

**GUINNESS GHANA BREWERIES LIMITED**

**Financial Statements**

**For the year ended 30 June 2016**

**STATEMENT OF FINANCIAL POSITION**

		<u>At 30 June</u>	
	Note	2016 GH¢'000	2015 GH¢'000
<b>ASSETS</b>			
Property, plant and equipment	12	374,066	336,091
Intangible assets	13	2,135	2,698
<b>Total non-current assets</b>		<b>376,201</b>	<b>338,789</b>
Inventories	14	86,027	66,370
Trade and other receivables	15	17,404	24,391
Amounts due from related parties	22(ii)	2,635	2,278
Current tax asset	11(ii)	2,572	-
Cash and bank balances	16	44,087	48,826
<b>Total current assets</b>		<b>152,725</b>	<b>141,865</b>
<b>Total assets</b>		<b>528,926</b>	<b>480,654</b>
<b>EQUITY AND LIABILITIES</b>			
Stated capital	19(i)	272,879	96,252
Income surplus account		(8,622)	(1,070)
<b>Total equity</b>		<b>264,257</b>	<b>95,182</b>
Deferred tax liability	11(v)	9,331	3,522
Obligations under finance lease	18	17,827	8,548
Borrowings	22(iii)	109,110	211,404
Employee benefit obligations	24	1,499	1,481
<b>Total non-current liabilities</b>		<b>137,767</b>	<b>224,955</b>
Bank overdraft	17	26	24,018
Current tax liability	11(ii)	-	276
Obligations under finance lease	18	8,505	3,299
Trade and other payables	21	96,547	87,386
Amounts due to related parties	22(i)	21,824	44,770
Provisions	25	-	768
<b>Total current liabilities</b>		<b>126,902</b>	<b>160,517</b>
<b>Total liabilities</b>		<b>264,669</b>	<b>385,472</b>
<b>Total equity and liabilities</b>		<b>528,926</b>	<b>480,654</b>

The financial statements on pages 6 to 48 were approved by the Board of Directors on 20 September 2016 and signed on their behalf by:

  
 .....  
**DIRECTOR**

  
 .....  
**DIRECTOR**

The notes on pages 11 to 48 form an integral part of these financial statements.

**GUINNESS GHANA BREWERIES LIMITED**

**Financial Statements**

**For the year ended 30 June 2016**

**STATEMENT OF COMPREHENSIVE INCOME**

		<u>Year ended 30 June</u>	
		2016	2015
		GH¢'000	GH¢'000
	Note		
Revenue	6	566,308	437,348
Cost of sales	26	(389,484)	(334,174)
<b>Gross profit</b>		<b>176,824</b>	<b>103,174</b>
Advertising and marketing expenses	27	(33,077)	(32,029)
Administrative expenses	27	(65,044)	(59,611)
Other expenses	27	(14,139)	(28,442)
Other income	7	1,225	21,502
<b>Results from operating activities</b>		<b>65,789</b>	<b>4,594</b>
Finance income	10	150	54
Finance costs	10	(67,810)	(53,755)
<b>Loss before income tax</b>	<b>8</b>	<b>(1,871)</b>	<b>(49,107)</b>
Income tax (expense)/ credit	11(i)	(5,809)	3,636
<b>Loss for the year</b>		<b>(7,680)</b>	<b>(45,471)</b>
<b>Other comprehensive income</b>			
<i>Items that are not subsequently reclassified to profit or loss:</i>			
Actuarial gain on defined benefit obligations, net of tax	11(v)(b)	128	34
Other comprehensive income		128	34
<b>Total comprehensive income (loss) for the year</b>		<b>(7,552)</b>	<b>(45,437)</b>
Basic earnings per share (Ghana cedi per share)	20	<u>(GH¢ 0.036)</u>	<u>(GH¢0.215)</u>
Diluted earnings per share (Ghana cedi per share)	20	<u>(GH¢ 0.036)</u>	<u>(GH¢0.215)</u>

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**GUINNESS GHANA BREWERIES LIMITED**

