GHANA STOCK EXCHANGE

PRESS RELEASE

PR. No 056/2018

MERIDIAN-MARSHALLS HOLDINGS LIMITED (MMH) -
UN-AUDITED FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDING JANUARY 2018

MMH has released its un-audited Financial Statements for the half year ending January 31, 2018 as per the attached.

Issued in Accra, this 27th day of February, 2018

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att'd.

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MERIDIAN MARSHALLS HOLDINGS LIMITED

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST JANUARY 2018

MERIDIAN MARSHALLS HOLDINGS LIMITED

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MERIDIAN MARSHALLS HOLDINGS LIMITED

GENERAL INFORMATION

Board of Directors:	Prof. Divine E.K. Amenumey Dr. Tetteh Nettey Mrs. Genevive Naa Aku Nettey Mr Daniel Adjei Mr Justice Djokoto Dr Hazel Berrand Amuah Mr Patrick Ebo Kittoe
Secretary:	Mr. Adolph Lokko
Registered Office:	No. 4 Pilot Link NTHC Estate, East Airport P. O. Box KB 781 Korle – Bu, Accra
Auditor:	VT Consult Chartered Accountants JLK Plaza Agbogba Road, North Legon P. O. Box OS 153 Osu - Accra
Bankers:	Bank of Africa Ltd Fidelity Bank Ltd Ecobank Ghana Ltd Cal Bank

REPORT OF THE DIRECTORS
TO THE MEMBERS OF
MERIDIAN MARSHALLS HOLDINGS LIMITED

The Directors of the Company present their mid-year report and financial statements for the period ended 31st January 2018

NATURE OF BUSINESS

There has been no change in the name of business of the Company.

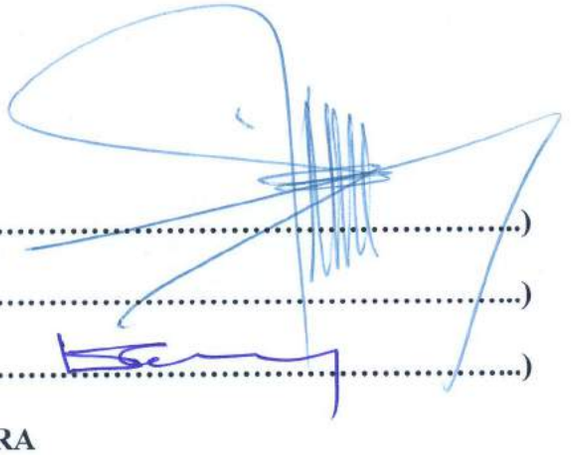
FINANCIAL STATEMENTS AND DIVIDENDS

The results for the mid-year are as set out in the attached Financial Statements.

The Directors do not recommend the payment of a dividend.

AUDITORS

Messrs V.T Consult have indicated their willingness to continue in office as external auditors of the Company in accordance with Section 134 (5) of the Companies Code 1963, (Act 179).



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MERIDIAN MARSHALLS HOLDINGS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITY

The Directors are responsible for preparing financial statements for each year, which give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit and Loss of the Company for the year.

In preparing those financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether the applicable accounting standards have been followed;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for ensuring that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company, and which enables them to ensure that the financial statements comply with International Accounting Standards. They are responsible for taking such steps as reasonably open to them to safeguard the assets of the Company, and to prevent and detect fraud and other irregularities.

MERIDIAN MARSHALLS HOLDINGS LIMITED
STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST JANUARY, 2018

	Notes	2018 GHC	2017 GHC
Tuition fees and Registration Forms		997,932.91	856,644.00
Other fees and Charges	3	740.00	1,480.00
Total Operating Income		**998,672.91**	**858,124.00**
Less: Direct Operating Income	4	(296,540.50)	(341,257.00)
Gross Profit		**702,132.41**	**516,867.00**
Other Income	5	35,590.91	40,290.00
		737,723.32	**557,157.00**
General and Administrative Expenses	6	(646,589.43)	(474,743.00)
Profit/Loss before Interest and Tax		**91,133.89**	**82,414.00**
Finance Cost		**(149,478.00)**	**(149,478.00)**
Taxation	7	-	-
Profit/Loss After Tax		**(58,344.11)**	**(67,064.00)**

INCOME SURPLUS ACCOUNT
FOR THE HALF YEAR ENDED 31ST JANUARY 2018

Consolidated Income Surplus Account for the year ended 31 July, 2017		
Balance as at 1st August, 2017	2,662,224.00	**2,729,288.00**
Transferred from Income Statement	**(58,344.11)**	**(67,064.00)**
Balance as at 31st January, 2018	2,603,879.89	**2,662,224.00**

