



**GHANA  
STOCK  
EXCHANGE**

**PRESS RELEASE**

**PR. No 212/2010**

**PRODUCE BUYING COMPANY LIMITED (PBC)  
UN-AUDITED FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER**

PBC has released its un-audited Financial Statements for the third quarter ending June 30, 2010 as per the attached.

Issued in Accra, this 2<sup>nd</sup>  
day of August, 2010

**- E N D -**

att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, PBC
4. NTHC Registrars, (Registrars for PBC shares)
5. SEC
6. GSE Securities Depository
7. GSE Council Members
8. GSE Notice Board

**For enquiries, contact:**

**General Manager/Head of Listings, GSE on 669908, 669914, 669935**

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# **PRODUCE BUYING COMPANY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS** **FOR HALF YEAR ENDED 31ST MARCH, 2010**

### **1. ACCOUNTING POLICIES**

#### **A. REPORTING ENTITY**

Produce Buying Company 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

Haulage - transporting of Cocoa beans.

**PRODUCE BUYING COMPANY LIMITED**  
**INCOME STATEMENT**  
**FOR HALF YEAR ENDED 31 MARCH, 2010**

<b>INCOME STATEMENT</b>	<b>NOTE</b>	<b>2010 GH¢</b>	<b>2009 GH¢</b>
<b>Revenue</b>	4	<b>486,776,297</b>	444,913,476
Cost of Sales		<b>(433,456,210)</b>	(410,166,366)
<b>Gross Profit</b>		<b>53,320,087</b>	34,747,110
Other Income	6	<b>1,577,338</b>	1,671,899
Direct Operating Expenses		<b>(14,293,239)</b>	(11,162,184)
General and Administrative Expenses	5	<b>(7,829,453)</b>	(6,650,985)
<b>Operating profit before financing cost</b>		<b>32,774,733</b>	18,605,840
Net Finance Expenses	7	<b>(19,726,500)</b>	(11,664,399)
<b>Profit before Taxation</b>		<b>13,048,233</b>	6,941,441
Income Tax Expense	8a	<b>(3,262,058)</b>	(1,735,360)
<b>Profit for the period transferred to Income Surplus Account</b>		<b>9,786,175</b>	5,206,081
<b>INCOME SURPLUS ACCOUNT</b>			
<b>Balance at 1 October</b>		<b>5,981,312</b>	1,653,065
Net Profit for the half year		<b>9,786,175</b>	5,206,081
<b>Balance at 31 March</b>		<b>15,767,487</b>	6,859,146

*KOJO ATTA-KRAH*

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**KOJO ATTA-KRAH**  
**MANAGING DIRECTOR**

*J. OSEI MANU*

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**J. OSEI MANU**  
**DEP. MANAGING DIRECTOR (F&A)**

## PRODUCE BUYING COMPANY LIMITED

### BALANCE SHEET AS AT 31ST MARCH, 2010

BALANCE SHEET	NOTE	2010 GH¢	2009 GH¢
<b>Non-Current Assets</b>			
Property, plant and equipment	10	25,178,476	22,602,561
Intangible assets	11	41,544	20,236
Long term investment	9	698,182	945,455
<b>Total non-current assets</b>		<b>25,918,202</b>	23,568,252
<b>Current Assets</b>			
Inventories	12	27,722,016	21,735,298
Trade and other receivables	13	44,079,871	7,737,544
Short term investments	14	450,386	869,856
Cash and cash equivalents	15	7,170,415	8,431,734
<b>Total current assets</b>		<b>79,422,688</b>	38,774,432
<b>Total assets</b>		<b>105,340,890</b>	62,342,684
<b>Equity</b>			
Stated Capital	21	4,914,377	4,914,377
Share Deals Account	21	-	1,882
Retained earnings	21	15,767,487	6,859,146
Other reserves	21	536,818	784,091
<b>Total equity</b>		<b>21,218,682</b>	12,559,496
<b>Liabilities</b>			
Deferred tax liability	8b	1,725,266	763,853
Finance Lease	20	2,650,150	2,870,427
Medium term loan	19	4,879,789	7,891,444
Preference share capital	21	100	100
<b>Total non-current liabilities</b>		<b>9,255,305</b>	11,525,824
Bank Overdraft	17	13,562,398	18,303,885
Short Term Loan	18	55,144,788	15,660,559
Medium term loan (current portion)	19	1,298,840	1,334,091
Finance Lease (current portion)	20	864,259	1,009,377
Trade and other payables	16	526,600	665,109
Income Tax liability	8a	3,470,018	1,284,343
<b>Total current liabilities</b>		<b>74,866,903</b>	38,257,364
<b>Total liabilities</b>		<b>84,122,208</b>	49,783,188
<b>Total liabilities and equity</b>		<b>105,340,890</b>	62,342,684

