



**PRESS RELEASE**

**PR. No 429/2018**

**PBC LIMITED (PBC)  
UN-AUDITED FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDING JUNE 2018**

PBC has released its un-audited Financial Statements for the third quarter ending June 30, 2018 as per the attached.

Issued at Accra, this 15<sup>th</sup>  
day of October, 2018.

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att'd.

Distribution:

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

**For enquiries, contact:**

**Listing Department, GSE on 0302 669908, 669914, 669935**

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# PBC LIMITED

**UNAUDITED FINANCIAL STATEMENTS FOR THIRD QUARTER  
FOR THE PERIOD ENDING**

**30<sup>TH</sup> JUNE, 2018**

**ADDRESS**

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## PBC LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THIRD QUARTER ENDED 30TH JUNE, 2018

#### 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**  
**THIRD QUARTER ENDED 30TH JUNE , 2018**

| INCOME STATEMENT  | NOTE | 2018<br>GH¢         | 2017<br>GH¢         |
|---|------|---------------------|---------------------|
| Revenue   | 4    | 1,682,594,278       | 2,297,302,691       |
| Cost of Sales   |      | (1,526,725,943)     | (2,067,361,745)     |
| <b>Gross Profit</b>   |      | <b>155,868,335</b>  | <b>229,940,946</b>  |
| Other Income  | 6    | 858,681             | 3,682,887           |
| Direct Operating Expenses   |      | (51,349,632)        | (63,780,939)        |
| General and Administrative Expenses   | 5    | (50,698,881)        | (43,873,068)        |
| <b>Operating profit before financing cost</b>                                 |      | <b>54,678,503</b>   | <b>125,969,826</b>  |
| Net Finance Expenses  | 7    | (81,779,234)        | (108,369,560)       |
| <b>Profit/(Loss) before Taxation</b>  |      | <b>(27,100,731)</b> | <b>17,600,266</b>   |
| Income Tax Expense  | 8a   | -                   | (4,400,067)         |
| <b>Profit/(Loss) for the period transferred to<br/>Income Surplus Account</b> |      | <b>(27,100,731)</b> | <b>13,200,199</b>   |
| <b>INCOME SURPLUS ACCOUNT</b>   |      | <b>2018<br/>GH¢</b> | <b>2017<br/>GH¢</b> |
| Balance at 1 October  |      | (36,560,224)        | (14,117,856)        |
| Net Profit for the period   |      | (27,100,731)        | 13,200,199          |
| <b>Balance at 30 June</b>   |      | <b>(63,660,955)</b> | <b>(917,657)</b>    |

