

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

	Note	2007 GH¢	2006 GH¢
SALES		3,192,970	2,323,776
Cost of Sales		(2,647,732)	(1,868,987)
GROSS PROFIT		<u>545,238</u>	<u>454,789</u>
Selling, General and Administrative Expenses		(553,329)	(598,081)
OPERATING LOSS		<u>(8,091)</u>	<u>(143,292)</u>
Other Income	3	9,862	63,338
PROFIT/(LOSS) BEFORE FINANCIAL CHARGES AND TAXATION		<u>1,771</u>	<u>(79,954)</u>
Net Financial Charges	4	(212,974)	(207,678)
LOSS BEFORE TAXATION	5	<u>(211,203)</u>	<u>(287,632)</u>
Taxation	6 (ii)	(52,339)	(2,467)
LOSS AFTER TAXATION transferred to Income Surplus Account		<u><u>(263,542)</u></u>	<u><u>(290,099)</u></u>

INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2007

	Note	2007 GH¢	2006 GH¢
Balance at 1st January		(331,905)	(41,806)
Loss for the year		(263,542)	(290,099)
Balance at 31st December		<u><u>(595,447)</u></u>	<u><u>(331,905)</u></u>
Earnings per Share (Ghana Cedis per share)	20	<u><u>(0.0160)</u></u>	<u><u>(0.0176)</u></u>

PIONEER KITCHENWARE LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2007

	2007 GH¢	2006 GH¢
Cash flow from operating activities		
Loss before Taxation	(211,203)	(287,632)
Adjustments for:		
Depreciation	24,504	20,290
Dividend received	(73)	(117)
Interest received	-	(1)
Interest paid	212,974	208,129
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	26,202	(59,331)
Increase in Stocks	(128,817)	(479,263)
(Increase)/Decrease in Debtors	(12,082)	15,594
Increase in Creditors	195,213	422,052
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<i>Cash generated from operations</i>	80,516	(100,948)
Interest paid	(212,974)	(208,129)
Income taxes paid	(7)	(4,028)
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Net cash from operating activities	(132,465)	(313,105)
Cash flow from investing activities		
Purchase of property, plant & equipment(9,059)	(39,704)	
Interest received	-	1
Dividend received	73	117
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Net cash used in investing activities	(8,986)	(39,586)
Cash flow from financing activities		
Proceeds from borrowings	624,400	150,000
Repayment of loan	(275,000)	(75,000)
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Net cash used in financing activities	349,400	75,000
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Net increase/ (decrease) in cash and cash equivalents	207,949	(277,691)
Cash and cash equivalents at the beginning (see note A below)	(772,453)	(494,762)
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Balance at 31 December	(564,504)	(772,453)
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Note A		
Cash and cash equivalents	47,811	8,205
Bank overdraft	(612,315)	(780,658)
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Balance at 31 December	(564,504)	(772,453)
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