



PBC LIMITED

**UNAUDITED FINANCIAL STATEMENTS FOR FIRST QUARTER
FOR THE PERIOD ENDING
31ST DECEMBER, 2022**

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PBC LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR FIRST QUARTER ENDED 31ST DECEMBER, 2022

1. ACCOUNTING POLICIES

A. REPORTING ENTITY

PBC Limited is a company registered and domiciled in Ghana.

The company is authorised to buy, collect, store, transport and otherwise deal in cocoa, coffee and sheanuts produced in Ghana on behalf of Ghana Cocoa Board.

B. BASIS OF PREPARATION

(i) Statement of Compliance

The financial statements have been prepared in accordance with international Financial Reporting Standards (IFRS) and its interpretations adopted by the International Accounting Standard Boards (IASB).

(ii) Basis of measurement

The financial statements were prepared on the historical cost basis except for financial instruments and other assets that are stated at fair value.

(iii) Functional and presentational currency

The financial statements are presented in Ghana cedis (GH¢) which is the company's functional currency.

(iv) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

C. DEPRECIATION

Items of property, plant and equipment are measured at Cost less accumulated depreciation and impairment losses.

The estimated rates of depreciation are as follows:

Buildings	3%
Plant and Machinery	20%
Motor Vehicles	20%
Operational Vehicles	10%
Furniture and Equipment	20%

Depreciation methods, useful lives and residual values are reassessed at each reporting date.

D. INTANGIBLE ASSETS

Software acquired by the Company is stated at cost less accumulated impairment losses.

E. INVENTORIES

Inventories are measured at the lower of cost and net realisable value.

F. TRADE AND OTHER RECEIVABLES

Trade receivables are stated at amortised costs, less impairment losses. Specific allowance for doubtful debts are made for receivables of which recovery is doubtful. Other receivables are stated at their cost less impairment losses.

G. CASH AND CASH EQUIVALENTS

Cash and Cash equivalents comprise Cash on hand and bank balances and these are carried at amortised Cost in the balance sheet.

H. REVENUE

(i) Sale of goods

Revenue from the Sale of goods is measured at the fair value of the consideration received or receivable net of returns, trade discounts, taxes and volume rebates and is recognised when the significant risk and rewards of the ownership have been transferred to the buyer.

(ii) Sale of Services

Revenue from services rendered is recognised in the income statement when the Service is performed.

I. SEGMENT REPORTING

Segmental information is presented in respect of the Company's business segments and is based on the Company's management and internal reporting structure.

The two main business segments are:

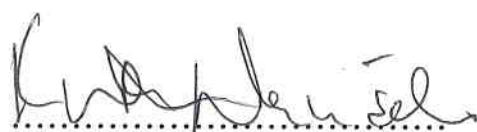
Produce - Sale of Cocoa beans and sheanut.

Haulage - transporting of Cocoa beans.

PBC LIMITED
INCOME STATEMENT
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

INCOME STATEMENT	NOTE	2022 GH¢000	2021 GH¢000
Revenue	4	283,082	326,884
Cost of Sales		258,446	297,806
Gross Profit		24,636	29,078
Other Income	6	269	1,234
Direct Operating Expenses		505	230
General and Administrative Expenses	5	33,166	23,771
Operating profit before financing cost		(8,766)	6,311
Net Finance Expenses	7	(5,722)	(4,387)
Profit/(Loss) before Taxation		(14,488)	1,924
Income Tax Expense	8a	-	-
Profit/(Loss) for the period transferred to Income Surplus Account		(14,488)	1,924
INCOME SURPLUS ACCOUNT		2022 GH¢	2021 GH¢
Balance at 1 October		(438,434)	(414,855)
Net Profit for the period		(14,488)	1,924
Balance at 31 December		(452,922)	(412,931)

The Financial statements do not contain any untrue statement, misleading facts or omitted material facts to the best of our knowledge.



DEREK KWAKU NKANSAH
MANAGING DIRECTOR



VIVIAN BOADI APENTENG
DEPUTY MD (F&A)

PBC LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2022

STATEMENT OF FINANCIAL POSITION	NOTE	2022 GH¢000	2021 GH¢000
Non-Current Assets			
Property, plant and equipment	10	260,539	278,108
Investment in Subsidiaries	20	48,250	39,752
Long Term Investment	22	2,400	-
Total non-current assets		311,189	317,860
Current Assets			
Inventories	11	31,329	115,074
Trade and other receivables	12	181,542	227,426
Group Current Account			
Short term investments	13	535	207
Current Tax			
Cash and cash equivalents	14	46,764	7,071
Total current assets		260,170	349,778
Total assets		571,359	667,638
Equity			
Stated Capital	23	15,000	15,000
Retained earnings		(452,922)	(412,931)
Other reserves		7,224	3,624
Revaluation Reserves		207,361	207,034
Total equity		(223,337)	(187,273)
Liabilities			
Deferred tax liability	8b		-
Income Tax liability	8a		(22)
Finance Lease	21	194	194
Medium term loan	18	(9)	(9)
Long term loan	19	392,297	448,297
Total non-current liabilities		392,482	448,460
Bank Overdraft	16	7,313	7,780
Short Term Loan	17	-	32
Long term loan (current portion)			-
Finance Lease (current portion)	21		-
Trade and other payables	15	394,901	402,820
Total current liabilities		402,214	410,632
Total liabilities		794,696	859,092
Total liabilities and equity		571,359	671,819