**PRODUCE BUYING COMPANY LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE HALF YEAR ENDED 31 MARCH 2010**

<b>Cash Flows from Operating Activities</b>	<b>2010</b>	<b>2009</b>
	<b>GH¢</b>	<b>GH ¢</b>
Profit before taxation	<b>13,048,233</b>	6,941,441
<u>Adjustment for:</u>		
Depreciation and Amortisation charges	<b>1,571,912</b>	957,098
Interest Received	<b>(117,715)</b>	(182,289)
Interest expense	<b>19,844,215</b>	11,846,688
<b>Operating Profit Before Working Capital Changes</b>	<b>34,346,645</b>	19,562,938
Change in inventories	<b>(5,216,212)</b>	6,634,312
Change in trade and other receivables	<b>(11,814,257)</b>	4,737,399
Change in trade and other payables	<b>(11,646,377)</b>	(6,862,369)
<b>Cash generated from operations</b>	<b>5,669,799</b>	24,072,280
Income taxes paid	<b>(172,561)</b>	(20,030)
<b>Net cash flow from operating activities</b>	<b>5,497,238</b>	24,052,250
<b>Cash flow from investing activities</b>		
Interest Received	<b>117,715</b>	182,289
Interest paid	<b>(19,844,215)</b>	(11,846,688)
Payments to acquire assets	<b>(1,247,621)</b>	(8,671,478)
<b>Net Cash used in Investing Activities</b>	<b>(20,974,121)</b>	(20,335,877)
<b>Cash flows from Financing Activities</b>		
Short Term Loan	<b>11,965,788</b>	(14,319,441)
Short Term Investment	<b>4,782,932</b>	(484,638)
Finance Lease	<b>(206,929)</b>	203,604
Medium Term Loan	<b>(1,310,709)</b>	1,168,734
<b>Net Cash used in Financing Activities</b>	<b>15,231,082</b>	(13,431,741)
<b>Net Increase in Cash and Cash equivalents</b>	<b>(245,801)</b>	(9,715,368)
<b>Cash and Cash equivalents at 1 October</b>	<b>(6,146,182)</b>	(156,783)
<b>Cash and Cash equivalents at 31 March</b>	<b>(6,391,983)</b>	(9,872,151)

**Analysis of changes in cash and cash equivalents.**

	<b>1st October</b>	<b>Cash Flow</b>	<b>31-Mar</b>
	<b>2009</b>		<b>2010</b>
	<b>GH ¢</b>	<b>GH¢</b>	<b>GH ¢</b>
Cash in Hand and at Bank	10,429,116	(3,258,701)	7,170,415
Bank overdraft	(16,575,298)	3,012,900	(13,562,398)
	<b>(6,146,182)</b>	<b>(245,801)</b>	<b>(6,391,983)</b>

**PRODUCE BUYING COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

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**CAPITAL AND RESERVES**

Reconciliation of movement in capital and reserves

	<b>Share Capital</b>	<b>Retained Earnings</b>	<b>Share Deals</b>	<b>Other Reserves</b>	<b>Total Equity</b>
	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>
Balance at 01.10.09	4,914,377	5,981,312	-	420,454	11,316,143
Total recognised Income and Expenses		9,786,175			9,786,175
Movement in available for sale asset				116,364	116,364
<b>Balance at 31.03.10</b>	<b>4,914,377</b>	<b>15,767,487</b>	<b>-</b>	<b>536,818</b>	<b>21,218,682</b>