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

*SIGNED*  
 .....  
**KOFI OWUSU BOATENG**  
**CHIEF EXECUTIVE OFFICER**

*SIGNED*  
 .....  
**KOJO AMANKWA SAFO**  
**DEPUTY CEO (F&A)**

**PBC LIMITED**

**STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2018**

| STATEMENT OF FINANCIAL POSITION      | NOTE | 2018<br>GH¢        | 2017<br>GH¢        |
|--------------------------------------|------|--------------------|--------------------|
| <b>Non-Current Assets</b>            |      |                    |                    |
| Property, plant and equipment        | 10   | 234,070,844        | 115,234,768        |
| Investment in Subsidiaries           | 20   | 166,147,283        | 142,055,596        |
| Long term investment                 | 9    | 3,672,729          | 3,796,365          |
| Deferred tax Asset                   |      | 5,389,783          | -                  |
| <b>Total non-current assets</b>      |      | <b>409,280,639</b> | <b>261,086,729</b> |
| <b>Current Assets</b>                |      |                    |                    |
| Inventories                          | 11   | 91,885,965         | 143,072,879        |
| Trade and other receivables          | 12   | 237,483,986        | 253,394,265        |
| Short term investments               | 13   | 34,629,121         | 114,713,287        |
| Cash and cash equivalents            | 14   | 5,638,179          | 5,386,580          |
| <b>Total current assets</b>          |      | <b>369,637,251</b> | <b>516,567,011</b> |
| <b>Total assets</b>                  |      | <b>778,917,890</b> | <b>777,653,740</b> |
| <b>Equity</b>                        |      |                    |                    |
| Stated Capital                       | 22   | 15,000,000         | 15,000,000         |
| Retained earnings                    |      | (63,660,955)       | (917,657)          |
| Other reserves                       |      | 3,442,327          | 3,796,365          |
| Revaluation Reserves                 |      | 122,417,938        | -                  |
| <b>Total equity</b>                  |      | <b>77,199,310</b>  | <b>17,878,708</b>  |
| <b>Liabilities</b>                   |      |                    |                    |
| Deferred tax liability               | 8b   | -                  | 1,166,584          |
| Income Tax liability                 | 8a   | 974                | 4,400,067          |
| Finance Lease                        | 21   | -                  | 946,725            |
| Medium term loan                     | 18   | 7,296,435          | 17,466,825         |
| Long term loan                       | 19   | 61,779,036         | 59,794,784         |
| Preference share capital             | 22   | 100                | 100                |
| <b>Total non-current liabilities</b> |      | <b>69,076,545</b>  | <b>83,775,085</b>  |
| Bank Overdraft                       | 16   | 238,578,660        | 258,393,739        |
| Short Term Loan                      | 17   | 387,907,200        | 387,026,304        |
| Medium term loan (current portion)   | 18   | 1,511,875          | 3,198,767          |
| Finance Lease (current portion)      | 21   | -                  | 256,700            |
| Trade and other payables             | 15   | 4,644,300          | 27,124,437         |
| <b>Total current liabilities</b>     |      | <b>632,642,035</b> | <b>675,999,947</b> |
| <b>Total liabilities</b>             |      | <b>701,718,580</b> | <b>759,775,032</b> |
| <b>Total liabilities and equity</b>  |      | <b>778,917,890</b> | <b>777,653,740</b> |

**PBC LIMITED**  
**STATEMENT OF CASH FLOW**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

| <b>Cash Flows from Operating Activities</b>            | 2018                 | 2017                 |
|--|----------------------|----------------------|
|  | GH ¢                 | GH ¢                 |
| Profit/(loss) before taxation                          | (27,100,731)         | 17,600,266           |
| <u>Adjustment for:</u>                                 |                      |                      |
| Depreciation and Amortisation charges                  | 14,804,442           | 13,100,754           |
| Interest Received                                      | (1,265,559)          | (14,754,407)         |
| Interest expense                                       | 83,044,793           | 123,123,967          |
| <b>Operating Profit Before Working Capital Changes</b> | <b>69,482,945</b>    | <b>139,070,580</b>   |
| Change in inventories                                  | (11,189,826)         | (80,655,565)         |
| Change in trade and other receivables                  | (123,161,027)        | (175,114,703)        |
| Change in trade and other payables                     | (5,275,178)          | 16,449,082           |
| <b>Cash generated from operations</b>                  | <b>(70,143,086)</b>  | <b>(100,250,606)</b> |
| Income taxes paid                                      | -                    | -                    |
| <b>Net cash flow from operating activities</b>         | <b>(70,143,086)</b>  | <b>(100,250,606)</b> |
| <b>Cash flow from investing activities</b>             |                      |                      |
| Interest Received                                      | 1,265,559            | 14,754,407           |
| Interest paid  | (83,044,793)         | (123,123,967)        |
| Payments to acquire assets                             | (5,368,958)          | (11,829,805)         |
| <b>Net Cash used in Investing Activities</b>           | <b>(87,148,192)</b>  | <b>(120,199,365)</b> |
| <b>Cash flows from Financing Activities</b>            |                      |                      |
| Short Term Loan  | 207,719,965          | 316,961,670          |
| Finance Lease  | (1,355,360)          | (1,854,680)          |
| Medium Term Loan                                       | (5,202,316)          | (2,064,146)          |
| Changes in Long Term Loan                              | 956,250              | 777,750              |
| <b>Net Cash used in Financing Activities</b>           | <b>202,118,539</b>   | <b>313,820,594</b>   |
| <b>Net Increase in Cash and Cash equivalents</b>       | <b>44,827,261</b>    | <b>93,370,623</b>    |
| Cash and Cash equivalents at 1 October                 | (243,138,621)        | (231,664,495)        |
| <b>Cash and Cash equivalents at 30 June</b>            | <b>(198,311,360)</b> | <b>(138,293,872)</b> |

