



PRESS RELEASE

PR. No 262/2016

**PBC LIMITED (PBC) -
UN-AUDITED FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDING JUNE 2016**

PBC has released its un-audited Financial Statements for the third quarter ending June 30, 2016 as per the attached.

Issued in Accra, this 29th
day of July, 2016

- END -

att'd.

Distribution:

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

For enquiries, contact:

General Manager/Head of Listings, GSE on 0302 669908, 669914, 669935

***JEB**

PBC LIMITED
INCOME STATEMENT
THIRD QUARTER ENDED 30TH JUNE , 2016

INCOME STATEMENT	NOTE	2016 GH¢	2015 GH¢
Revenue	4	<u>1,811,639,602</u>	<u>1,255,995,899</u>
Cost of Sales		(1,616,010,285)	(1,115,017,983)
Gross Profit		195,629,317	140,977,916
Other Income	6	3,988,379	2,396,781
Direct Operating Expenses		(59,386,597)	(52,154,263)
General and Administrative Expenses	5	<u>(44,835,740)</u>	<u>(36,420,870)</u>
Operating profit before financing cost		95,395,359	54,799,564
Net Finance Expenses	7	<u>(79,688,405)</u>	<u>(59,634,681)</u>
Profit/(Loss) before Taxation		15,706,954	(4,835,117)
Income Tax Expense	8a	<u>(3,926,739)</u>	<u>-</u>
Profit/(Loss) for the period transferred to Income Surplus Account		<u>11,780,215</u>	<u>(4,835,117)</u>
 INCOME SURPLUS ACCOUNT		2016 GH¢	2015 GH¢
Balance at 1 October		1,806,310	(4,464,095)
Net Profit for the period		<u>11,780,215</u>	<u>(4,835,117)</u>
Balance at 30 June		<u>13,586,525</u>	<u>(9,299,212)</u>

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

.....
KOJO ATTA-KRAH
KOJO ATTA-KRAH
MANAGING DIRECTOR

.....
JOSEPH OSEI-MANU
JOSEPH OSEI-MANU
DEP. MANAGING DIRECTOR (F&A)

PBC LIMITED

BALANCE SHEET AS AT 30TH JUNE, 2016

BALANCE SHEET	NOTE	2016 GH¢	2015 GH¢
Non-Current Assets			
Property, plant and equipment	10	112,069,560	93,885,705
Investment in Subsidiaries	20	69,805,596	57,533,966
Long term investment	9	2,232,728	3,549,092
Total non-current assets		184,107,884	154,968,763
Current Assets			
Inventories	11	104,691,065	79,275,097
Trade and other receivables	12	81,263,480	66,724,514
Short term investments	13	83,661,507	93,987,060
Cash and cash equivalents	14	26,711,170	27,605,615
Total current assets		296,327,222	267,592,286
Total assets		480,435,106	422,561,049
Equity			
Stated Capital	22	15,000,000	15,000,000
Retained earnings		13,586,525	(9,299,212)
Other reserves		2,002,325	3,318,689
Total equity		30,588,850	9,019,477
Liabilities			
Deferred tax liability	8b	1,725,042	468,481
Income Tax liability	8a	3,907,739	-
Finance Lease	21	3,195,289	4,337,893
Medium term loan	18	13,132,784	15,380,147
Long term loan	19	13,976,900	8,334,072
Preference share capital	22	100	100
Total non-current liabilities		35,937,854	28,520,693
Bank Overdraft	16	211,229,414	238,123,856
Short Term Loan	17	196,090,307	138,244,678
Medium term loan (current portion)	18	2,512,157	4,342,520
Finance Lease (current portion)	21	395,624	518,185
Trade and other payables	15	3,680,900	3,791,640
Total current liabilities		413,908,402	385,020,879
Total liabilities		449,846,256	413,541,572
Total liabilities and equity		480,435,106	422,561,049

PBC LIMITED
CASH FLOW STATEMENT
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

