



**GHANA  
STOCK  
EXCHANGE**

**PRESS RELEASE**

**PR. No 045/2012**

**COCOA PROCESSING COMPANY LTD (CPC)  
AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED SEPTEMBER 2011**

CPC has released its audited Financial Statements for the year ended September 30, 2011 as per the extracts attached.

Issued in Accra, this 29<sup>th</sup>  
day of February, 2012

**- E N D -**

att'd.

Distribution:

1. All LDMs
2. General Public
3. Listed Companies
4. SEC
5. NTHC Registrars, (Registrars for CPC shares)
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**

\*JB

**REPORT OF THE DIRECTORS  
TO THE MEMBERS OF  
COCOA PROCESSING COMPANY LIMITED**

In order to curtail losses sustained by the company and revert to profit-making operations, the approach will be to:

- a) strive to lower the average cost of raw cocoa beans to operations; use alternative energy and water sources to improve margins on the sale of semi-finished products and boost the cash-generating capacity of the company to meet obligations to suppliers, service providers, banks, creditors, shareholders and other stakeholders in the ensuing year.
- b) in the short to long-term period, expand the confectionery operations through effective plant utilisation and the construction of a new confectionery factory with new product lines.
- c) add value of up to 7.5% to semi-finished products by 2015 up to a targeted level of 30% by 2019. Products from the new factory will be vigorously marketed within the entire West African Sub-region and beyond.

**FINANCIAL STATEMENTS AND DIVIDEND**

The results for the year are as set out in the attached financial statements.

The Directors cannot recommend the payment of a dividend whilst there remains a deficit balance on the retained earnings account.


The Directors consider the state of the company's affairs to be satisfactory.

**NATURE OF BUSINESS**

Cocoa Processing Company Limited was incorporated in Ghana on 30 November 1981 as a limited liability company. The company is domiciled in Ghana and its shares are publicly traded on the Ghana Stock Exchange (GSE). The principal activities of the company are the manufacture of high-quality chocolates, confectionery and semi-finished cocoa products such as cocoa butter, cocoa liquor, cocoa cake and cocoa powder from premium cocoa beans grown in Ghana.

**APPROVAL OF THE FINANCIAL STATEMENTS**

The financial statements of the company were approved by the Board of Directors on 27/2/12 and were signed on their behalf by:

  
 \_\_\_\_\_  
 DIRECTOR

  
 \_\_\_\_\_  
 DIRECTOR



**COCOA PROCESSING COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2011**

	Note	2011 GH¢	2010 GH¢
Turnover	14	89,164,530	84,127,817
Cost of sales	15	(85,328,194)	(82,761,917)
<b>Gross profit</b>		<u>3,836,336</u>	<u>1,365,900</u>
Other income	16	208,619	154,355
Selling and distribution costs		(2,078,626)	(1,296,392)
General and administrative expenses		(11,147,399)	(9,344,730)
<b>Loss from operational activities</b>	18	<u>(9,181,070)</u>	<u>(9,120,867)</u>
Finance income		89,068	220,280
Finance cost	21	(3,768,976)	(3,624,805)
<b>Loss before tax</b>		<u>(12,860,978)</u>	<u>(12,525,392)</u>
Taxation	22	-	-
<b>Loss after tax</b>		<u>(12,860,978)</u>	<u>(12,525,392)</u>
<b>Other comprehensive income</b>			
Defined benefit plan actuarial gains/(loss)	12	110,233	(1,171,543)
Foreign currency translation difference	13(v)	(7,039,177)	(4,939,090)
<b>Other comprehensive income for the year</b>		<u>(6,928,944)</u>	<u>(6,110,633)</u>
<b>Total comprehensive income for the year</b>		<u><u>(19,789,922)</u></u>	<u><u>(18,636,025)</u></u>
<b>Earnings per share</b>			
Net loss for the year		(12,860,978)	(12,525,392)
Basic earnings per share		(0.0117)	(0.0114)
Diluted earnings per share		<u>(0.0117)</u>	<u>(0.0114)</u>

The notes on pages 12 to 40 form an integral part of these financial statements.