MERIDIAN MARSHALLS HOLDINGS LIMITED
STATEMENT OF CONSOLIDATED FINANCIAL POSITION FOR THE PERIOD ENDED 31ST JANUARY, 2018

	Notes	2018 GHC	2017 GHC
Fixed Assets:			
Property , Plant and Equipment	8	**7,059,077.33**	**7,028,316.00**
Intangible Assets	9	**14,868.76**	**3,934.00**
		7,073,946.09	**7,032,250.00**
Current Assets :			
Students and Other Receivables	10	1,418,970.45	817,604.00
Cash and Bank balances		105,200.00	100,250.00
		1,524,170.45	**917,854.00**
Total Assets		**8,598,116.54**	**7,950,104.00**
Equity and Liabilities			
Equity:			
Stated Capital	14	1,550,500.00	1,550,500.00
Income Surplus/Deficit		2,603,879.89	2,662,224.00
Long Term Liabilities		**4,154,379.89**	**4,212,724.00**
Directors Long term loan	15	418,566.43	398,950.00
Long -Term bank loan	16	500,881.02	553,071.00
		919,447.45	**952,021.00**
Current Liabilities:			
Taxation	7	136,209.00	136,209.00
Directors Accounts	15	1,777,579.36	1,536,127.00
Accounts Payables	11	1,211,551.84	798,187.00
Short-Term bank loan	16	398,950.00	314,836.00
		3,524,290.20	**2,785,359.00**
Total Liabilities		**4,443,736.65**	**3,737,380.00**
Total Equity and Liabilities		**8,598,116.54**	**7,950,104.00**

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.....
Directors
Accra
Date.....

MERIDIAN MARSHALLS HOLDINGS LIMITED
STATEMENT OF CONSOLIDATED CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST JANUARY, 2018

	Stated Capital GHC	Capital Surplus GHC	Income Surplus GHC	Total GHC
As at 1st August, 2017	1,550,500.00	-	2,662,224.00	4,212,724.00
Profit After Tax for the period		-	(58,344.00)	(58,344.00)
As At 31st January, 2018	**1,550,500.00**	**-**	**2,603,880.00**	**4,154,380.00**

MERIDIAN MARSHALLS HOLDINGS LIMITED
STATEMENT OF CONSOLIDATED CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST JULY, 2017

	Stated Capital GHC	Capital Surplus GHC	Income Surplus GHC	Total GHC
As At 1st August, 2016	1,550,500.00	-	2,729,288.00	4,279,788.00
New Issue of Share				
Profit After Tax for the year	-	-	(67,064.00)	(67,064.00)
As at 31st July, 2017	**1,550,500.00**	**-**	**2,662,224.00**	**4,212,724.00**

MERIDIAN MARSHALLS HOLDINGS LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31ST JANUARY 2018

	2018 GHC	2017 GHC
Operating Activities :		
Operating Profit/(Loss) before interest and Tax	**91,133.89**	**82,415.00**
Adjustment for :		
Depreciation	78,557.67	49,190.00
Amortisation of Software	18,931.24	3,935.00
Changes in:		
Increase/(Decrease) Directors current Account	261,068.79	356,053.00
(Increase)/Decrease Students and Other account receivables	(601,366.45)	(104,778.00)
(Increase)/Decrease in Short Term Investment	-	-
Increase/(Decrease) in Other account payables	403,787.64	6,967.00
	160,978.89	**311,367.00**
Net Cash inflow from Operating activities	**252,112.78**	**393,782.00**
Return on Investment & Servicing of Finance :		
Interest/Investment Income	-	-
Loan Interest Expense	(105,919.76)	(149,478.00)
Tax Paid		(2,000.00)
Investing Activities		
Purchased of Fixed Assets	(109,319.00)	(65,366.00)
Net Cash Inflow/(Outflow) before Financing	**36,874.02**	**176,938.00**
Financing Activities:		
Bank Loans payments	(31,924.02)	(124,629.00)
Increase in Cash and Cash Equivalents	**4,950.00**	**52,309.00**
Opening Cash and Bank Balance	100,250.00	47,941.00
Balance as at 31st January	**105,200.00**	**100,250.00**

MERIDIAN MARSHALLS HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST JANUARY, 2018

1. CORPORATE INFORMATION

1.1 Nature of Company

MERIDIAN MARSHALLS HOLDINGS LIMITED is a publicly owned limited liability company incorporated in Ghana under the Companies Code 1963 Act 179. Its registered office is at House No. A4 Pilot Link, NTHC Estate, East Airport. Its main operations are carried out at its main campus located at Odorkor, on the Kasoa Mallam Highway opposite the Gloryland Hotel.