Cash Flows from Operating Activities	2016	2015
	GH ¢	GH ¢
Profit/(loss) before taxation	<u>15,706,954</u>	<u>(4,835,117)</u>
<u>Adjustment for:</u>		
Depreciation and Amortisation charges	11,578,269	9,377,464
Interest Received	(1,113,656)	(2,438,064)
Interest expense	<u>80,802,063</u>	<u>62,072,745</u>
Operating Profit Before Working Capital Changes	106,973,630	64,177,028
Change in inventories	(45,302,957)	(44,499,219)
Change in trade and other receivables	44,192,339	20,129,959
Change in trade and other payables	<u>(9,595,100)</u>	<u>(7,864,285)</u>
Cash generated from operations	96,267,912	31,943,483
Income taxes paid	(19,000)	-
Net cash flow from operating activities	<u>96,248,912</u>	<u>31,943,483</u>
Cash flow from investing activities		
Interest Received	1,113,656	2,438,064
Interest paid	(80,802,063)	(62,072,745)
Long term investment	-	-
Payments to acquire assets	<u>(22,891,606)</u>	<u>(27,844,026)</u>
Net Cash used in Investing Activities	<u>(102,580,013)</u>	<u>(87,478,707)</u>
Cash flows from Financing Activities		
Short Term Loan	72,489,215	20,049,678
Finance Lease	(1,055,151)	(861,087)
Medium Term Loan	1,193,093	3,415,417
Changes in Long Term Loan	624,301	-
Net Cash used in Financing Activities	<u>73,251,458</u>	<u>22,604,008</u>
Net Increase in Cash and Cash equivalents	66,920,357	(32,931,216)
Cash and Cash equivalents at 1 October	<u>(167,777,094)</u>	<u>(83,599,965)</u>
Cash and Cash equivalents at 30 June	<u>(100,856,737)</u>	<u>(116,531,181)</u>

Analysis of changes in cash and cash equivalents.

	1st October	Cash Flow	30th June
	2015	GH ¢	2016
	GH ¢	GH ¢	GH ¢
Cash in Hand and at Bank	43,796,209	(17,085,039)	26,711,170
Bank overdraft	(236,413,334)	25,183,920	<u>(211,229,414)</u>
Short term Investment	<u>24,840,031</u>	<u>58,821,476</u>	<u>83,661,507</u>
	<u>(167,777,094)</u>	66,920,357	<u>(100,856,737)</u>

PBC LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

2 **CAPITAL AND RESERVES**

Reconciliation of movement in capital and reserves

	Share Capital	Retained Earnings	Other Reserves	Total Equity
	GH¢	GH¢	GH¢	GH¢
Balance at 01.10.15	15,000,000	1,806,310	2,467,780	19,274,090
Total recognised Income and Expenses		11,780,215		11,780,215
Movement in available for sale asset			(465,455)	(465,455)
Balance at 30.06.16	15,000,000	13,586,525	2,002,325	30,588,850

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

3 SEGMENT REPORTING Class of Business	PRODUCE COCOA		HAULAGE		SHEANUT		TOTALS	
	2016	2015	2016	2015	2016	2015	2016	2015
	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢	GH¢
Segment Revenue	1,793,403,791	1,238,362,698	16,829,811	17,633,201	1,406,000	-	1,811,639,602	1,255,995,899
Segment Cost	(1,602,347,825)	(1,103,906,782)	(12,454,060)	(11,111,201)	(1,208,400)	-	(1,616,010,285)	(1,115,017,983)
Segment Results	191,055,966	134,455,916	4,375,751	6,522,000	197,600	-	195,629,317	140,977,916
Unallocated expenses							(104,222,337)	(88,575,133)
Results from Operating activities							91,406,980	52,402,783
Other Income							3,988,379	2,396,781
Net Finance Cost							(79,688,405)	(59,634,681)
Corporate tax expense							(3,926,739)	-
Profit for the year							11,780,215	(4,835,117)

