

# DANNEX AYRTON STARWIN PLC



## UN-AUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER, 2022

	30-09-22 GH¢	30-09-21 GH¢
<b>Non current assets</b>		
Property, plant and equipment	22,465,928	20,731,638
Intangible	23,917	283,488
Investment	2,416,650	2,416,650
Deferred tax assets	3,877,343	-
	<u>28,783,838</u>	<u>23,431,776</u>
<b>Current assets</b>		
Inventories	26,554,471	21,251,377
Trade and other receivable	22,654,692	13,016,735
Current taxation	845,780	718,205
Cash and bank	2,244,013	1,324,311
<b>Total Current Assets</b>	<u>52,298,956</u>	<u>36,310,628</u>
<b>Total Assets</b>	<u>81,082,795</u>	<u>59,742,404</u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Issued capital	33,058,701	33,058,701
Fair Value Reserve	184,405	184,405
Other capital reserve		321,098
Income surplus	(26,425,481)	(25,202,157)
	<u>6,817,624</u>	<u>8,362,047</u>
<b>Non-current liabilities</b>		
Deferred tax Liability	2,655,538	815,463
Longterm Borrowing	18,031,892	5,315,787
	<u>20,687,430</u>	<u>6,131,250</u>
<b>Current liabilities</b>		
Trade and other payable	36,686,210	22,069,668
Short term borrowings	16,891,530	23,179,439
<b>Total Liabilities</b>	<u>53,577,740</u>	<u>45,249,107</u>
<b>Total Equity and liabilities</b>	<u>81,082,795</u>	<u>59,742,404</u>

  
Director  
Daniel Apegyei Kissi

  
Nik Amarteifio  
Director  
Nik Amarteifio

# DANNEX AYRTON STARWIN PLC



## UN-AUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022

	30-09-22	30-09-21
	GHC	GHC
Revenue	69,222,139	52,575,353
Cost of sales	(33,039,701)	(24,839,952)
<b>Gross profit</b>	<b>36,182,438</b>	<b>27,735,401</b>
Other income	464,472	601,886
Exchange Gain/(Loss)	(6,726,310)	-
Selling and distribution costs	(8,847,713)	(7,305,638)
Administrative expenses	(22,640,961)	(17,012,200)
<b>Operating Profit/(loss)</b>	<b>(1,568,076)</b>	<b>4,019,448</b>
Finance income	-	-
Finance costs	(3,281,591)	(2,442,840)
<b>Profit/(loss) before tax</b>	<b>(4,849,667)</b>	<b>1,576,609</b>
Income tax expense	-	-
<b>Profit/(loss) after tax</b>	<b>(4,849,667)</b>	<b>1,576,609</b>
Earnings per share	(0.0573)	0.0186
Diluted earnings per share	(0.0573)	0.0186

# DANNEX AYRTON STARWIN PLC



## UN-AUDITED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022

	Notes	30-09-22 GHC	30-09-21 GHC
<b>OPERATING ACTIVITIES</b>			
Operating (loss)/profit before tax		(4,849,667)	(3,181,676)
Depreciation and amortisation	3	1,840,448	1,506,591
Profit / loss on disposal		(35,750)	(74,543)
Actuarial Gains		-	-
Interest expense		3,281,591	2,136,319
<b>Operating cash flow before working capital changes:</b>		<b>236,622</b>	<b>386,689</b>
(Increase)/Decrease in inventories		(8,288,470)	(3,819,977)
(Increase)/Decrease in trade and other accounts receivable		(7,406,402)	1,184,512
Increase/(Decrease) in trade and other accounts payable		19,074,991	3,580,714
<b>Operating cash flow before interest and tax</b>		<b>3,616,741</b>	<b>1,331,938</b>
Interest received			
Interest paid		(3,281,591)	(2,136,319)
Income tax paid		(27,421)	(2,195,730)
<b>Net cash flows from operating activities</b>		<b>307,729</b>	<b>(3,000,111)</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	4	(2,821,565)	(1,518,883)
Purchase of intangible asset		(97,249)	-
Proceeds from disposal		35,750	74,543
<b>Net cash flows used in investing activities</b>		<b>(2,883,065)</b>	<b>(1,444,339)</b>
<b>FINANCING ACTIVITIES</b>			
Dividends paid to equity holders			
Net receipts/(Payment) from borrowings		(3,667,488)	(2,850,254)
Medium Term Loan		7,230,100	14,490,984
<b>Net cash flows used in financing activities</b>		<b>3,562,613</b>	<b>11,640,730</b>
<b>Net decrease in cash and cash equivalents</b>		<b>987,277</b>	<b>7,196,279</b>
<b>Cash and cash equivalents at beginning</b>		<b>1,256,736</b>	<b>(9,189,800)</b>
<b>Cash and cash equivalents at close</b>		<b>2,244,013</b>	<b>(1,993,520)</b>

# DANNEX AYRTON STARWIN PLC



## UN-AUDITED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022

	Share Capital GH¢'000	Retained Earnings GH¢'000	Fair Valur Reserve GH¢'000	Other Reserve GH¢'000	Total GH¢'000
<b>2022</b>					
At 1 Jan 2022	33,058,701	(21,575,814)	184,405		11,667,291
Profit/(Loss) for the period		(4,849,667)	-	-	(4,849,667)
Reversal during the period					-
<b>At 30th September 2022</b>	<b>33,058,701</b>	<b>(26,425,481)</b>	<b>184,405</b>	<b>-</b>	<b>6,817,624</b>
<b>2021</b>					
At 1 Jan 2021	33,058,701	(26,778,766)	184,405	321,098	6,785,438
Profit/(Loss) for the period		1,576,609	-	-	1,576,609
Reversal during the period					-
<b>At 30th September 2021</b>	<b>33,058,701</b>	<b>(25,202,157)</b>	<b>184,405</b>	<b>321,098</b>	<b>8,362,047</b>

# DANNEX AYRTON STARWIN PLC



## NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022

### 1 Corporate information

Dannex Ayrton Starwin PLC is a company registered and incorporated in Ghana under the Companies Act, 2019 (Act 922) as a limited liability company whose shares are publicly traded. The registered office is located at 5 Dadeban Road (W3), Ring Road North Industrial Area in Accra.  
The company is engaged in the manufacture as well as importation and supply of pharmaceutical products.