**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

<b>3 SEGMENT REPORTING</b>	<b>PRODUCE</b>		<b>HAULAGE</b>		<b>SHEANUT</b>		<b>TOTALS</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
<b>Class of Business</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>	<b>GH¢</b>
Segment Revenue	<b>480,801,165</b>	<b>441,505,674</b>	<b>4,771,749</b>	<b>3,407,802</b>	<b>1,203,383</b>	<b>-</b>	<b>486,776,297</b>	<b>444,913,476</b>
Segment Results	<b>50,586,824</b>	<b>33,724,772</b>	<b>2,863,080</b>	<b>1,022,341</b>	<b>(129,817)</b>	<b>-</b>	<b>53,320,087</b>	<b>34,747,110</b>
Unallocated expenses							<b>(22,122,692)</b>	<b>(17,813,169)</b>
Results from Operating activities							<b>31,197,395</b>	<b>16,933,941</b>
Other Income							<b>1,577,338</b>	<b>1,671,899</b>
Net Finance Cost							<b>(19,726,500)</b>	<b>(11,664,399)</b>
Corporate tax expense							<b>(3,262,058)</b>	<b>(1,735,360)</b>
Profit for the year							<b>9,786,175</b>	<b>5,206,081</b>

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

	<b>2010</b>	2009
	<b>GH¢</b>	GH ¢
<b>4 REVENUE</b>		
Sale of Produce	<b>480,801,165</b>	441,505,674
Services (Haulage)	<b>4,771,749</b>	3,407,802
Sheanut	<b>1,203,383</b>	-
	<b>486,776,297</b>	444,913,476
<b>5 ADMINISTRATIVE AND GENERAL EXPENSES</b> including the following:		
Depreciation and amortisation	<b>357,319</b>	190,844
Auditors Remuneration	<b>10,500</b>	8,500
Directors emoluments	<b>53,212</b>	46,036
Subscriptions and Donations	<b>57,600</b>	45,135
	478,631	290,515
<b>6 OTHER INCOME</b>		
Rent Income	<b>27,103</b>	39,586
Recoveries from Shortages/Haulage	<b>1,522,887</b>	472,596
Sundry Income	<b>27,348</b>	861,967
Sale of Unserviceable vehicle	-	297,750
	<b>1,577,338</b>	1,671,899
<b>7 NET FINANCE EXPENSES</b>		
Interest Income	<b>117,715</b>	182,289
Bank and Produce loan interest	<b>(19,844,215)</b>	(11,846,688)
	<b>(19,726,500)</b>	(11,664,399)

**PRODUCE BUYING COMPANY LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

**8a TAXATION**

Year of Assessment Corporate Tax	Balance at 1 Oct GH ¢	Payments during the period GH ¢	Charge for the period GH ¢	Balance at 31 Mar GH ¢
Half year 2010	(294,065)	172,561	(3,262,058)	<b>(3,383,562)</b>
	(294,065)	172,561	(3,262,058)	<b>(3,383,562)</b>
<b>N R L</b>	(86,456)	-	-	<b>(86,456)</b>
	<b>(380,521)</b>			<b>(3,470,018)</b>

**8b DEFERRED TAX**

	2,010	2,009
<b>Balance at 31 December</b>	<b>1,725,266</b>	<b>763,853</b>

**PRODUCE BUYING COMPANY LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

<b>9</b>	<b>LONG TERM INVESTMENTS</b>	<b>2010</b>	2009
			GH¢
	Quoted Equity Investments	<b>698,182</b>	945,455