2. BASIS OF ACCOUNTING

These Financial Statements have been prepared under the historical cost basis, except for financial assets and liabilities held at fair values that have been measured at fair value initially and/or subsequently.

3. ACCOUNTING POLICIES

The following Accounting Policies adopted have been consistently applied in dealing with items, which are considered material in relation to the Company's Financial Statements.

A. Depreciation

Depreciation is provided for on a straight-line basis at rates calculated to write off the cost of each Fixed Asset over its estimated useful economic life. The carrying amounts of the Fixed Assets are assessed whether they are recoverable in the form of future economic benefits. If the recoverable amount of any asset has declined below its carrying amount, an impairment loss is recognised to reduce the value of the asset to its recoverable amount.

The annual rates generally in use are as follows:

Motor Vehicles	-	20%
Furniture and Fittings	-	20%
Library Books	-	33.33%
Office Equipment	-	20%
Computers and Printers	-	33.33%
Building	-	2%
Prefabricated Buildings/Container	-	10%

Gains and losses on disposal of Fixed Assets are determined by comparing proceeds from disposal with the carrying amount of Fixed Assets and are recognised in the Income Statement as other come.

B. Intangible Assets Software

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

Subsequent expenditure on software is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

Amortisation is recognised in the Income Statement on a strength-line basis over the estimated useful life of the software from the date that it was put into use.

C. Stocks

Stocks are measured at the lower of cost and net realisable value. The cost of closing stock is based on the first-in-first-out principle and comprises of all other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of doing business less estimated selling expenses.

D. Students Account Receivables:

Students are stated after providing for impairment losses. Specific allowances are made for receivables considered to be doubtful, general allowances for doubtful debts are recorded for the remaining receivables taking into account past experiences.

E. Foreign Currencies:

Transactions denominated in foreign currencies are translated into Ghana Cedis and recorded at the rate of exchange ruling at the date of the transactions. Balances denominated in foreign currencies are translated into Ghana Cedis and recorded at the rate of exchange ruling at year end. All differences arising on translation are dealt with in the Income Statement.

F. Cash and Cash Equivalent:

Cash and Cash Equivalent comprises cash on hand and bank balances and are carried at amortised cost.

G. Employee Benefits

(i) Defined Contribution Plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contribution to a separate entity and will have no legal or contractual obligation to pay future amounts. Obligations for contributions to defined contribution schemes are recognised as an expense in the income statement when they are due.

ii) Short-term Benefits

Short-term employee benefits are amounts payable to employees that fall due within twelve months after the end of the period in which the employee rendered the related service.

The said benefits are recognised as an expense in the period when the economic benefit is given as an employment cost. Unpaid short-term benefits at the year end are recognised as an accrued expense and any short-term benefits paid in advance are recognised as prepayments.

The company's contribution of 13% to the Social Security Fund is also charged to the income statement.

H. Revenue

(i) Tuition and Admission Fees, Other Academic Fees and Charges

Tuition and Admission Fees, Other Academic Fees and Charges are measured at the fair value of the consideration received or receivable, net of returns, bursaries and scholarships. Revenue is recognised when significant risks and rewards of ownership have been transferred to the buyer and recovery of the consideration is probable.

(ii) Miscellaneous Income

These are revenue from the sale of text and exercise books, school uniforms etc. Revenue is recognised in the Income Statement when the said items are sold to Student.

I Finance Income and Costs

Finance income comprises interest received on bank balances, funds invested and interest charged to customers on overdue receivables and discounted cheques. Interest income is recognised using the effective interest method in the income statement.

Finance costs comprise interest expense on borrowings and interests charged by the bank. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the income statement using the effective interest method.

J. Income Tax

Income tax comprises of only current income tax which is expected to be tax payable on taxable income for the year using the current tax rates applicable and any adjustment to tax payable in respect of previous years.

(b) Inventories

Inventories are valued at the lower of cost and net realizable value. Cost in general includes all other costs incurred in bringing the inventories to their present location

	GHC 2018	GHC 2017
3 Other fees and Charges :		
GES fees	480.00	480.00
Letters to Students	60.00	685.00
Transcripts	120.00	315.00
Miscellaneous Charges	80.00	-
	740.00	**1,480.00**
4 Direct operating Cost:		
Academic staff salaries	247,099.97	272,572.00
Students welfare	2,640.53	4,242.00
GES fees/Permits	30,910.00	1,284.00
School of Technology Expenses	-	5,696.00
Examination Expenses	3,270.00	3,300.00
Commission	2,620.00	3,813.00
Affiliation fee	-	40,300.00
Accreditation Fee	10,000.00	10,050.00
	296,540.50	**341,257.00**
5 Other Income:		
Exchange Gains	(3,684.92)	11,450.00
Programme Income	20,595.05	24,740.00
Rental Income	5,300.00	-
Investment/Bank Interest Received	13,380.78	4,100.00
	35,590.91	**40,290.00**
6 General & Administrative Expenses includes:		
Directors remuneration	82,598.00	90,000.00
Audit fees (VAT inclusive)	-	-
Depreciation	78,557.67	49,190.00
Interest on Bank Loans	105,919.76	149,478.00