**COCOA PROCESSING COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2011**

	Share Capital GH¢	Deposit for Shares GH¢	Revaluation Reserve GH¢	Translation Reserve GH¢	Retained Earnings GH¢	Total Equity GH¢
Balance at 1 October 2009	16,778,315	-	49,736,879	(28,097,543)	(19,626,402)	18,791,249
Total comprehensive income for the year Loss for the year	-	-	-	-	(12,525,392)	(12,525,392)
<b>Other comprehensive income</b>						
Foreign currency translation differences	-	-	-	(4,939,090)	-	(4,939,090)
Defined benefit plan actuarial loss	-	-	-	-	(1,171,543)	(1,171,543)
Total comprehensive income for the year	-	-	-	(4,939,090)	(13,696,935)	(18,636,025)
Balance at 30 September 2010	<u>16,778,315</u>	<u>-</u>	<u>49,736,879</u>	<u>(33,036,633)</u>	<u>(33,323,337)</u>	<u>155,224</u>
Balance at 1 October 2010	16,778,315	-	49,736,879	(33,036,633)	(33,323,337)	155,224
<b>Total comprehensive income for the year</b> Loss for the year	-	-	-	-	(12,860,978)	(12,860,978)
<b>Other comprehensive income</b>						
Foreign currency translation differences	-	-	-	(7,039,177)	-	(7,039,177)
Defined benefit plan actuarial gain	-	-	-	-	110,233	110,233
Total comprehensive income for the year	-	-	-	(7,039,177)	(12,750,745)	(19,789,922)

**COCOA PROCESSING COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2011**

	Share Capital GH¢	Deposit for Shares GH¢	Revaluation Reserve GH¢	Translation Reserve GH¢	Retained Earnings GH¢	Total Equity GH¢
Transactions with owners recognised directly in equity						
Deposit for shares	-	23,243,749	-	-	-	23,243,749
Total contribution by owners	-	23,243,749	-	-	-	23,243,749
Balance at 30 September 2011	16,778,315	23,243,749	49,736,879	(40,075,810)	(46,074,082)	3,609,051

The notes on pages 12 to 40 form an integral part of these financial statements.

**COCOA PROCESSING COMPANY LIMITED**  
**STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2011**

	2011 GH¢	2010 GH¢
<b>Cash flows from operating activities</b>		
Loss before taxation	(12,860,978)	(12,525,392)
<i>Adjustments for:</i>		
Depreciation charges	4,756,011	4,298,986
Amortisation of prepaid lease	880,469	880,469
Loss on disposal of property and equipment	76,960	5,403
Net interest charges	3,679,908	3,404,525
Employee benefit obligations	893,170	618,219
Translation differences	(7,039,177)	(4,939,090)
Impairment of assets held for sale	30,980	61,961
Transfer from debt to equity	23,243,749	-
	<u>13,661,092</u>	<u>(8,194,919)</u>
Change in inventories	(10,005,515)	(3,700,823)
Change in account receivables	(8,985,918)	12,675,493
Change in account payables	33,384,457	13,599,185
	<u>28,054,116</u>	<u>14,378,936</u>
<b>Net cash flow used in operating activities</b>		
<b>Cash flows from investing activities</b>		
Interest received	89,068	220,280
Purchase of property, plant and equipment	(2,022,437)	(10,806,618)
Proceeds from disposal of property and equipment	232,417	30,214
	<u>(1,700,952)</u>	<u>(10,556,124)</u>
<b>Net cash flow used in investing activities</b>		
<b>Cash flows used in financing activities</b>		
Interest paid	(3,768,976)	(3,624,805)
Movement in borrowings	(23,723,149)	2,602,750
	<u>(27,492,125)</u>	<u>(1,022,055)</u>
<b>Net cash flow from financing activities</b>		
<b>Change in cash and cash equivalents</b>	(1,138,961)	2,800,757
Cash and cash equivalent at 1 October	(80,281)	(2,881,038)
	<u>(1,219,242)</u>	<u>(80,281)</u>
Cash and cash equivalents at 30 September	<u>(1,219,242)</u>	<u>(80,281)</u>

The notes on pages 12 to 40 form an integral part of these financial statements.