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

|                          | 1st October<br>2017<br>GH ¢ | Cash Flow<br>GH ¢ | 30th June<br>Cash Flow<br>GH ¢ |
|--------------------------|-----------------------------|-------------------|--------------------------------|
| Cash in Hand and at Bank | 31,450,788                  | (25,812,609)      | 5638179                        |
| Bank overdraft           | (297,749,207)               | 59,170,547        | (238,578,660)                  |
| Short term Investments   | 23,159,798                  | 11,469,323        | 34629121                       |
|                          | <b>(243,138,621)</b>        | <b>44,827,261</b> | <b>(198,311,360)</b>           |



**PBC LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

2 **CAPITAL AND RESERVES**

Reconciliation of movement in capital and reserves

|                                      | Share Capital     | Retained Earnings   | Other Reserves   | Revaluation Reserves | Total Equity      |
|--------------------------------------|-------------------|---------------------|------------------|----------------------|-------------------|
|                                      | GH¢               | GH¢                 | GH¢              | GH¢                  | GH¢               |
| Balance at 01.10.17                  | 15,000,000        | (36,560,224)        | 2,678,689        | 122,417,938          | 103,536,403       |
| Total recognised Income and Expenses |                   | (27,100,731)        |                  |                      | (27,100,731)      |
| Movement in available for sale asset |                   |                     | 763,638          |                      | 763,638           |
| <b>Balance at 30.06.18</b>           | <b>15,000,000</b> | <b>(63,660,955)</b> | <b>3,442,327</b> | <b>122,417,938</b>   | <b>77,199,310</b> |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

| 3 SEGMENT REPORTING               | Class of Business | PRODUCE         |              | HAULAGE      |                 | TOTALS          |      | TOTALS |      |
|-----------------------------------|-------------------|-----------------|--------------|--------------|-----------------|-----------------|------|--------|------|
|                                   |                   | COCOA           |              |              |                 | 2018            |      | 2017   |      |
|                                   |                   | 2018            | 2017         | 2018         | 2017            | 2018            | 2018 | 2017   | 2017 |
|                                   | GH¢               | GH¢             | GH¢          | GH¢          | GH¢             | GH¢             | GH¢  | GH¢    |      |
| Segment Revenue                   | 1,657,635,455     | 2,272,522,401   | 24,958,823   | 24,780,290   | 1,682,594,278   | 2,297,302,691   |      |        |      |
| Segment Cost                      | (1,512,755,357)   | (2,053,123,725) | (13,970,586) | (14,238,020) | (1,526,725,943) | (2,067,361,745) |      |        |      |
| Segment Results                   | 144,880,098       | 219,398,676     | 10,988,237   | 10,542,270   | 155,868,335     | 229,940,946     |      |        |      |
| Unallocated expenses              | (82,862,005)      | -               | (19,186,508) |              | (102,048,513)   | (107,654,007)   |      |        |      |
| Results from Operating activities | 62,018,093        |                 | (8,198,271)  |              | 53,819,822      | 122,286,939     |      |        |      |
| Other Income                      | 858,681           |                 | -            |              | 858,681         | 3,682,887       |      |        |      |
| Net Finance Cost                  | (74,158,163)      |                 | (7,621,071)  |              | (81,779,234)    | (108,369,560)   |      |        |      |
| Corporate tax expense             | -                 |                 | -            |              | -               | (4,400,067)     |      |        |      |
| Profit for the year               | (11,281,389)      |                 | (15,819,342) |              | (27,100,731)    | 13,200,199      |      |        |      |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

