

Mechanical Lloyd Company Limited
Financial Statements for the year ended 31 December 2010

STATEMENT OF COMPREHENSIVE INCOME
 (All amounts are expressed in Ghana cedis)

	Note	Year ended 31 December	
		2010	2009
Revenue	3	28,455,287	22,162,249
Cost of sales	4(a)	(22,770,912)	(17,492,769)
Gross profit		5,684,375	4,669,480
Selling, general and administrative expenses	4(b)	(4,859,162)	(4,732,782)
Other operating income		45,629	595,908
Operating profit		870,842	532,606
Other income	6	2,106,990	1,353,215
Finance income	7	4,682	3,126
Finance costs	7	(522,871)	(837,670)
Profit before income tax		2,459,643	1,151,277
Income tax expense	15	(1,005,404)	(139,395)
Profit for the year		1,454,239	1,020,882
Other comprehensive income		-	-
Total comprehensive income for the year		1,454,239	1,020,882
Attributable to:			
Equity shareholders		1,454,239	1,020,882
Earnings per share			
Basic and diluted earnings per share	21	0.0290	0.0204

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STATEMENT OF FINANCIAL POSITION

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	Note	2010	At 31 December	
			2009 (Restated)	2008 (Restated)
ASSETS				
Non-current assets				
Property, plant and equipment	9	8,345,674	8,527,515	8,847,654
Other prepayments	10	420,000	420,000	420,000
Investment properties	11	<u>6,681,400</u>	<u>4,956,445</u>	<u>4,050,000</u>
		<u>15,447,074</u>	<u>13,903,960</u>	<u>13,317,654</u>
Current assets				
Inventories	12	6,691,140	8,033,667	9,329,250
Trade and other receivables	13	3,757,119	4,019,040	4,925,498
Current income tax	14(a)	152,512	554,890	615,699
Bank and cash balances	25	<u>902,043</u>	<u>1,707,533</u>	<u>1,000,005</u>
		<u>11,502,820</u>	<u>14,415,130</u>	<u>15,870,452</u>
Total assets		<u>26,949,894</u>	<u>28,319,090</u>	<u>29,188,106</u>
EQUITY AND LIABILITIES				
Equity attributable to owners				
Stated capital	20	2,771,486	2,771,486	2,771,486
Revaluation surplus account	22	4,981,727	5,274,769	5,274,769
Income surplus account	23	<u>6,842,057</u>	<u>5,513,250</u>	<u>4,892,044</u>
Total equity		<u>14,595,270</u>	<u>13,659,505</u>	<u>12,938,300</u>
LIABILITIES				
Non-current liabilities				
Non-current portion of loan	19	1,416,722	3,728,184	2,396,959
Deferred income tax	14(b)	<u>2,048,753</u>	<u>1,412,685</u>	<u>1,371,989</u>
		<u>3,465,475</u>	<u>5,140,869</u>	<u>3,768,948</u>
Current liabilities				
Trade and other payables	17	8,025,553	8,195,239	10,005,579
Bank overdrafts	18	277,344	370,371	1,023,832
Current portion of loan	19	<u>586,252</u>	<u>953,106</u>	<u>1,450,548</u>
		<u>8,889,149</u>	<u>9,518,716</u>	<u>12,479,959</u>
Total Liabilities		<u>12,354,624</u>	<u>14,659,585</u>	<u>16,248,907</u>
Total equity and liabilities		<u>26,949,894</u>	<u>28,319,090</u>	<u>29,188,106</u>

The financial statements on pages 8 to 30 were approved for issue by the Board of Directors on 22nd March 2011 and signed on its behalf by: _____

STATEMENT OF CHANGES IN EQUITY
 (All amounts are expressed in Ghana cedis)

	Attributable to equity holders of the company				
	Note	Stated capital	Revaluation surplus account	Income surplus account	Total
At 1 January 2010 as previously reported		2,771,486	5,860,855	5,613,250	14,245,591
Deferred tax on revalued property, plant and equipment - reclassification	22	-	(586,086)	-	(586,086)
At 1 January 2010 (restated)		2,771,486	5,274,769	5,613,250	13,659,505
Comprehensive income					
Total comprehensive income		-	-	1,454,239	1,454,239
Deferred tax on revalued property, plant and equipment	22	-	(293,042)	-	(293,042)
Transactions with equity holders					
Dividend paid for 2009		-	-	(225,432)	(225,432)
At 31 December 2010		<u>2,771,486</u>	<u>4,981,727</u>	<u>6,842,057</u>	<u>14,595,270</u>
At 1 January 2009 as previously reported		2,771,486	5,860,855	4,892,944	13,525,285
Deferred tax on revalued property, plant and equipment - reclassification	22	-	(586,086)	-	(586,086)
At 1 January 2009 (restated)		2,771,486	5,274,769	4,892,944	12,939,199
Comprehensive income					
Total comprehensive income		-	-	1,020,882	1,020,882
Transactions with equity holders					
Dividend paid for 2008		-	-	(300,576)	(300,576)
At 31 December 2009 (restated)		<u>2,771,486</u>	<u>5,274,769</u>	<u>5,613,250</u>	<u>13,659,505</u>

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STATEMENT OF CASH FLOWS
 (All amounts are expressed in Ghana cedis)

	Note	Year ended 31 December	
		2010	2009
Cash flows from operating activities			
Cash generated from operations	24	3,121,544	2,661,257
Interest received		4,682	3,126
Interest paid		(522,871)	(837,670)
Income tax paid	14(a)	<u>(160,000)</u>	<u>(128,590)</u>
Net cash generated from operating activities		<u>2,443,355</u>	<u>1,697,823</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	9	(420,136)	(329,876)
Proceeds from disposal of property, plant and equipment	9	<u>128,323</u>	<u>380,766</u>
Net cash used in investing activities		<u>(291,813)</u>	<u>(49,110)</u>
Cash flows from financing activities			
Loans received	19	-	4,785,000
Repayment of loans	19	(2,638,573)	(4,772,128)
Dividend paid		<u>(225,432)</u>	<u>(300,576)</u>
Net cash used in financing activities		<u>(2,864,005)</u>	<u>(287,724)</u>
Net (decrease)/increase in cash and cash equivalents		<u>(712,463)</u>	<u>1,360,989</u>
Movement in cash and cash equivalents			
At start of year		1,337,162	(23,827)
(Decrease)/increase		<u>(712,463)</u>	<u>1,360,989</u>
At end of year	25	<u>624,699</u>	<u>1,337,162</u>