

3F GHANA TRADING LIMITED

Annual Financial Report

CORPORATE INFORMATION

BOARD OF DIRECTORS

SHIV BHAGWAN GOENKA
SITARAM GOENKA
SUSHIL GOENKA
JIVESH GOENKA
JAMES KOBINA ROCKSON

SECRETARY

KWABENA DORBU

REGISTERED OFFICE

HOUSE # RA/11A-157
COMM. 11
OPPOSITE HOPE MEADOWS CLINIC
P. O. BOX DTD SERVICES
TEMA

AUDITOR

DEON & NOED INTERNATIONAL
(CHARTERED ACCOUNTANTS)
P. O. BOX KN 3618,
KANESHIE - ACCRA.
Tel: +233(0)27-779 99 99

BANKERS

ECOBANK GHANA LIMITED
NATIONAL INVESTMENT BANK LTD.
STATE BANK OF INDIA (BELGIUM)

3F GHANA TRADING LIMITED

Annual Financial Report

REPORT OF THE DIRECTORS TO MEMBERS OF 3F GHANA TRADING LIMITED

The Directors have pleasure in presenting to you their report and audited financial statements of the operations of **3F GHANA TRADING LIMITED** for the year ended 31st March, 2015.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for the preparation of the financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing these financial statements the management has selected suitable accounting policies and applied them consistently, made judgements and estimates that are reasonable and prudent in the circumstances and followed Ghana Accounting Standards.

The directors are responsible for ensuring that the company keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the company. The management is also responsible for safeguarding the assets of the company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activities of 3F Ghana Trading Limited have not changed.

RESULTS

The results for the year are set out on page 6.

DIVIDENDS

The directors do not recommend the payment of dividend for the year ended 31st March, 2015.

AUDITORS

In accordance with Section 134(5) of the Ghana Companies Code, 1963 (Act 179), the Auditors, Deon & Noed International (Chartered Accountants) will continue to remain Auditors of the company.

BY ORDER OF THE BOARD

Sd/-
JIVESH GOENKA.
DIRECTOR

Sd/-
JAMES KOBINA ROCKSON
DIRECTOR

DATE: 03.08.2015

3F GHANA TRADING LIMITED

Annual Financial Report

REPORT OF THE AUDITORS TO THE MEMBERS

We have audited the accompanying financial statements of 3F GHANA TRADING LIMITED which comprise the Statement of Financial Position as of 31st March, 2015 and Statement of Comprehensive Income for the year then ended and a summary of significant accounting policies set out on page 9 and other explanatory notes.

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with Ghana Accounting Standards and with the requirements of the Companies Code, 1963 (Act 179). This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the financial statements present fairly, in all material respects, the financial position of 3F Ghana Trading Limited as at 31st March, 2015, and its financial performance for the year then ended in accordance with the Ghana Accounting Standards and in the manner required by the Companies Code, 1963 (Act 179) of Ghana.

3F GHANA TRADING LIMITED

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REPORT ON OTHER LEGAL REQUIREMENTS

The Companies Code, 1963 (Act 179) requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) in our opinion proper books of account have been kept by the company, so far as appears from our examination of those books; and
- iii) the company's balance sheet and profit and loss account are in agreement with the books of account.

Sd/-

Christopher Kwame Sokpor
ICAG/P/02639

DEON & NOED INTERNATIONAL (ICAG/F/2014/051)
Chartered Accountants

D 263/4, 47 Old Brewery Road
Adabraka Official Town
P. O. Box KN 3618
KANESHIE - ACCRA