PBC LIMITED
STATEMENT OF CASH FLOW - FOR FIRST QUARTER ENDED 31ST DECEMBER, 2022

	Dec-22	Dec-21
	GH¢'000	GH¢'000
Cash flows from operating activities		
Profit/(loss) before taxation	(24,086)	(4,577)
<u>Adjustment for:</u>		
Depreciation	4,905	7,965
Retained Earnings		(64,620)
Operating Profit Before Working Capital Changes		(61,232)
Change in inventories		39,709
Change in trade and other receivables		67,290
Change in short term investment		(10,349)
Change in Short Term Loan		(32)
Change in trade and other payables		(101,673)
Cash generated from operations		(66,287)
Income taxes paid		-
Net cash flow from operating activities		(66,287)
Cash flow from investing activities		
Investment in subsidiary		(8,498)
Payments to acquire Property, Plant and Equipment		(14,701)
Net Cash used in Investing Activities		(23,199)
Cash flows from Financing Activities		
Changes in Other Reserves	-	-
Changes in Capital Surplus	-	-
Changes in Long Term Loan		64,441
Changes in Medium Term Loan		32,666
Net Cash used in Financing Activities		97,107
Net Increase in Cash and Cash equivalents		7,621
Cash and Cash equivalents at January 1		(709)
Cash and Cash equivalents at March 31		6,912
Analysis of changes in cash and cash equivalents.		
	2023	2,022
	GH¢'000	GH¢'000
Cash in Hand and at Bank		6,912
Bank overdraft	-	-
		6,912

PBC LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

2 CAPITAL AND RESERVES

Reconciliation of movement in capital and reserves

	Share Capital GH¢000	Retained Earnings GH¢000	Other Reserves GH¢000	Revaluation Reserves GH¢000	Total Equity GH¢000
Balance at 01.10.21	15,000	(412,931)	2,524	207,361	(188,046)
Total recognised Income and Expenses		(14,488)			(14,488)
Movement in available for sale asset			-		-
Balance at 31.12.22	15,000	(427,419)	2,524	207,361	(202,534)

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

	2022 GH c'000	2021 GH c'000
4 REVENUE		
Sale of Cocoa	278,638	321,385
Services (Haulage)	4,444	5,499
	283,082	326,884
5 ADMINISTRATIVE AND GENERAL EXPENSES including the following:		
Depreciation and amortisation	2,453	3,689
Auditors Remuneration	30	
Directors emoluments	120	150
Subscriptions and Donations	12.0	0.7
	2,615	3,840
6 OTHER INCOME		
Rent Income	22	28
Sundry Income	247	1,031
Sale of Unserviceable items	-	10
Recoveries from Shortages/Haulages	-	165
	269	1,234
7 NET FINANCE EXPENSES		
Interest Income	29	824
Bank and Produce loan interest	(5,751)	(5,211)
	(5,722)	(4,387)

PBC LIMITED
NOTE TO THE FINANCIAL STATEMENT
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

8a TAXATION

Year of Assessment Corporate Tax	Balance at 1 October GH ¢	Payments during the year GH ¢	Charge for the period GH ¢	Balance at 30-Jun GH ¢
First Quarter 2021	0	-	-	-
	-	-	-	-

8b DEFERRED TAX

Balance at June

2018	2017
5,389,783	-1,166,584

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

10 PROPERTY, PLANT AND EQUIPMENT

	Land and Buildings GH ₵	Plant and Machinery GH ₵	Motor Vehicles GH ₵	Furniture & Fitting GH ₵	Building W.I.P GH ₵	Total GH ₵
COST						
Balance at 1.10.2022	237,214	37,441	102,713	6,751	46,780	430,899
Additions during the period						-
Transfer to Asset						-
Balance at 31.12.2022	237,214	37,441	102,713	6,751	46,780	430,899
Depreciation						
Balance at 1.10.2022:	40,387	27,393	93,853	6,274	-	167,907
Charge for the period	1,481	514	421	38		2,453
Released on Disposals						-
Balance at 31.12.2022	41,868	27,907	94,274	6,312	-	170,360
Carrying amounts						
At 31.12.22	195,346	9,534	8,439	439	46,780	260,539
At 30.12.21	202,031	968	12,091	323	62,695	278,108

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

11 INVENTORIES

	2022	2021
<u>Trading:</u>	<u>GH ₵000</u>	<u>GH ₵000</u>
Cocoa	24,122	106,852
Sheanut	4,406	4,406
Agro input	1,029	1,032
Non-Trading	1,772	2,784
	<u>31,329</u>	<u>115,074</u>

