

PRODUCE BUYING COMPANY LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2008

	NOTES	2008 GH ¢	Restated 2007 GH ¢
Revenue	6	245,478,455	193,182,770
Cost of Sales		(214,769,353)	(171,064,521)
Gross Profit		30,709,102	22,118,249
Other Income	8	1,948,415	1,969,837
Direct Operating Expenses		(10,979,054)	(10,025,845)
General and Administrative Expenses	7	(10,575,625)	(7,466,932)
Operating profit before financing cost		11,102,838	6,595,309
Net Finance Expenses	9	(8,153,443)	(6,207,515)
Profit before Taxation		2,949,395	387,794
Income Tax Expense	10a	(838,945)	(263,263)
Profit for the year transferred to Income Surplus Account		2,110,450	124,531

INCOME SURPLUS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2008

Balance at 1 October	(457,385)	(581,916)
Net Profit for the year	2,110,450	124,531
Balance at 30 September	1,653,065	(457,385)
Basic earning per share (Ghana cedis per share)	GH¢0.0044	GH¢0.0002
Diluted earning per share (Ghana cedis per share)	GH¢0.0044	GH¢0.0002

PRODUCE BUYING COMPANY LIMITED

BALANCE SHEET AS AT 30 SEPTEMBER 2008

	NOTES	2008 GH ¢	Restated 2007 GH ¢
Non-Current Assets			
Property, plant and equipment	13a	13,774,901	5,223,208
Intangible assets	14	23,126	-
Long term investment	12	945,455	691,055
Total non-current assets		14,743,482	5,914,263
Current Assets			
Inventories	15	28,369,610	5,338,376
Income tax assets	10b	430,987	311,095
Trade and other receivables	16	12,474,943	8,411,516
Short term investments	17	385,218	14,020,442
Cash and cash equivalents	18	11,063,421	2,336,893
Total current assets		52,724,179	30,418,322
Total assets		67,467,661	36,332,585
Equity			
Stated Capital	24	4,914,377	4,914,377
Share Deals Account	24	1,882	1,882
Retained earnings		1,653,065	(457,385)
Other reserves		784,091	529,691
Total equity		7,353,415	4,988,565
Liabilities			
Deferred tax liability	11a	763,853	72,121
Finance Lease	23	2,719,793	-
Medium term loan	22	4,135,860	2,719,793
Preference share capital	24	100	100
Total non-current liabilities		7,619,606	2,792,014
Bank Overdraft	20	11,220,204	11,903,628
Short Term Loan	21	29,980,000	14,000,000
Medium term loan (current portion)	22	2,810,551	1,734,777
Finance Lease (current portion)	23	956,407	-
Trade and other payables	19	7,527,478	913,601
Total current liabilities		52,494,640	28,552,006
Total liabilities		60,114,246	31,344,020
Total liabilities and equity		67,467,661	36,332,585

A r o e t e o r o2008

.....Director

.....Director

PRODUCE BUYING COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2008

CAPITAL AND RESERVES

Reconciliation of movement in capital and reserves

	Share Capital GH¢	Retained Earnings GH¢	Share Deals GH¢	Other Reserves GH¢	Total Equity GH¢
Balance at 01.10.06 (Restated)	4,914,377	(581,916)	1,982	282,500	4,616,943
Total recognised Income and Expenses	-	124,531	-	-	124,531
Movement in available for sale asset	-	-	-	247,191	247,191
Reclassification of preference shares	-	-	(100)	-	(100)
Balance at 30.09.07 (Restated)	<u>4,914,377</u>	<u>(457,385)</u>	<u>1,882</u>	<u>529,691</u>	<u>4,988,565</u>
Balance at 01.10.07 (Restated)	4,914,377	(457,385)	1,882	529,691	4,988,565
Total recognised Income and Expenses	-	2,110,450	-	-	2,110,450
Movement in available for sale asset	-	-	-	254,400	254,400
Balance at 30.09.08	<u>4,914,377</u>	<u>1,653,065</u>	<u>1,882</u>	<u>784,091</u>	<u>7,353,415</u>

PRODUCE BUYING COMPANY LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2008

	2008 GH ¢	Restated 2007 GH ¢
Cash flows from operating activities		
Profit before taxation	2,949,395	387,794
<u>Adjustment for:</u>		
Depreciation and Amortisation charges	1,809,586	882,891
Interest Received	(1,209,642)	(35,383)
Profit on Asset Disposals	(262,308)	-
Interest expense	9,363,085	6,242,898
Operating Profit Before Working Capital Changes	12,650,116	7,478,200
Change in inventories	(23,031,234)	619,553
Change in trade and other receivables	(4,063,427)	1,052,758
Change in trade and other payables	6,613,877	56,307
Cash generated from operations	(7,830,668)	9,206,818
Income taxes paid	(267,105)	(337,720)
Net cash flow from operating activities	(8,097,773)	8,869,098
Cash flow from investing activities		
Interest Received	1,209,642	35,383
Proceeds from disposal of Fixed Assets	314,598	-
Payment to acquire Long Term Investment	-	(136,364)
Payments to acquire assets	(10,436,695)	(3,480,796)
Net Cash used in Investing Activities	(8,912,455)	(3,581,777)
Cash flows from Financing Activities		
Interest paid	(9,363,085)	(6,242,898)
Short Term Loan	15,980,000	14,000,000
Seed Fund/Produce Finance	-	(4,204,143)
Finance Lease	3,676,200	-
Medium Term Loan	2,491,841	4,454,570
Net Cash used in Financing Activities	12,784,956	8,007,529
Net Increase in Cash and Cash equivalents	(4,225,272)	13,294,850
Cash and Cash equivalents at 1 October	4,453,707	(8,841,143)
Cash and Cash equivalents at 30 September	228,435	4,453,707
Cash and Cash Equivalents.		
Cash in Hand and at Bank	11,063,421	2,336,893
Bank overdraft and loans	(11,220,204)	(11,903,628)
Treasury Bills/Call Deposits	385,218	14,020,442
	228,435	4,453,707