



PRESS RELEASE

PR. No 379/2019

**GUINNESS GHANA BREWERIES LIMITED (GGBL)
UNAUDITED FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDING 30 SEPTEMBER 2019**

GGBL has released its unaudited Financial Statements for the first quarter ending September 30, 2019 as per the attached.

Issued in Accra, this 28th
day of October, 2019

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att'd.

Distribution:

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

For enquiries, contact:

Head Listing, GSE on 0302 669908, 669914, 669935

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RESULTS FOR THE 3 MONTHS ENDED 30TH SEPTEMBER 2019

Net sales for the quarter increased 16% compared to last year, largely driven by the price increases we took on our portfolio last October as well as growth of Malta Guinness, Smirnoff Ice and ABC. The business continues to embed productivity initiatives but upward pressure on the cost base continued to be significant in the quarter driven by the cedi depreciation, coupled with an up-surge in utility costs and 5% irrecoverable levy.

This resulted in Operating loss of GHS 2.6m for the quarter.



UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 30 SEPTEMBER, 2019

	2019	2018
	GH¢'000	GH¢'000
Revenue	157,451	136,082
Cost of sales	(129,704)	(112,836)
Gross profit	27,747	23,246
Selling, general and administrative expenses	(30,391)	(21,921)
Operating profit	(2,644)	1,325
Finance charges	(5,313)	(3,779)
Loss before income tax	(7,957)	(2,454)
Income tax credit	1,286	323
Loss for the Period	(6,671)	(2,131)
Other comprehensive income	-	-
Total comprehensive loss for the period	(6,671)	(2,131)

STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2019

	Share Capital	Retained Earnings	Total
	GH¢'000	GH¢'000	GH¢'000
Balance at 1 July 2019	272,879	28,280	301,160
Comprehensive loss for the period		(6,671)	(6,671)
Total comprehensive income for the period	272,879	21,610	294,489
Balance at 30 September 2019	272,879	21,610	294,489

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	2019	2018
	GH¢'000	GH¢'000
ASSETS		
Non Current Assets		
Property, plant and equipment	426,610	372,661
Intangible assets	2,410	2,863
	429,020	375,524
Current Assets		
Inventories	131,235	92,796
Trade and other receivables	56,416	46,174
Other Financial assets at amortised cost	1,714	2,866
Amounts due from related companies	8,147	593
Other assets	20,334	9,392
Cash and bank balances	46,583	63,726
Total current assets	268,310	218,598
Total assets	697,330	594,122
EQUITY AND LIABILITIES		
Stated capital	272,879	272,879
Income surplus account	21,610	19,631
Total equity	294,489	292,510
Non-Current Liabilities		
Obligation under finance lease	13,039	16,606
Borrowings	109,285	109,009
Employee benefit obligations	3,318	2,269
Deferred tax liabilities	25,677	22,792
Total non-current liabilities	151,319	150,676
Current Liabilities		
Bank overdraft	33,923	-
Trade and other payables	198,717	125,138
Amounts due to related companies	18,121	25,122
Provisions	761	676
Total current liabilities	251,522	150,936
Total liabilities	402,841	301,612
Total equity and liabilities	697,330	594,122

UNAUDITED STATEMENT OF CASH FLOW FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2019

	2019	2018
	GH¢'000	GH¢'000
Cash flows from operating activities		
Loss before taxation	(7,957)	(2,454)
<i>Adjustment for:</i>		
- Depreciation and amortisation charges	14,891	14,143
- (Profit) /loss on disposal of property, plant and equipment	63	(353)
- Unrealised exchange difference	(5,243)	1,173
- Net interest expense	5,148	3,779
	6,902	16,288
Changes in:		
- Inventories	(13,111)	(10,882)
- Trade and other receivables	(27,787)	(12,132)
- Trade and other payables	35,238	9,703
- Related company balances	18,445	16,647
- Provisions	-	(40)
- Employee benefits	55	124
Cash generated from operating activities	19,742	19,708
Interest paid	(5,181)	(4,630)
Income tax paid	(2,267)	(29)
Net cash generated from operating activities	12,294	15,049
Cash flow from investing activities		
Additions to property, plant and equipment,	(22,293)	(13,344)
Proceeds from sale from property, plant and equipment	61	354
Interest Received	165	854
Net cash used in investing activities	(22,067)	(12,136)
Cash flows from financing activities		
Repayment of Finance Lease		
Movement in finance Lease	(2,234)	(2,131)
Net cash used in/(generated from) financing activities	(2,234)	(2,131)
Net Increase/ (decrease) in cash and cash equivalents	(12,007)	782
Analysis of changes in cash & cash equivalents end of period		
Cash and cash equivalents at 1 July	24,961	62,836
Increase/(Decrease) in cash and cash equivalents	(12,007)	782
Effect of movements in exchange rates on cash held	(294)	108
Cash and cash equivalents at 30 Sept	12,660	63,726