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

	2016	2015
	GH ¢	GH ¢
4 REVENUE		
Sale of Cocoa	1,793,403,791	1,238,362,698
Services (Haulage)	16,829,811	17,633,201
Sheanut	1,406,000	-
	<u>1,811,639,602</u>	<u>1,255,995,899</u>
5 ADMINISTRATIVE AND GENERAL EXPENSES including the following:		
Depreciation and amortisation	823,986	1,008,165
Auditors Remuneration	37,500	44,356
Directors emoluments	126,147	186,366
Subscriptions and Donations	126,918	134,805
	<u>1,114,551</u>	<u>1,373,692</u>
6 OTHER INCOME		
Rent Income	76,385	98,516
Recoveries from Shortages/Haulages	3,796,920	2,274,268
Sale of Unserviceable items	115,074	23,997
	<u>3,988,379</u>	<u>2,396,781</u>
7 NET FINANCE EXPENSES		
Interest Income	1,113,658	2,438,064
Bank and Produce loan interest	(80,802,063)	(62,072,745)
	<u>(79,688,405)</u>	<u>(59,634,681)</u>

PBC LIMITED
NOTE TO THE FINANCIAL STATEMENT
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

8a TAXATION

Year of Assessment Corporate Tax	Balance at 1 October GH ¢	Payments during the year GH ¢	Charge for the period GH ¢	Balance at 31-Mar GH ¢
Third Quarter 2016	-	(19,000)	3,926,739	3,907,739
	-	(19,000)	3,926,739	3,907,739

8b DEFERRED TAX

	2016	2015
Balance at June 2015	1,725,042	1,791,969

PBC LIMITED
NOTE TO THE FINANCIAL STATEMENT
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

9	LONG TERM INVESTMENTS	2016	2015
		GH¢	GH¢
	Quoted Equity Investments	<u>2,232,728</u>	<u>3,549,092</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, 2016

10 PROPERTY, PLANT AND EQUIPMENT

	Land and Buildings GH c	Plant and Machinery GH c	Motor Vehicles GH c	Furniture & Fitting GH c	Building W.I.P GH c	Total GH c
COST						
Balance at 1.10.2015	19,228,366	16,019,256	71,335,093	3,744,125	43,696,327	154,023,167
Additions during the period	226,530	2,823,809	6,502,707	314,570	13,023,990	22,891,606
Transfer to Asset						
Balance at 30.06.2016	19,454,896	18,843,065	77,837,800	4,058,695	56,720,317	176,914,773
Depreciation						
Balance at 1.10.2015:	3,151,332	11,983,837	35,383,924	2,747,851	-	53,266,944
Charge for the period	418,116	3,004,440	7,749,843	405,870		11,578,269
Released on Disposals						
Balance at 30.06.2016	3,569,448	14,988,277	43,133,767	3,153,721	-	64,845,213
Carrying amounts						
At 30.06.16	15,885,448	3,854,788	34,704,033	904,974	56,720,317	112,069,560
At 30.06.15	20,311,132	3,312,886	37,904,533	826,884	31,530,270	93,885,705

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

11 INVENTORIES	2016	2015
<u>Trading:</u>	<u>GH ¢</u>	<u>GH ¢</u>
Cocoa	60,627,525	53,272,100
Sheanut	41,172,985	24,479,497
Non-Trading	2,890,555	1,523,500
	<u>104,691,065</u>	<u>79,275,097</u>

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

	2016 GH ¢	2015 GH ¢
12 ACCOUNTS RECEIVABLE		
Trade receivables due from customers	51,010,886	50,655,265
Other receivables	26,671,806	12,537,090
Staff Loans and Advances	3,029,588	3,552,000
Staff Loans Discounted	(205,500)	(355,200)
Prepayments	756,700	335,359
	<u>81,263,480</u>	<u>66,724,514</u>

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¢3,029,588 (2014- GH¢3,552,000)