DATE: 03.08.2015

3F GHANA TRADING LIMITED

STATEMENT OF FINANCIAL POSITION

AS OF 31ST MARCH 2015

	NOTE	GH¢	2015 GH¢	GH¢	2014 GH¢
ASSETS					
NON-CURRENT ASSETS					
Propert, Plant & Equipment	2	28,473.33	28,473.33	31147.61	31,147.61
CURRENT ASSETS					
Stocks	3	1,30,376.07		1,54,620.70	
Accounts Receivable	4	42,73,085.39		66,41,922.63	
Prepaid Exp		19,563.15		-	
Exchange Equilisation 2013-14		2,746.71		-	
Cash & Bank	5	1,09,670.17	45,35,441.49	52,938.19	68,49,481.52
TOTAL ASSETS			<u>45,63,914.82</u>		<u>68,80,629.13</u>
EQUITY & LIABILITIES					
Stated Capital	8	7,30,000.00		7,30,000.00	
Income Surplus Account		(37,422.33)	6,92,577.67	(88,508.36)	6,41,491.64
CURRENT LIABILITIES					
Accounts Payable	6	38,66,732.23		57,72,673.55	
Advances Recd from Customers		-		-	
Exchange Equalization		-		4,66,463.94	
Branch and Divisions (Cr)		990.00		-	
Forex Gain		-		-	
Taxation	7	3,614.92		-	
TOTAL LIABILITIES AND EQUITY			<u>45,63,914.82</u>		<u>68,80,629.13</u>

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-
JIVESH GOENKA
DIRECTOR

Sd/-
JAMES KOBINA ROCKSON
DIRECTOR

DATE: 03.08.2015

3F GHANA TRADING LIMITED

INCOME STATEMENT FOR THE YEAR ENDED 31ST MARCH 2015

	NOTE	2015 GH¢	2014 GH¢
Income		7,15,008.13	54,020.93
Cost of sales	9	<u>(3,62,833.38)</u>	<u>(44,322.60)</u>
Gross Profit		3,52,174.75	9,698.33
Other Income	11	<u>-</u>	<u>-</u>
Operating Income		3,52,174.75	9,698.33
General & Admim Expense	10	<u>(2,97,473.80)</u>	<u>(32,615.74)</u>
Profit/(Loss) before Tax		54,700.95	(22,917.41)
Taxation	7	(3,614.92)	-
Profit/(Loss) after Tax		<u>51,086.03</u>	<u>(22,917.41)</u>

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2015

	STATED CAPITAL GH¢	INCOME SURPLUS GH¢	TOTAL GH¢
2015			
Blance as at 1 April 2014	7,30,000.00	(88,508.36)	6,41,491.64
Profit for the Year	-	51,086.03	51,086.03
Dividend	-	-	-
Balance at 31 March 2015	<u>7,30,000.00</u>	<u>(37,422.33)</u>	<u>6,92,577.67</u>
2014			
Blance as at 1 April 2013	7,30,000.00	(65,590.95)	6,64,409.05
Profit for the Year	-	(22,917.41)	(22,917.41)
Dividend	-	-	-
Balance at 31 March 2014	<u>7,30,000.00</u>	<u>(88,508.36)</u>	<u>6,41,491.64</u>

3F GHANA TRADING LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH 2015

	2015 GH¢	2014 GH¢
Cash generated by operations		
Profit/(Loss) before tax	54,700.95	(22,917.41)

Adjustment for non cash items and interest:		
Depreciation	2,674.28	2,944.33
Increase/(Decrease) in Exchange Equalisation	(4,66,463.94)	1,84,960.50
(Profit)/Loss on Disposal	-	-
Changes in working capital		
Movement in inventories	24,244.63	(1,54,620.70)
Movement in accounts receivable	23,46,527.38	(27,17,106.25)
Movement in Prepayments	-	10,15,921.25
Movement in accounts payable	(19,04,951.32)	12,32,869.06
Total cash generated by operations	56,731.98	(4,57,949.22)
Tax paid	-	-
Net cash generated from operating activities	56,731.98	(4,57,949.22)
Investing activities		
Acquisition of fixed assets	-	-
Net cash utilised in investing activities	-	-
Financing activities		
Issue of shares	-	-
Net cash flow from financing activities	-	-
Net increase in cash and cash equivalents	56,731.98	(4,57,949.22)
Movement in cash and cash equivalents		
At beginning of year	52,938.19	5,10,887.41
Net increase in cash and cash equivalents	56,731.98	-
At end of year	1,09,670.17	52,938.19