|  | 2018                 | 2017                 |
|--|----------------------|----------------------|
|  | GH ¢                 | GH ¢                 |
| <b>4 REVENUE</b>                             |                      |                      |
| Sale of Cocoa                                | 1,657,635,455        | 2,272,522,401        |
| Services (Haulage)                           | 24,958,823           | 24,780,290           |
|  | <u>1,682,594,278</u> | <u>2,297,302,691</u> |
| <b>5 ADMINISTRATIVE AND GENERAL EXPENSES</b> |                      |                      |
| including the following:                     |                      |                      |
| Depreciation and amortisation                | 4,099,274            | 1,339,804            |
| Auditors Remuneration                        | 52,500               | 45,000               |
| Directors emoluments                         | 516,638              | 292,166              |
| Subscriptions and Donations                  | 178,604              | 175,979              |
|  | <u>4,847,016</u>     | <u>1,852,949</u>     |
| <b>6 OTHER INCOME</b>                        |                      |                      |
| Rent Income                                  | 177,274              | 63,362               |
| Recoveries from Shortages/Haulages           | -                    | 3,028,849            |
| Sundry Income                                | 565,357              | -                    |
| Sale of Unserviceable items                  | 116,050              | -                    |
| Input Sales - Surplus                        | -                    | 590,676              |
|  | <u>858,681</u>       | <u>3,682,887</u>     |
| <b>7 NET FINANCE EXPENSES</b>                |                      |                      |
| Interest Income                              | 1,265,559            | 14,754,407           |
| Bank and Produce loan interest               | (83,044,793)         | (123,123,967)        |
|  | <u>(81,779,234)</u>  | <u>(108,369,560)</u> |

**PBC LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

**8a TAXATION**

| Year of<br>Assessment<br>Corporate Tax | Balance at<br>1 October<br>GH ¢ | Payments<br>during the year<br>GH ¢ | Charge for<br>the period<br>GH ¢ | Balance at<br>31-Mar<br>GH ¢ |
|--|---------------------------------|-------------------------------------|----------------------------------|------------------------------|
| Third Quarter 2018                     | 974                             | -                                   | -                                | 974                          |
|  | 974                             | -                                   | -                                | 974                          |

**8b DEFERRED TAX**

|                 | 2018      | 2017       |
|-----------------|-----------|------------|
| Balance at June | 5,389,783 | -1,166,584 |

**PBC LIMITED**  
**NOTE TO THE FINANCIAL STATEMENT**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

| 9 | <b>LONG TERM INVESTMENTS</b> | <b>2018</b>             | <b>2017</b>             |
|---|------------------------------|-------------------------|-------------------------|
|   |                              | <b>GH¢</b>              | <b>GH¢</b>              |
|   | Quoted Equity Investments    | <u><b>3,672,729</b></u> | <u><b>3,796,365</b></u> |

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

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

**10 PROPERTY, PLANT AND EQUIPMENT**

|                              | Land and<br>Buildings<br>GH c | Plant and<br>Machinery<br>GH c | Motor<br>Vehicles<br>GH c | Furniture<br>& Fitting<br>GH c | Building<br>W.I.P<br>GH c | Total<br>GH c      |
|------------------------------|-------------------------------|--------------------------------|---------------------------|--------------------------------|---------------------------|--------------------|
| <b>COST</b>                  |                               |                                |                           |                                |                           |                    |
| Balance at 1.10.2017         | 149,845,029                   | 21,655,085                     | 86,617,099                | 5,033,900                      | 61,550,810                | 324,701,923        |
| Additions during the period  | 61,943                        | 415,492                        | 3,279,101                 | 415,958                        | 1,196,464                 | 5,368,958          |
| Transfer to Asset            |                               |                                |                           |                                |                           |                    |
| <b>Balance at 30.06.2018</b> | <b>149,906,972</b>            | <b>22,070,577</b>              | <b>89,896,200</b>         | <b>5,449,858</b>               | <b>62,747,274</b>         | <b>330,070,881</b> |
| <b>Depreciation</b>          |                               |                                |                           |                                |                           |                    |
| Balance at 1.10.2017:        | 4,921,369                     | 16,186,885                     | 56,254,508                | 3,832,833                      | -                         | 81,195,595         |
| Charge for the period        | 3,371,978                     | 3,569,688                      | 7,135,480                 | 727,296                        | -                         | 14,804,442         |
| Released on Disposals        |                               |                                |                           |                                |                           |                    |
| <b>Balance at 30.06.2018</b> | <b>8,293,347</b>              | <b>19,756,573</b>              | <b>63,389,988</b>         | <b>4,560,129</b>               | <b>-</b>                  | <b>96,000,037</b>  |
| <b>Carrying amounts</b>      |                               |                                |                           |                                |                           |                    |
| <b>At 30.06.18</b>           | <b>141,613,625</b>            | <b>2,314,004</b>               | <b>26,506,212</b>         | <b>889,729</b>                 | <b>62,747,274</b>         | <b>234,070,844</b> |
| <b>At 30.06.17</b>           | <b>22,799,800</b>             | <b>3,818,294</b>               | <b>27,865,794</b>         | <b>938,325</b>                 | <b>59,812,555</b>         | <b>115,234,768</b> |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