**Financial Statements**

**For the year ended 30 June 2016**

**STATEMENT OF CHANGES IN EQUITY**

	Note	Stated capital GH¢'000	Income surplus account GH¢'000	Total GH¢'000
<b>Year ended 30 June 2016</b>				
Balance at 1 July 2015		96,252	(1,070)	95,182
<b>Total comprehensive income</b>				
Loss for the year		-	(7,680)	(7,680)
<b>Other comprehensive income</b>				
Actuarial gain on defined benefit obligations, net of tax	11(v)(b)	-	128	128
<b>Total comprehensive income (loss) for the year</b>		-	(7,552)	(7,552)
<b>Transaction with Owners</b>	19(i)			
Rights Issue		180,000	-	180,000
Transaction cost arising on rights issue		(3,373)	-	(3,373)
		176,627	-	176,627
Balance at 30 June 2016		<u>272,879</u>	<u>(8,622)</u>	<u>264,257</u>
<b>Year ended 30 June 2015</b>				
Balance at 1 July 2014		96,252	44,367	140,619
<b>Total comprehensive income</b>				
Loss for the year		-	(45,471)	(45,471)
<b>Other comprehensive income</b>				
Actuarial gain on defined benefit obligations, net of tax		-	34	34
<b>Total comprehensive income for the year</b>		-	(45,437)	(45,437)
Balance at 30 June 2015		<u>96,252</u>	<u>(1,070)</u>	<u>95,182</u>

The notes on pages 11 to 48 form an integral part of these financial statements.

**GUINNESS GHANA BREWERIES LIMITED**

**Financial Statements**

**For the year ended 30 June 2016**

**STATEMENT OF CASH FLOWS**

		<u>Year ended 30 June</u>	
		2016	2015
		GH¢'000	GH¢'000
	Note		
<b>Cash flows from operating activities</b>			
Loss before income tax		(1,871)	(49,107)
<i>Adjustments for:</i>			
- Depreciation	12	49,306	44,006
- Amortisation	13	563	536
- Loss/(profit) disposal of property, plant and equipment	12	989	(21,026)
- Impairment loss on trade receivables		2	57
- Finance cost	10	67,810	53,755
- Finance income	10	(150)	(54)
- Actuarial gain on long service awards		(219)	33
- Unrealised exchange difference		(1,411)	4,245
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		115,019	32,445
<i>Changes in:</i>			
- Inventories		(19,657)	12,751
- Trade and other receivables		7,038	9,004
- Trade and other payables		9,920	49,641
- Related party balances		(22,688)	9,737
- Employee benefit obligations		403	233
- Provisions		(768)	(4,944)
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<b>Cash generated from operating activities</b>		<b>89,267</b>	<b>108,867</b>
Interest paid		(12,287)	(11,316)
Taxes paid	11(ii)	(2,885)	(2,881)
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<b>Net cash generated from operating activities</b>		<b>74,095</b>	<b>94,670</b>
		-----	-----
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(68,859)	(83,032)
Proceeds from sale of property, plant and equipment	12	378	22,123
Interest received	10	150	54
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<b>Net cash used in investing activities</b>		<b>(68,331)</b>	<b>(60,855)</b>
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**GUINNESS GHANA BREWERIES LIMITED**

**Financial Statements**

**For the year ended 30 June 2016**

**STATEMENT OF CASH FLOWS (continued)**

		<u>Year ended 30 June</u>	
	<b>Note</b>	<b>2016</b>	<b>2015</b>
		<b>GH¢'000</b>	<b>GH¢'000</b>
<b>Cash flows from financing activities</b>			
Proceeds from rights issue of shares		180,000	-
Transaction costs on rights issue of shares		(3,373)	-
Repayment of bank loans		-	(2,941)
Repayment of finance lease obligations		(5,351)	(2,509)
Repayment of borrowings	22(iii)	(157,770)	-
		-----	-----
<b>Net cash generated from/ (used in) financing activities</b>		<b>13,506</b>	<b>(5,450)</b>
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<b>Net increase in cash and cash equivalents</b>		<b>19,270</b>	<b>28,365</b>
Cash and cash equivalents at 1 July		24,808	(6,678)
Effect of movements in exchange rates on cash held		(17)	3,121
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Cash and cash equivalents at 30 June	16	<u>44,061</u>	<u>24,808</u>

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