	GH ¢	GH ¢
13 SHORT TERM INVESTMENTS		
Call & Fixed Deposits	83,661,507	93,987,060
Treasury Bills	-	-
	<u>83,661,507</u>	<u>93,987,060</u>
14 CASH AND CASH EQUIVALENTS		
Bank Balances	26,702,670	27,596,065
Cash Balances	8,500	9,550
	<u>26,711,170</u>	<u>27,605,615</u>
15 ACCOUNTS PAYABLE		
Trade payables due to related parties	858,800	766,640
Non-trade payables and accrued expenses	1,256,500	1,625,000
Accrued Charges	1,565,600	1,400,000
	<u>3,680,900</u>	<u>3,791,640</u>

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

16	BANK OVERDRAFT	2016 GH ¢	2015 GH ¢
	Ecobank Ghana Limited	7,945,183	5,521,785
	HFC	-	20,280,606
	Ghana Commercial Bank	84,865,314	113,579,738
	Barclays Bank	20,495,945	29,969,664
	SG-GH Limited	25,402,217	25,138,673
	SCB	-	3,469,777
	NIB	51,454,694	-
	Zenith	-	10,217,930
	Bank of Africa	6,951,818	-
	UBA	14,114,243	9,930,013
	Stanbic	-	20,015,670
		211,229,414	238,123,856

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

	2016 GH ¢	2015 GH ¢
17 SHORT TERM LOANS		
Produce Loan (Seed Fund)	19,423,640	138,244,678
CAL BANK	100,000,000	-
ECOBANK	36,666,667	-
ZENITH BANK	40,000,000	-
	<u>196,090,307</u>	<u>138,244,678</u>
18 MEDIUM TERM LOAN		
SG Ltd	2,980,148	7,568,000
Ecobank Limited (Haulage)	-	609,675
NIB	448,601	1,751,445
SCB Ltd	12,216,192	9,793,547
	<u>15,644,941</u>	<u>19,722,667</u>
Current portion payable within 12 months	2,512,157	4,342,520
Long term portion payable after 12 months	<u>13,132,784</u>	<u>15,380,147</u>
	2016 GH¢	2015 GH¢
19 LONG TERM LOAN		
Ghana Cocoa Board	<u>13,722,978</u>	<u>8,334,072</u>

The company was granted a long term loan of US\$10,000,000 by Ghana Cocoa Board towards the establishment of PBC Shea Limited a subsidiary of the company. 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 balance basis.

20 INVESTMENT IN SUBSIDIARIES

	2016 GH¢	2015 GH¢
	<u>69,805,596</u>	<u>57,533,966</u>

PBCLTD has invested a total amount of about GHC69.806 million in its two subsidiaries, namely Buipe Shea Nut Company and Golden Bean Hotel. The Buipe Shea Nut Factory is a state of an art factory established to process sheanut into shea butter for export. It is located at Buipe in the Central Gonja District.

The Golden Bean Hotel is a 50 Room hospitality facility located at Nyiaeso in the Kumasi Metropolis. These investments were carried out as part of the Companies desire to diversify its revenue base.

The breakdown of the investment is as follows;

	2016 GH¢	2015 GH¢
Buipe SheaNut Factory	37,555,596	28,901,966
Golden Bean Hotel	32,250,000	28,632,000
	<u>69,805,596</u>	<u>57,533,966</u>

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

	2016 GH¢	2015 GH¢
21 FINANCE LEASE	<hr/>	<hr/>
Current portion payable within 12 months	395,624	518,185
Long term portion payable after 12 months	3,195,289	4,337,893
	<hr/> 3,590,913	<hr/> 4,856,078

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 30TH JUNE, 2016

22 STATED CAPITAL

	2016		2015	
	No. of Shares	Proceeds GH¢	No. of Shares	Proceeds GH¢
a Ordinary shares				
Authorised Ordinary Shares of no par value	20,000,000,000		20,000,000,000	
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
	480,000,000	15,000,000	480,000,000	15,000,000

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 Preference shares				
No. of preference shares	1	100	1	100
Total stated capital				15,000,100

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

PBC LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THIRD QUARTER ENDED 30TH JUNE, 2016

c Share in treasury

Shares in Treasury as at 30 June 2016:-(1,877,370) 2015:(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