| 11 INVENTORIES  | 2018              | 2017               |
|-----------------|-------------------|--------------------|
| <u>Trading:</u> | <u>GH ¢</u>       | <u>GH ¢</u>        |
| Cocoa           | 72,677,394        | 94,664,799         |
| Sheanut         | 10,977,446        | 41,172,985         |
| Agro input      | 2,545,125         | 3,789,895          |
| Non-Trading     | 5,686,000         | 3,445,200          |
|                 | <u>91,885,965</u> | <u>143,072,879</u> |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

|                                      | 2018<br>GH ¢       | 2017<br>GH ¢       |
|--------------------------------------|--------------------|--------------------|
| <b>12 ACCOUNTS RECEIVABLE</b>        |                    |                    |
| Trade receivables due from customers | 198,283,887        | 220,934,277        |
| Other receivables                    | 35,109,024         | 27,564,548         |
| Staff Loans and Advances             | 3,523,700          | 4,230,500          |
| Staff Loans Discounted               | (187,875)          | (225,560)          |
| Prepayments                          | 755,250            | 890,500            |
|                                      | <b>237,483,986</b> | <b>253,394,265</b> |

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¢3,523,700 (2017- GH¢4,230,500)

|   | 2018<br>GH ¢      | 2017<br>GH ¢       |
|---|-------------------|--------------------|
| <b>13 SHORT TERM INVESTMENTS</b>        |                   |                    |
| Call & Fixed Deposits                   | 29,053,871        | 112,563,287        |
| Treasury Bills                          | 5,575,250         | 2,150,000          |
|   | <b>34,629,121</b> | <b>114,713,287</b> |
| <b>14 CASH AND CASH EQUIVALENTS</b>     |                   |                    |
| Bank Balances                           | 5,634,649         | 5,381,040          |
| Cash Balances                           | 3,530             | 5,540              |
|   | <b>5,638,179</b>  | <b>5,386,580</b>   |
| <b>15 ACCOUNTS PAYABLE</b>              |                   |                    |
| Trade payables                          | 2,235,000         | 24,282,687         |
| Non-trade payables and accrued expenses | 1,344,100         | 1,576,500          |
| Accrued Charges                         | 1,065,200         | 1,265,250          |
|   | <b>4,644,300</b>  | <b>27,124,437</b>  |



**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

| 16 | BANK OVERDRAFT        | 2018               | 2017               |
|----|-----------------------|--------------------|--------------------|
|    |                       | GH ¢               | GH ¢               |
|    | Ecobank Ghana Limited | 5,307,452          | 3,179,594          |
|    | UMB                   | 45,546,299         | 32,198,359         |
|    | Ghana Commercial Bank | 90,577,693         | 101,553,303        |
|    | Barclays Bank         | -                  | 19,987,672         |
|    | SG-GH Limited         | 15,411,006         | 14,999,160         |
|    | ADB                   | 60,187,499         | 61,571,372         |
|    | Bank of Africa        | 10,555,086         | 9,979,734          |
|    | UBA                   | 10,993,625         | 14,924,545         |
|    |                       | <b>238,578,660</b> | <b>258,393,739</b> |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE THIRD QUARTER ENDED 30TH JUNE, 2018**

|                            | 2018<br>GH c       | 2017<br>GH c       |
|----------------------------|--------------------|--------------------|
| <b>17 SHORT TERM LOANS</b> |                    |                    |
| Produce Loan (Seed Fund)   | -                  | 67,078,723         |
| CAL BANK                   | 100,000,000        | 100,000,000        |
| SCB CONSORTIUM             | 207,907,200        | 179,947,581        |
| ZENITH BANK                | -                  | 40,000,000         |
| GCB                        | 50,000,000         | -                  |
| COBANK                     | 30,000,000         | -                  |
|                            | <u>387,907,200</u> | <u>387,026,304</u> |

