

PRODUCE BUYING COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2007

	NOTES	2007 GH ¢	2006 GH ¢
TURNOVER		<u>195,112,656</u>	<u>248,662,200</u>
COST OF SALES		<u>(173,222,319)</u>	<u>(222,530,400)</u>
GROSS PROFIT		<u>21,890,337</u>	<u>26,131,800</u>
DIRECT OPERATING EXPENSES	2	<u>(15,407,199)</u>	<u>(22,601,700)</u>
ADMIN. & GENERAL EXPENSES	3	<u>(7,397,781)</u>	<u>(6,428,800)</u>
TOTAL EXPENSES		<u>(22,804,980)</u>	<u>(29,030,500)</u>
OPERATING LOSS		<u>(914,643)</u>	<u>(2,898,700)</u>
OTHER INCOME	4	<u>1,628,248</u>	<u>1,637,300</u>
NET PROFIT / (LOSS) BEFORE TAXATION		<u>713,605</u>	<u>(1,261,400)</u>
TAXATION	6	<u>(263,263)</u>	<u>162,900</u>
NET PROFIT / (LOSS) AFTER TAX TRANSFERRED TO INCOME SURPLUS ACCOUNT		<u><u>450,342</u></u>	<u><u>(1,098,500)</u></u>

INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2007

BALANCE AT 1 OCTOBER	<u>(642,175)</u>	456,325
NET PROFIT / (LOSS) FOR THE YEAR	<u>450,342</u>	<u>(1,098,500)</u>
BALANCE AT 30 SEPTEMBER	<u><u>(191,833)</u></u>	<u><u>(642,175)</u></u>

PRODUCE BUYING COMPANY LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2007

	NOTES	2007 GH ¢	2006 GH ¢
PROPERTY, PLANT & EQUIPMENT	7	5,223,208	2,625,303
LONG TERM INVESTMENT	8	161,364	25,000
		5,384,572	2,650,303
CURRENT ASSETS			
Stocks	9	3,480,526	6,996,725
Accounts Receivable	10	10,562,418	8,365,219
Short Term Investments	11	14,020,442	164,318
Bank and Cash Balances	12	2,336,893	814,953
		30,400,279	16,341,215
CURRENT LIABILITIES			
Bank Overdraft	13	11,903,628	9,820,414
Short Term Loan	16	14,000,000	0
Accounts Payable	14	2,633,028	841,944
Seed Fund Loan		0	4,204,143
National Reconstruction Levy	5	86,456	86,456
Taxation	6a	(325,430)	(250,973)
Dividend	15	15,350	15,350
		28,313,032	14,717,334
NET CURRENT ASSETS		2,087,247	1,623,881
		7,471,819	4,274,184
NON CURRENT LIABILITIES			
Medium Term Loan	17	(2,747,293)	0
		4,724,526	4,274,184
REPRESENTED BY			
Stated Capital	18	4,914,377	4,914,377
Share Deals Account	20	1,982	1,982
Income Surplus Account		(191,833)	(642,175)
		4,724,526	4,274,184

Approved by the Board on2007

.....Director

..... Director

PRODUCE BUYING COMPANY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2007

	2007 GH ¢	2006 GH ¢
Cash flows from operating activities		
Operating Profit / (Loss)	713,605	(1,261,400)
<u>Adjustment for:</u>		
Depreciation	882,891	719,300
Interest Received	(35,383)	(96,200)
Interest Paid	3,228,398	7,969,900
	4,075,906	8,593,000
Operating Profit Before Working Capital Changes	4,789,511	7,331,600
Decrease in Stocks	3,516,199	8,162,400
(Increase)/Decrease in Accounts Receivable	(2,197,199)	2,591,400
Increase / (Decrease) in Accounts Payable	1,791,084	(626,100)
Cash generated from operations	7,899,595	17,459,300
Tax Paid	(337,720)	(202,600)
Cash flows from Investing activities		
Interest Received	35,383	96,200
Interest Paid	(3,228,398)	(7,969,900)
Proceeds from disposal of Fixed Assets	0	6,036
Payment to acquire Long Term Investment	(136,364)	0
Payments to acquire fixed assets	(3,480,796)	(257,200)
Net Cash used in Investing Activities	(6,810,175)	(8,124,864)
Net Cash Inflow/Outflow Before Financing	751,700	9,131,836
Cash flows from Financing Activities		
Uncashed Dividend Cheque	0	15,046
Short Term Loan	14,000,000	0
Seed Fund Loan	(4,204,143)	(6,372,143)
Medium Term Loan	2,747,293	0
Net Cash used in Financing Activities	12,543,150	(6,357,097)
Net Increase in Cash and Cash equivalents	13,294,850	2,774,739
Cash and Cash equivalents at 1 October	(8,841,143)	(11,615,882)
Cash and Cash equivalents at 30 September	4,453,707	(8,841,143)
Cash and Cash Equivalents.		
Cash in Hand and at Bank	2,336,893	814,953
Overdrafts	(11,903,628)	(9,820,414)
Treasury Bills/Call Deposits	14,020,442	164,318
	4,453,707	(8,841,143)