

NEWSPAPER COMMENTARY FOR THE FIRST QUARTER ENDED 30TH SEPTEMBER 2022

Sales in the first quarter increased by over 18% compared to the same period last year.

Cost of Goods Sold increased by 42% vs last year; driven by significant inflation increases, higher material and utility costs; as well as increased distribution related costs. Further cost increases are primarily due to significant depreciation of local currency against major hard currencies.

Weaker Trading Profit vs last year is mainly driven by foreign currency losses, due to the continued depreciation of GHS.

The above resulted in the operating loss of GHS 10m and net loss of GHS 23m in the quarter ended 30th September 2022.



GUINNESS
GHANA

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2022				UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022				UNAUDITED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 30 SEPTEMBER 2022			
		2022	2021			2022	2021			2022	2021
		GHC'000	GHC'000			GHC'000	GHC'000			GHC'000	GHC'000
Revenue		335,792	285,470	ASSETS				Cash flows from operating activities			
Cost of sales		(300,357)	(218,237)	Non Current Assets				Profit before taxation	(23,472)	16,210	
Gross profit		35,435	67,233	Property, plant and equipment	660,171	610,902	<i>Adjustment for:</i>	- Depreciation and amortisation charges	17,418	12,944	
Selling, general and administrative expenses		(45,572)	(45,665)	Intangible assets	3,447	3,691	- Depreciation Right of Use Assets	3,679	3,838		
Operating profit		(10,137)	21,568	Right of Use Assets	33,895	36,863	- (Profit)/Loss on disposal of property, plant and equipment	0	(4)		
Finance charges		(13,335)	(5,545)	Current Assets			- Loss/(profit) on disposal of right-of-use assets	0	69		
Profit before income tax		(23,472)	16,023	Inventories	328,392	285,234	- Unrealised exchange difference	66,167	1,656		
Income tax suffered		0	(4,946)	Trade and other receivables	62,765	51,138	- Impairment Cost	41	(145)		
Profit for the Period		(23,472)	11,077	Other Financial assets at amortised cost	12,532	12,002	- Net interest expense	13,335	5,545		
Total comprehensive profit for the period		(23,472)	11,077	Amounts due from related companies	136,472	6,233		77,168	40,113		
				Other assets	25,207	15,119	Changes in:				
				Current tax asset	19,391	19,312	- Inventories	(43,158)	(15,989)		
				Cash and bank balances	48,296	31,677	- Trade and other receivables	(11,686)	1,768		
				Total current assets	633,055	420,715	- Trade and other payables	25,612	(7,124)		
				Total assets	1,330,568	1,072,171	- Related company balances	(101,013)	6,627		
							- Employee benefits	0	(428)		
				EQUITY AND LIABILITIES			- Other assets	(7,463)	(5,186)		
				Stated capital	272,879	272,879	Cash generated from operating activities	(60,540)	19,781		
				Retained Earnings	54,903	78,375	Interest paid	85,923	(5,608)		
				Total equity	327,782	351,254	Income tax paid	(79)	(11,191)		
							Interest received	1	2,982		
				Non-Current Liabilities			Net cash generated from operating activities	25,305	5,964		
				Lease liabilities	30,862	30,557	Cash flow from investing activities				
				Borrowings	105,577	105,577	Additions to property, plant and equipment	(66,433)	0		
				Employee benefit obligations	5,823	5,823	Proceeds from sale from property, plant and equipment	0	2		
				Deferred tax liabilities	33,243	33,244	Purchase of intangible assets	(10)	(28,317)		
				Total non-current liabilities	175,505	175,201	Net cash used in investing activities	(66,443)	(28,315)		
							Cash flows from financing activities				
				Current Liabilities			Movement in finance Lease	5,634	(1,003)		
				Bank overdraft	106,096	53,972	Net cash used in/(generated from) financing activities	5,634	(1,003)		
				Trade and other payables	481,348	421,524	Net Increase/ (decrease) in cash and cash equivalents	(35,504)	(23,354)		
				Trade and other payables	17,904	11,864	Analysis of changes in cash & cash equivalents end of period				
				Lease liabilities	102,815	3,556	Cash and cash equivalents at 1 July	(22,295)	17,482		
				Amounts due to related companies	119,118	54,800	Increase/(Decrease) in cash and cash equivalents	(35,504)	(23,354)		
				Total current liabilities	827,281	545,716	Effect of movements in exchange rates on cash held	0	(146)		
				Total liabilities	1,002,786	720,917	Cash and cash equivalents at 30 September 2022	(57,799)	(6,018)		
				Total equity and liabilities	1,330,568	1,072,171					

UNAUDITED STATEMENT OF CHANGES IN EQUITY AS AT 30 SEPTEMBER 2022			
	Share Capital	Retained Earnings	Total
	GHC'000	GHC'000	GHC'000
Balance at 1 July 2022	272,879	78,375	351,254
Comprehensive profit for the period	0	(23,472)	(23,472)
Total comprehensive income for the period	272,879	54,903	327,782
Balance at 30 September 2022	272,879	54,903	327,782