**SCB Consortium Loan**

The Company was granted a loan facility of GHc 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**

|   |                  |                   |
|---|------------------|-------------------|
| SG Ltd                                    | -                | 1,907,026         |
| EDAIF                                     | 7,412,500        | 12,112,500        |
| SCB Ltd                                   | 1,395,810        | 6,646,066         |
|   | <u>8,808,310</u> | <u>20,665,592</u> |
| Current portion payable within 12 months  | 1,511,875        | 3,198,767         |
| Long term portion payable after 12 months | <u>7,296,435</u> | <u>17,466,825</u> |

**19 LONG TERM LOAN**

|                   | 2018<br>GHc       | 2017<br>GHc       |
|-------------------|-------------------|-------------------|
| Ghana Cocoa Board | <u>61,779,036</u> | <u>59,794,784</u> |

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**

|                         | 2018<br>GHc        | 2017<br>GHc        |
|-------------------------|--------------------|--------------------|
| PBC Shea Ltd            | 123,897,283        | 109,805,596        |
| Golden Bean Hotel Ltd   | 42,250,000         | 32,250,000         |
| Balance at 30 September | <u>166,147,283</u> | <u>142,055,596</u> |

This represents PBC Limited investment in two subsidiaries, namely PBC Shea Ltd and Golden Bean. 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 Metropolises.

**20b INVESTMENT IN PBC SHEA LIMITED**

The company's investment in PBC Limited as indicated in the the previous year's financial statement had been restated as follow:

|  | 2018<br>GHc        | 2017<br>GHc        |
|--|--------------------|--------------------|
| Balance as 01 October                            | 115,404,473        | 37,556,000         |
| Interest for the Period                          | 8,492,810          | 6,259,110          |
| Cocobod Loan wrongly treated                     | -                  | 40,229,210         |
| Current account figure transferred to Investment | -                  | 25,761,276         |
|  | <u>123,897,283</u> | <u>109,805,596</u> |

**PBC LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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|   | 2018<br>GH¢ | 2017<br>GH¢ |
|---|-------------|-------------|
| <b>21 FINANCE LEASE</b>                   |             |             |
| Current portion payable within 12 months  | -           | 256,700     |
| Long term portion payable after 12 months | -           | 946,725     |
|   | -           | 1,203,425   |

**PBC LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
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**22 STATED CAPITAL**

|   | 2018                  |                   | 2017                  |                   |
|---|-----------------------|-------------------|-----------------------|-------------------|
|   | No. of Shares         | Proceeds<br>GH¢   | No. of Shares         | Proceeds<br>GH¢   |
| <b>a Ordinary shares</b>  |                       |                   |                       |                   |
| Authorised Ordinary Shares of no par value  | 20,000,000,000        |                   | 20,000,000,000        |                   |
|   | <u>20,000,000,000</u> |                   | <u>20,000,000,000</u> |                   |
| Issued and fully paid   |                       |                   |                       |                   |
| For cash  | 2,005,000             | 1,586,800         | 2,005,000             | 1,586,800         |
| For consideration other than cash   | 477,995,000           | 13,413,200        | 477,995,000           | 13,413,200        |
|   | <u>480,000,000</u>    | <u>15,000,000</u> | <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>b Preference shares</b>  |                       |                   |                       |                   |
| No. of preference shares  | 1                     | 100               | 1                     | 100               |
| Total stated capital  |                       | <u>15,000,100</u> |                       | <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**  
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**c Share in treasury**

Shares in Treasury as at 30 June 2018:-(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