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

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

**10 PROPERTY, PLANT AND EQUIPMENT**

	<b>Land and Buildings GH ¢</b>	<b>Plant and Machinery GH ¢</b>	<b>Motor Vehicles GH ¢</b>	<b>Furniture &amp; Fitting GH ¢</b>	<b>Building W.I.P GH ¢</b>	<b>Total GH ¢</b>
<b>COST</b>						
Balance at 1.10.2009:	4,136,434	4,649,609	25,105,961	968,839	1,953,515	36,814,358
Additions during the period	76,896	609,472	410,469	150,784		1,247,621
Disposals						
<b>Balance at 31.03.2010</b>	<b>4,213,330</b>	<b>5,259,081</b>	<b>25,516,430</b>	<b>1,119,623</b>	<b>1,953,515</b>	<b>38,061,979</b>
<b>Depreciation</b>						
Balance at 1.10.2009:	1,000,942	2,919,647	6,672,289	725,473	-	11,318,351
Charge for the period	64,200	322,452	1,113,455	65,045	-	1,565,152
Released on Disposals						
<b>Balance at 31.03.2010</b>	<b>1,065,142</b>	<b>3,242,099</b>	<b>7,785,744</b>	<b>790,518</b>	<b>-</b>	<b>12,883,503</b>
<b>Carrying amounts</b>						
<b>At 31.03.10</b>	<b>3,148,188</b>	<b>2,016,982</b>	<b>17,730,686</b>	<b>329,105</b>	<b>1,953,515</b>	<b>25,178,476</b>
At 31.03.09	2,968,984	1,665,867	16,869,402	207,842	890,466	<b>22,602,561</b>

# PRODUCE BUYING COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31ST MARCH, 2010

	2010 GH¢	2009 GH¢
<b>11 INTANGIBLE ASSETS</b>		
Balance at 1 October	<b>67,608</b>	28,908
Acquisition	-	-
Balance at 31 March	<b>67,608</b>	28,908
<b>Amortisation</b>		
Balance at 1 October	<b>19,304</b>	5,782
Amortisation for the period	<b>6,760</b>	2,890
Balance at 31 December	<b>26,064</b>	8,672
<b>Carrying amount</b>		
At 31 March	<b>41,544</b>	20,236

This relate to the cost of purchased computer software.

## 12 INVENTORIES

### Trading:

Cocoa	<b>25,462,500</b>	17,781,558
Sheanut	<b>1,697,516</b>	3,299,240
Non-Trading	<b>562,000</b>	654,500
	<b>27,722,016</b>	21,735,298

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

	<b>2010</b>	2009
	<b>GH¢</b>	GH ¢
<b>13 ACCOUNTS RECEIVABLE</b>		
Trade receivables due from customers	<b>43,211,148</b>	6,943,984
Other receivables	<b>346,125</b>	445,700
Staff Loans and Advances	<b>525,500</b>	365,660
Staff Loans Discounted	<b>(38,402)</b>	(52,500)
Prepayments	<b>35,500</b>	34,700
	<b>44,079,871</b>	7,737,544
	<b>44,079,871</b>	7,737,544

- 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 quarter did not exceed GH¢325,000 (2009- GH¢365,660)

	<b>GH¢</b>	GH ¢
<b>14 SHORT TERM INVESTMENTS</b>		
Call & Fixed Deposits	<b>400,386</b>	500,000
Treasury Bills	<b>50,000</b>	369,856
	<b>450,386</b>	869,856
<b>15 CASH AND CASH EQUIVALENTS</b>		
Bank Balances	<b>7,168,215</b>	8,430,484
Cash Balances	<b>2,200</b>	1,250
	<b>7,170,415</b>	8,431,734
<b>16 ACCOUNTS PAYABLE</b>		
Trade payables due to related parties	<b>54,300</b>	23,659
Non-trade payables and accrued expenses	<b>416,250</b>	545,000
Accrued Charges	<b>56,050</b>	96,450
	<b>526,600</b>	665,109
	<b>526,600</b>	665,109

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

<b>17</b>	<b>BANK OVERDRAFT</b>	<b>2010</b>	2009
		<b>GH¢</b>	GH ¢
	Ecobank Ghana Limited	<b>2,462,412</b>	13,225
	Standard Chartered Bank	<b>1,820,930</b>	28,594
	Ghana Commercial Bank	-	11,190,263
	Agricultural Development Bank	<b>1,392,636</b>	37,685
	SG-SSB Limited	<b>7,886,420</b>	7,034,118
		<b>13,562,398</b>	18,303,885