3F GHANA TRADING LIMITED

ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2015

The following is a summary of the more important accounting policies adopted by 3F Ghana Trading Limited in the preparation of these financial statements:

(A) Basis of accounting

Financial statements are prepared in accordance with and comply with International Financial Reporting Standards. They are prepared under the historical cost convention.

(B) Depreciation

Depreciation of non-current assets are calculated to write off their book values on a straight line basis over their expected useful lives. The principal rates used for this purpose are:

Equipment	10%	Machinery	10%
Furniture	10%	Computer	10%

Motor Vehicles 25% Blocks 15%

(C) Stocks

Stocks are valued at the lower of cost and net realisable value. Cost includes all direct expenditure incurred in bringing the items to their current state under normal operating conditions.

(D) Debtors

These are stated at their face values. Known bad debts are fully provided for and specific provisions are made for any debt considered doubtful.

(E) Cash and Cash Equivalent

For the purposes of the statement of the statement of cash flows: cash and cash equivalents comprise of cash on hand, deposits held at call with banks, other short term investments and bank overdrafts.

(F) Turnover

This represents value of goods invoiced to third parties less returns and discounts.

(G) Foreign Currency Translation

Translations in foreign currencies are translated at rates prevailing at the time of the transaction. Foreign currency assets and liabilities are translated at rates prevailing at balance sheet date

(H) Comparative figures

The comparative figures covered the year ended March 31, 2014

.3F GHANA TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2015**

2. Property, Plant and Equipment

	Blocks GH¢	Machinery GH¢	Computer GH¢	Office Equipment GHc	Furniture & Fittings GH¢	Total GH¢
Fixed Assets						
Cost						
Balance as at 1 /04/ 2014	32,544.15	3,408.54	1,350.28	6,555.22	507.00	44,365.19
Additions	-	-	-	-	-	-
Balance as at 31 March 2015	<u>32,544.15</u>	<u>3,408.54</u>	<u>1,350.28</u>	<u>6,555.22</u>	<u>507.00</u>	<u>44,365.19</u>
Depreciation						
Balance as at 1/04/ 2014	8,136.05	1,022.55	1,350.28	2,455.20	253.50	13,217.58
Charge for the year	1,627.21	340.85	-	655.52	50.70	2,674.28
Accumulated Depreciation as at 31/3/2015	<u>9,763.26</u>	<u>1,363.41</u>	<u>1,350.28</u>	<u>3,110.72</u>	<u>304.20</u>	<u>15,891.86</u>
Net Book Value						
At 3/31/2015	<u>22,780.90</u>	<u>2,045.13</u>	<u>0.00</u>	<u>3,444.50</u>	<u>202.80</u>	<u>28,473.33</u>
At 3/31/2014	<u>24,408.10</u>	<u>2,385.99</u>	<u>0.00</u>	<u>4,100.02</u>	<u>253.50</u>	<u>31,147.61</u>

