

**TRADING, PROFIT AND LOSS ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER, 2008**

	NOTES	2008 GH¢	2007 GH¢
TURNOVER	2	2,252,688	747,529
Cost of Sales	8	(1,330,115)	(271,039)
Gross Profit		<u>922,573</u>	<u>476,490</u>
Selling, Administrative and General Expenses		(549,646)	(291,195)
		<u>372,927</u>	<u>185,295</u>
Other Operating Income	4	42,750	46,262
		<u>415,677</u>	<u>231,557</u>
Interest Expense		(164,346)	(46,162)
Profit Before Taxation	3	251,331	185,395
Tax Charge	6	(66,857)	(51,794)
Profit After Tax Transferred to Income Surplus Account		<u>184,474</u>	<u>133,601</u>

**INCOME SURPLUS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER, 2008**

	2008 GH¢	2007 GH¢
Balance at 1 st January	272,280	143,679
Profit After Tax Transferred From Profit and Loss Account	184,474	133,601
Transferred to Research Fund	(5,000)	(5,000)
2007 Dividends Declared at GH¢0.0038 per Share	(82,947)	-
Balance at 31 st December	<u>368,807</u>	<u>272,280</u>



**BALANCE SHEET AS AT
31ST DECEMBER, 2008**

	NOTES	GH¢	2008 GH¢	2007 GH¢
PROPERTY, PLANT & EQUIP'T	10		104,480	104,077
LONG TERM INVESTMENT	9		10,000	10,000
TEXT BOOK DEVELOPMENT COST	11		2,512	27,474
			116,992	141,551
CURRENT ASSETS				
Inventories	5	376,910		497,833
Trade & Other Receivables	7	1,157,523		184,963
Taxation	6	-		25,627
Cash & Bank Balances		1,598		44,533
			1,536,031	752,956
CURRENT LIABILITIES				
Bank Overdraft	15	57,444		45,408
Trade & Other Payables	14	453,808		220,224
Short Term Loans	16	193,047		23,333
Dividend Payable	12	82,981		71,237
Obligation under finance lease		10,594		10,056
Taxation	6	31,230		-
			829,104	370,258
Net Current Assets			706,927	382,698
Net Assets before Non-Current Liabilities			823,919	524,249
NON-CURRENT LIABILITIES				
Obligation under finance lease		6,738		(17,870)
Research Fund	13	18,109		(13,109)
Medium Term Loans	16	209,275		-
			(234,122)	-
			589,797	493,270
FINANCED BY:				
Stated Capital	17		220,990	220,990
Income Surplus			368,807	272,280
SHAREHOLDERS' FUND			589,797	493,270

Sam N. Daniel
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DIRECTOR

Rh. Woods
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DIRECTOR

30TH MARCH, 2009.



**CASH FLOW STATEMENT FOR THE YEAR ENDED
31ST DECEMBER, 2008**

	2008 GH¢	2007 GH¢
Profit (Before Interest and Taxes)	408,156	222,450
Add/(Less)		
Depreciation	39,124	37,767
Book Development Cost Amortised	112,123	2,138
Profit on Disposal	-	839
Interest Received	7,521	3,007
Dividend Received	-	6,100
Dividend Paid	(71,203)	(5,195)
Interest Paid	(164,346)	(46,162)
Tax Paid	(10,000)	(20,779)
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Net Cash Inflow from Trading Activities Before Changes in Working Capital	321,375	200,165
Working Capital Changes		
Decrease / (Increase) in Inventories	120,923	(139,993)
(Increase) in Receivables	(972,560)	(55,394)
Increase in Creditors	233,584	54,622
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Net Cash Inflow From Operating Activities	(296,678)	59,400
Investing Activities:		
Purchase of Fixed Assets	(39,527)	(57,625)
Text Book Development Costs	(87,161)	(24,426)
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Net Cash Outflow From Investing Activities	(126,688)	(82,051)
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	(423,366)	(22,651)
Financing:		
Finance Lease for Motor Vehicle	-	27,926
Finance Lease Rentals Paid	(10,594)	-
Short Term Loan Received	213,000	-
Short Term Loan Re-paid	(151,500)	(40,487)
Medium Term Loan Received	317,489	-
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Net Cash Inflow From Financing	368,395	(12,561)
Net (Decrease) / Increase in Cash and Cash Equivalents	(54,971)	(35,212)
Cash and Cash Equivalents at 1 st January	(875)	34,337
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Cash and Cash Equivalents at 31st December	(55,846)	(875)
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Analysis Of Cash And Cash Equivalent As shown in the Balance Sheet		
Cash & Bank Balance	1,598	44,533
Bank Overdraft	(57,444)	(45,408)
Short Term Investments	-	-
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	(55,846)	(875)
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**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED
31ST DECEMBER, 2008**

	Stated Capital GH ¢	Income Surplus GH ¢	Total GH ¢
Balance At 1st January, 2007	220,990	143,679	364,669
Transfer to research Fund (2007)	-	(5,000)	(5,000)
Net Profit For The Year (2007)	-	133,601	133,601
Balance At 1st January, 2008	220,990	272,280	493,270
Net Profit For The Year (2008)	-	184,474	184,474
Transfer to Research Fund	-	(5,000)	(5,000)
Dividends Declared in respect of Previous Year	-	(82,947)	(82,947)
Balance At 31st December, 2008	220,990	368,807	589,797

**RECONCILIATION OF PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST DECEMBER, 2007 FROM GNAS TO IFRS**

NOTES	Previous GNAS GH ¢	Effect of Transition to IFRS GH ¢	IFRS Position GH ¢
Turnover	747,529	-	747,529
Cost of Sales	(271,039)	-	(271,039)
Gross Profit	476,490	-	476,490
Selling, Admin & General Exp.	(291,195)	-	(291,195)
Other Operating Income	46,262	-	46,262
Interest Expenses	(46,162)	-	(46,162)
Profit Before Tax	185,395	-	185,395
Tax Expenses	(51,794)	-	(51,794)
Transferred to Retained Earnings	133,601	-	133,601

Notes to the Reconciliation of Profit and Loss for 2007

There were no material differences between the Profit and Loss Account presented under IFRS and the Profit and Loss Account presented under Ghana National Accounting Standards.