	Balance as at 01/08/2017 GHC	Payments GHC	Charge to P/L A/C GHC	Balance as at 31/01/2018 GHC
7 Corporate Tax 2018	136,209.00	-	-	136,209.00
	-	-		-
	136,209.00	**-**	**-**	**136,209.00**

All Tax Liabilities are subject to the agreement of the GRA (Domestic Tax Division).

Fixed Assets

Cost	Land & Buildings	Furniture& Fiitings	Motor Vehicles	Computers	Office Equipments	Capital Work-In-Progress	Prefabricated Buildings/Containers	Library Books	Total
As at 01/08/2017	3,852,497.00	98,090.00	111,090.00	97,296.00	105,920.00	3,516,664.00	4,626.00	14,302.00	7,800,485.00
Additions	10,000.00	1,940.00		8,200.00	14,800.00	74,129.00	-	250.00	109,319.00
As at 31/01/2018	**3,862,497.00**	**100,030.00**	**111,090.00**	**105,496.00**	**120,720.00**	**3,590,793.00**	**4,626.00**	**14,552.00**	**7,909,804.00**
Depreciation:									
As at 01/08/2017	380,608.00	86,665.00	111,090.00	86,665.00	89,393.00	-	3,469.00	14,279.00	772,169.00
Charge for the Period	38,624.97	10,003.00		17,580.91	12,072.00	-	231.30	45.50	78,557.67
As at 31/01/2018	**419,232.97**	**96,668.00**	**111,090.00**	**104,245.91**	**101,465.00**	**-**	**3,700.30**	**14,324.50**	**850,726.67**
Net Book Value									
As at 31/01/2018	3,443,264.03	3,362.00	-	1,250.09	19,255.00	3,590,793.00	925.70	227.50	**7,059,077.33**
As at 31/01/2017	**3,471,889.00**	**11,425.00**	**-**	**10,631.00**	**16,527.00**	**3,516,664.00**	**1,157.00**	**23.00**	**7,028,316.00**

MERIDIAN MARSHALLS HOLDINGS LIMITED
NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST JANUARY 2018

	2018 GHC	2017 GHC
9 INTANGIBLE ASSETS		
Cost	**33,800.00**	**26,800.00**
Accumulated Amortisation	**(18,931.24)**	**(22,866.00)**
Net Book Value	**14,868.76**	**3,934.00**
10 STUDENTS AND OTHER RECEIVABLES		
Student Debtors	1,386,132.46	785,800.00
Sundry Debtors	31,543.75	31,544.00
Staff Debtors	1,294.24	260.00
	1,418,970.45	**817,604.00**
11 OTHER ACCOUNTS PAYABLES		
Sundry Creditors	380,228.09	224,614.00
Accruals	831,323.75	573,573.00
	1,211,551.84	**798,187.00**

14 Stated Capital	2018 GHC 000	2017 GHC 000	Proceeds 2018 GHC	2017 GHC
Authorised Shares	500,000.00	500,000.00	-	
Issued Shares	**96,084.00**	**96,084.00**		**1,550,500.00**

There are no shares in treasury and no call or installment unpaid on any shares.

	2018 GHC	2017 GHC
15 DIRECTORS ACCOUNT		
Long Term Loan	418,566.43	398,950.00
Short Term Loan	1,777,579.36	1,536,127.00
	2,196,145.79	**1,935,077.00**

These are made up of amounts advanced the Company from inception and Salaries not yet paid.

The Directors have pledged not to call for immediate repayment of these amounts until the Company is in the position to pay.

16 BANK LOAN		
Long Term	500,881.02	553,071.00
Short Term	398,950.00	314,836.00
	899,831.02	**867,907.00**

This is a term loan contracted from Fidelity Bank. The Loan has been collaterised with the Marhalls College Lecture Hall Building.

17 CONTINGENT LIABILITIES

There were no contigent liabilities as at the balance sheet date and 31/01/2018.

18 CAPITAL COMMITMENTS

There were no commitments for capital expenditure not provided for in the financial statements at the balance sheet date and at 31/01/2018.

19 EXCHANGE CONTROL

All remittances from Ghana are subject to the approval of the Exchange Control Authorities.