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

	2022 GH ₵000	2021 GH ₵000
12 ACCOUNTS RECEIVABLE		
Trade receivables due from customers	27,079	73,536
Other receivables	20,584	20,330
Staff Loans and Advances	1,478	1,573
Intercompany receivables	131,577	131,222
Prepayments	824	765
	181,542	227,426
	181,542	227,426
a. Prepayments represent the unexpired portion of certain expenditure spread on time basis.		
b. The maximum amount due from employees of the Company during the period did not exceed GH₵1,743(2018- GH₵2,648)		
	2022 GH ₵000	2021 GH ₵000
13 SHORT TERM INVESTMENTS		
Call & Fixed Deposits	535	207
	535	207
14 CASH AND CASH EQUIVALENTS		
Bank Balances	46,747	7,042
Cash Balances	17	29
	46,764	7,071
15 ACCOUNTS PAYABLE		
Trade payables	326,386	320,864
Non-trade payables and Other Payables	35,661	22,146
Accrued Charges	32,854	59,810
	394,901	402,820
	394,901	402,820

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR SECOND QUARTER ENDED 31ST DECEMBER, 2022

16	BANK OVERDRAFT	2022 GH ¢000	2022 GH ¢000
	SOCIETE GENERALE	28	28
	GCB - SHEANUT TAMALE	7,285	7,285
		<u>7,313</u>	<u>7,313</u>

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

	2022 GH ¢	2021 GH ¢
17 SHORT TERM LOANS		
Sahel Sahara Bank		32
GCB		-
	-	32

SCB Consortium Loan

The Company was granted a loan facility of GH¢ 154 million following a bond issued to a Consortium of banks and pension Funds Institutions led by Standard Chartered Bank. The facility is for a period of twelve months with an interest rate of of 24% per annum fixed over the period.

18 MEDIUM TERM LOAN

Produce Loan (Seed Fund)	-	-
Societe Genrale	(9)	(9)
GCB Ltd	-	-
	(9)	(9)

19 LONG TERM LOAN

	2022 GH¢000	2021 GH¢000
Restructured Loan (OD)	321,720	377,720
Ghana Cocoa Board	70,577	70,577
	392,297	448,297

The company was granted a long term loan of US\$10,000,000 by Ghana Cocoa Board towards the establishment of the PBC Shea Ltd. a subsidiary of the Company at Buipe.

The facility is for a period of eight year with a two year moratorium, and it is secured by Cocoa Taken Over receivables, Butter proceeds from the factory and take over of the Plant and equipment of PBC Shea Limited. Interest rate is at 8.5% on reducing basis.

20a INVESTMENT IN SUBSIDIARIES

	2022 GHc000	2021 GHc000
PBC Shea Ltd	6,000	6,000
Golden Bean Hotel Ltd	42,250	33,752
Balance at 30 September	48,250	39,752

This represents PBC Limited investment in two subsidiaries, namely PBC Shea Ltd and Golden Bean Ho. The PBC Shea Ltd is a state of the art factory established to process sheanut into shea butter for export located at Buipe in the Central Gonja District. The Golden Bean Hotel is 50 Room hospitality facility located at Nyiaeso in the Kumasi Metropolies.

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

	2022 GH¢000	2021 GH¢000
21 FINANCE LEASE		
Current portion payable within 12 months	-	-
Long term portion payable after 12 months	194	194
	<u>194</u>	<u>194</u>

22 Long Term Investment

	2022 GH ¢'000	#	2021 GH ¢'000
Quoted Equity Investment			
Balance at 1 October	2,909		
Fair Value movement	(509)		
Balance at 31st December 2022	<u>2,400</u>		<u>0</u>

This represents 727,273 of equity shares of no par value held in Ghana Commercial Bank Limited

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER , 2022

23	STATED CAPITAL	2022		2021	
		No. of Shares	Proceeds GH¢	No. of Shares	Proceeds GH¢
a	Ordinary shares				
	Authorised Ordinary				
	Shares of no par value			20,000,000,000	
				<u>20,000,000,000</u>	
	Issued and fully paid				
	For cash			2,005,000	1,586,800
	For consideration other than cash			477,995,000	13,413,200
				<u>480,000,000</u>	<u>15,000,000</u>

The holders of the ordinary shares are entitled to receive dividend declared from time to time and are entitled to one vote per share at meetings of the company.

b	Preference shares	No. of Shares	Proceeds	No. of Shares	Proceeds
	No. of preference shares			1	100
	Total stated capital				<u>15,000,100</u>

The preference shares are redeemable (golden cocoa share) allotted to the Ministry of Finance on behalf of Government of Ghana.

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31ST DECEMBER, 2022

c Share in treasury

Shares in Treasury as at 30 June 2019:-(1,877,370) 2017:-(1,877,370).

d Income surplus (Retained earning)

This represents the residual of cumulative annual profits that are available for distribution to shareholders.

e Share deals

This represents the net effect of shares which the company repurchased into treasury that are available for reissue for the consideration of GH¢1,982 and reclassification of the proceeds of redeemable preference shares of GH¢100 from equity.

f Other reserves

This represents the gain arising from fair value changes of long term investment in Ghana Commercial Bank Limited shares