**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

	<b>2010</b>	2009
	<b>GH¢</b>	GH ¢
<b>18 SHORT TERM LOANS</b>		
Produce Loan (Seed Fund)	<b>55,144,788</b>	15,660,559
	<b>55,144,788</b>	15,660,559
<b>19</b>		
<b>MEDIUM TERM LOAN</b>		
Barclays Bank Ghana Limited	<b>2,625,000</b>	4,250,000
Standard Chartered Bank	<b>233,000</b>	512,117
Ghana Commercial Bank Limited	<b>125,250</b>	160,214
Ecobank Limited (Haulage)	<b>3,007,030</b>	4,024,137
Ecobank Limited (Parking Lot)	<b>225,000</b>	325,000
Processing Fees	<b>(36,651)</b>	(45,933)
	<b>6,178,629</b>	9,225,535
Current portion payable within 12 months	<b>1,298,840</b>	1,334,091
Long term portion payable after 12 months	<b>4,879,789</b>	7,891,444

# PRODUCE BUYING COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31ST MARCH, 2010

	2010	2009
	GH¢	GH¢
<b>20 FINANCE LEASE</b>		
Current portion payable within 12 months	<b>864,259</b>	1,009,377
Long term portion payable after 12 months	<b>2,650,150</b>	2,870,427
	<b>3,514,409</b>	3,879,804

The company has been granted a Finance Lease by SG-SSB of GH¢4,000,000 for the purchase of 5 TGM (4x2) cargo trucks, 10 articulator trucks and 15 BMC cargo trucks. The facility is for a period of (7) years. The interest rate is at the bank's base rate of 20.75% less 2.5% (18.25%). The total Lease rental payable at the prevailing rate of 18.25% shall be GH¢6,606,778.62, and the Bank has granted six (6) months moratorium for the repayment of the principal amount granted.

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

**21 STATED CAPITAL**

	2010		2009	
	No. of Shares	Proceeds GH¢	No. of Shares	Proceeds GH¢
Authorised Ordinary Shares of no par value	<b>20,000,000,000</b>		20,000,000,000	
Issued and fully paid				
For cash	<b>2,005,000</b>	<b>1,586,800</b>	2,005,000	1,586,800
For consideration other than cash	<b>477,995,000</b>	<b>3,327,477</b>	477,995,000	3,327,477
	<b>480,000,000</b>	<b>4,914,277</b>	480,000,000	4,914,277

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.

	No. of Shares	Proceeds	No. of Shares	Proceeds
<b>b Preference shares</b>				
No. of preference shares	<b>1</b>	<b>100</b>	1	100
Total stated capital		<b>4,914,377</b>		4,914,377

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

**PRODUCE BUYING COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31ST MARCH, 2010**

**c Share in treasury**

Shares in Treasury as at 31March 2010:-1,246,467 (2009 - 1,246,467).

**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

**TITLE DEED**

- a** Included in the ordinary shares issued for consideration other than cash is an amount of GH¢954,000 which represents part of the value of fixed assets ceded to Produce Buying Company Limited by Ghana Cocoa Board. As mentioned in our report , we have not had sight of the Title Deed of the sheds and buildings as stated in the Company's books to establish the Company's ownership of these assets. However, in a letter dated November 18, 1999 the Government of Ghana gave the following undertaking :
- b** "The Government has taken over the interest of the Ghana Cocoa Board(Cocobod) in PBC and accordingly undertakes to ensure that the Cocobod takes all steps required of it under the Ceding Agreement of June 30, 1999 executed between the Cocobod and PBC including but not limited to the perfection of all interests and the execution of all documents to effectuate the cession of assets to PBC".
- c** "The Government further assures the investing public that in the event of Cocobod failing its obligations under the cession agreement, it will take such additional steps including but not limited to compulsory acquisition and arranging of payment of adequate compensation by Cocobod so as to concretise the interest of PBC in the said assets".