3F GHANA TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2015

	2015 GH¢	2014 GH¢		2014 GH¢
3. Stocks				
This consist of :				
Plastic Grannuels	<u>1,30,376.07</u>		<u>1,54,620.70</u>	
	GH¢	GH¢	GH¢	GH¢
4. Accounts Receivable				
Trade Debtors	28,91,288.62		35,85,347.61	
Others	20,117.75		30,36,857.89	
Loans and Advances	13,52,117.95		523.96	
Duties & Taxes	9,561.07			
Value added Tax and NHIL	<u>-</u>	<u>42,73,085.39</u>	<u>19,193</u>	<u>66,41,922.63</u>
	GH¢	GH¢	GH¢	GH¢
5. Bank and Cash				
Bank Accounts	1,01,284.42		52,058.94	
Cash-in-hand	<u>8,385.75</u>	<u>1,09,670.17</u>	<u>879.25</u>	<u>52,938.19</u>
	GH¢	GH¢	GH¢	GH¢
6. Accounts Payable				
Trade	38,66,732.23		19,01,462.28	
Expense Creditors	-		19,193.17	
Other Creditors	<u>-</u>	<u>38,66,732.23</u>	<u>38,55,110.85</u>	<u>57,75,766.30</u>
	GH¢	GH¢	GH¢	GH¢
7. Taxation				
Year of Assessment	Balance B/F GH¢	Charge for the year GH¢	Payment GH¢	Balance B/F GH¢
2010	-	-	11,032.40	(11,032.40)

2011	(11,032.40)	-	5,408.14	(16,440.54)
2012	(16,440.54)	1,034.61	-	(15,405.93)
2013	(15,405.93)	-	(15,405.93)	-
2014	-	-	-	-
2015	-	3,614.92	-	3,614.92

	No. of Shares	2015 Value GH¢	No. of Shares	2014 Value GH¢
8. Stated Capital				
Authorised	50,00,00,000.00		50,00,00,000.00	
	GH¢		GH¢	
Issued and fully paid	7,30,000.00	<u>7,30,000.00</u>	7,30,000.00	<u>7,30,000.00</u>

3F GHANA TRADING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2015**

	GH¢	2015 GH¢	GH¢	2014 GH¢
9. Direct Cost				
Opening Stock	1,54,620.70		-	
Exchange Equalisation				
Purchases	1,96,342.24		1,73,915.25	
	<u>3,50,962.94</u>		<u>1,73,915.25</u>	
Closing Stock	(1,30,376.07)	<u>2,20,586.87</u>	(1,29,789.76)	<u>44,125.49</u>
Direct Expenses			GH¢	2014 GH¢
Freight - Cashew, Sheanuts& Sesame Seeds	-			
Forwarding Charges			300.00	
Customs Clearance Charges	1,42,246.51			
Transportation	-			
Insurance			(102.89)	
Ware House A/C		<u>1,42,246.51</u>		<u>197.11</u>
		<u>3,62,833.38</u>		<u>44,322.60</u>

	GH¢	2015 GH¢	GH¢	2014 GH¢
10. Marketing, Admin and General Expenses				
AUDIT FEES	8,815.00		3,090.00	
BANK CHARGES	2,576.76		4,251.20	
Business Development Expenses	3,386.60		600.00	
Consultancy Charges Ac	8,278.80		5,225.19	

<i>Exchange Loss</i>	33,578.31		
<i>Food Exps</i>	3,010.50	519.00	
<i>Freight Outward Charges - Sample A/c</i>	1,400.00		
<i>Fuel for Car</i>	368.00		
<i>Loading & Offloading Charges</i>	636.00	200.00	
<i>Misc Exps</i>	2,08,127.76		
<i>Printing and Stationery</i>	194.50	21.50	
<i>Salary & Wages</i>	15,859.22	14,461.48	
<i>Social Security & National Insurance Trust</i>	710.72	1,246.04	
<i>SSNIT Second Tier</i>	135.30		
<i>Telephone & Internet Exps A/c</i>	42.50		
<i>Transport Charges Local</i>	2,344.40	57.00	
<i>Travelling Exps Overseas</i>	3,807.85		
<i>Visa & Immigration Expenses A/c</i>	1,527.30		
<i>Depreciation</i>	2,674.28		
	<u>2,97,473.80</u>	<u>2,944.33</u>	<u>32,615.74</u>

	GHe	2015 GHe	GHe	2014 GHe
11. Other Income				
Profit on Disposal		-		-
Agency Commission Revenue		-		-
Exchange gain		-		-
Miscellaneous income		-		-