



PRESS RELEASE

PR. No 284/2019

**FAN MILK LTD (FML) -
UNAUDITED FINANCIAL STATEMENTS
FOR THE SECOND QUARTER ENDING 30 JUNE 2019**

FML has released its unaudited Financial Statements for the second quarter ending June 30, 2019 as per the attached.

Issued in Accra, this 31st
day of July, 2019.

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att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, FML
4. NTHC Registrars, (Registrars for FML shares)
5. Custodians
6. Central Securities Depository
7. Securities and Exchange Commission
8. GSE Council Members
9. GSE Notice Board

For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

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FAN MILK LIMITED

Un-Audited Financial Statements for the six months ended June 30, 2019

Statement of Comprehensive Income for the six months ended June 30, 2019

	2019 GH¢'000	2018 GH¢'000
Revenue	224,837	199,026
Cost of Sales	(136,923)	(122,012)
Gross Profit	87,914	77,014
Sales and Distribution Costs	(45,118)	(40,695)
Administrative Expenses	(14,179)	(13,500)
Depreciation & Amortisation	(15,586)	(12,839)
Other Income	658	13,965
Operating Profit	13,689	23,946
Finance Income	2,325	626
Finance Cost	(1,181)	(540)
Net Profit before tax	14,833	24,031
Taxation	(4,259)	(6,197)
Net Profit after tax	10,574	17,834
Other Comprehensive Income	-	-
Total Comprehensive Income	10,574	17,834
Number of Shares outstanding	116,207,288	116,207,288
Earnings per Share	0.09	0.15

Statement of Financial Position as at June 30, 2019

	2019 GH¢'000	2018 GH¢'000
ASSETS		
Non-current assets		
Property, Plant and Equipment	190,594	205,762
190,594	205,762	
Current Assets		
Inventories	63,969	68,636
Tax	8,760	645
Trade and Other Receivables	17,297	15,298
Bank and Cash Balances	61,954	32,796
152,000	117,376	
TOTAL ASSETS	342,594	323,138

COMMENTS TO THE FINANCIAL STATEMENTS:

Revenue for Fan Milk Limited grew at almost 13% compared to the same period last year. Gross Profit grows faster than revenue through strong and efficient projects offsetting the impact of inflation and local currency depreciation. Despite strong underlying performance, operating profit declined versus comparative period by 42.8%, as a result of one-off asset sale in 2018, resulting in Net Profit after Tax also declining by 40.7%.

Statement of Changes in Equity

	2019 GH¢'000	2018 GH¢'000
Stated capital	10,000	10,000
Retained earnings - January 1	224,574	211,676
Total comprehensive income	10,574	17,834
Dividend for previous year	-	-
Retained earnings - June 30	235,148	229,510
Total equity	245,148	239,510

Statement of Cash Flows for the six months ended June 30, 2019

	2019 GH¢'000	2018 GH¢'000
Cash Flows from Operating Activities		
Cash generated from Operations	27,671	40,557
Interest Paid	(1,181)	(540)
Interest Received	2,325	626
Tax Paid	(3,677)	(6,900)
Net Cash Generated from Operating Activities	25,138	33,743
Cash Flows from Investing Activities		
Purchase of Property, Plant and Equipment	(5,036)	(35,477)
Right of Use - Lease Asset	(4,655)	-
Proceeds from sale of Property, Plant and Equipment	552	13,839
Net Cash used in Investing Activities	(9,139)	(21,638)
Cash Flows from Financing Activities		
Dividends Paid	(14)	(8)
Net Cash used in Financing Activities	(14)	(8)
(Decrease) in Cash and Cash Equivalents	15,985	12,097
Cash and Cash Equivalents at January 1	45,969	20,699
Cash and Cash Equivalents at June 30	61,954	32,796

Notes to the Financial Statement for the six months ended June 30, 2019

1. Summary of significant Accounting Policies

The principal accounting policies applied in the preparation of these quarterly financial statements are consistent to that of the most recent Annual Report and Accounts.

2. The financial statement have been prepared in accordance with International Financial Reporting Standards (IFRS).

3. Administrative expenses include:

	2019 GH¢'000	2018 GH¢'000
Directors Remuneration	1,778	1,544
Auditors Remuneration	125	113

4. Other Income

Profit on Sale of Fixed Assets	122	13,346
Sale of Scraps	68	143
Rent Income	468	378
Bad debts recovered	-	98

TO THE BEST OF OUR KNOWLEDGE THE FINANCIAL STATEMENTS DO NOT CONTAIN UNTRUE STATEMENTS, MISLEADING FACTS OR OMIT MATERIAL FACTS

Dr. Charles Mensa
Board Chairman

Zobeieton Yeo
Managing Director