	(2,288)	2,940	
(Increase)/Decrease in stocks	(6,574)	3,966	
Increase in debtors	(440)	(1,382)	
(Decrease)/Increase in creditors	(5,099)	4,555	
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Cash generated from operations	(14,401)	10,079	
Interest paid	(1,380)	(479)	
Income taxes paid	(270)	(48)	
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Net cash flow from operating activities	(16,051)		9,552
Cash flows from investing activities			
Property, plant and equipment purchased	(11,498)	(2,272)	
Proceeds from sale of property, plant and equip.	-	8	
Interest received	1	6	
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Net cash used in investing activities	(11,497)		(2,258)
Cash flow from financing activities			
Net Movement in Loan received / (paid)	22,897	(4,765)	
Proceeds from sale of treasury shares	-	2	
Dividend paid	(1,490)	(1,861)	
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Net cash used in financing activities	21,407		(6,624)
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Net (Decrease)/ Increase in cash and cash equivalents	(6,141)		670
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Analysis of changes in cash and cash equivalents during the year			
Balance at 1 January	(2,123)		(2,793)
Net cash (Outflow)/Inflow	(6,141)		670
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Balance at 31 December	(8,264)		(2,123)
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Analysis of balances of cash and cash equivalents as shown in the balance sheet

Cash and Bank balances	786	2,234
Bank Overdraft and Loans	(9,050)	(4,357)
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	(8,264)	(2,123)
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ALUWORKS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2007

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items that are considered material in relation to the company's financial statements.

a. Basis of Accounting

These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain leasehold land and buildings, plant, machinery and office equipment.

b. Depreciation

Depreciation is provided for on a straight-line basis at rates calculated to write off the gross value of each property, plant and equipment over its estimated useful life. The annual rates generally in use are as follows:

Leasehold Land and Buildings	-	Over period of lease
Plant, Machinery and Equipment	-	8% - 20%
Motor Vehicles	-	20%

c. Stocks

Stocks are valued at the lower of cost and net realisable value. Cost represents the landed cost of raw materials and consumables plus a percentage of direct labour costs and overheads for work-in-progress and finished goods.

d. Gross Sales

Gross sales represent the value of goods invoiced to customers during the period and include Value Added Tax and National Health Insurance.

e. Debtors

Debtors are stated after providing for specific debts considered to be doubtful.

f. Foreign Currencies