### 2 Summary of significant accounting policies

#### 2.1 Basis of preparation

The financial statements have been prepared on a historical cost basis unless otherwise indicated. The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and also in a manner required by the Companies Act, 2019 (Act 922). The financial statements are prepared on a going concern basis.

#### 2.2 Functional and reporting currency

The financial statements are presented in Ghana Cedis (GHC). The Ghana Cedi is the functional and reporting currency of the company.

#### 2.3 Foreign currencies translations

Transactions in foreign currencies are measured and recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing at the reporting date. At the reporting date non-monetary items at historical cost are translated using the exchange rates as at the dates of the initial transactions.

#### 2.4 Property, plant and equipment

The company recognises an item of property, plant and equipment (PPE) as an asset when it is probable that future economic benefits will flow to it and the cost can be reliably measured by the company. Property, plant and equipment are stated at cost less accumulated depreciation and any impairment in value. Depreciation is provided on the depreciable amount of each component of property, plant and equipment on a straight-line basis over the anticipated useful life of the asset.

The current annual depreciation rates for each class of property, plant and equipment are as follows:

	%
Leasehold land	lease term
Factory buildings	2-3
Plant and equipment	13.33-20
Laboratory, equipment and furniture	10 - 20
Office furniture and equipment	15 - 20
Motor vehicles and bicycles	20 - 25
Computer and accessories	25 - 33.3
Medical books	8.5
Costs associated with day-to-day servicing and maintenance of assets is expensed as incurred	

#### 2.5 Inventories

Inventories are valued at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Costs incurred in bringing each product to its present location and conditions are accounted for as follows:

Raw materials are measured at the weighted average cost method.

Finished goods and work in progress comprises the cost of direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity but excluding borrowing costs. Finished goods are also measured at the weighted average cost method

# DANNEX AYRTON STARWIN PLC



## NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022

### 2.6 Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise of cash at bank and on hand and short-term deposits with a maturity of three months or less.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts which are repayable on demand and which form an integral part of the company's cash management. Cash and cash equivalents are measured subsequently at amortised cost.

### 2.7 Employee benefits

The Company contributes to the defined Contribution Scheme (the Social Security Fund) on behalf the of employees. Social security contributions is a National Pension Scheme under which the company pays 13% of employees' basic monthly salaries to a state managed Social Security Fund for the benefit of the employees. All employer contributions are charged to the statement of profit or loss and other comprehensive income as incurred and included under employee benefits. Employees contribute 5.5% of basic salaries to the Fund.

### 2.8 Provident Fund

Employees contribute a minimum of 10% of their basic salary and the employer contributes the 6.5% in to provident fund. This is a defined Contribution Scheme.

### 2.9 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and sales taxes or duty.

#### **Sale of goods**

Revenue from the sale of goods is recognised when the significant risk and rewards of ownership have passed to the buyer, usually on delivery of the goods.

# DANNEX AYRTON STARWIN PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022



	PPE Total	Building	Leased Assets (ROU)	Freehold Land	Plant and equipment	Office equip /Furn	Factory/Lab equipment and furn	Computer and accessories	Motor Vehicle & Motor Bicycle	Medical Books- Library	WIP
<b>3 Property Plant and Equipment</b>											
<b>Cost or Valuation</b>											
Balance at the beginning of the year	38,419,275	7,210,867	10,318,623	305,792	7,699,013	1,418,011	2,301,210	1,825,267	4,283,019	3,600	3,053,874
Replacement and expansion (Sch 3001)	2,821,565	266,299	-	-	216,007	317,961	1,227,924	192,400	396,761	-	204,213
Transfer from Wip	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	(16,266)	-	-	-	(58,454)	-	-
Other disposals in normal course of business	(74,720)	-	-	-	-	-	-	-	-	-	-
<b>Balance at end of year</b>	<b>41,166,120</b>	<b>7,477,166</b>	<b>10,318,623</b>	<b>305,792</b>	<b>7,898,754</b>	<b>1,735,972</b>	<b>3,529,134</b>	<b>2,017,666</b>	<b>4,621,326</b>	<b>3,600</b>	<b>3,258,087</b>
<b>Accumulated Depreciation</b>											
Balance at the beginning of the year	17,208,241	2,301,080	342,093	-	6,864,201	1,133,862	1,716,938	1,436,446	3,410,021	3,600	-
Depreciation charge for the year	1,566,671	403,244	-	-	306,254	118,432	215,090	184,261	399,390	-	-
Other disposals in normal course of business	(74,720)	-	-	-	(16,266)	-	-	-	(58,454)	-	-
Impairment charge for the year	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at end of year</b>	<b>18,700,192</b>	<b>2,704,324</b>	<b>342,093</b>	<b>-</b>	<b>7,154,189</b>	<b>1,252,294</b>	<b>1,932,028</b>	<b>1,620,707</b>	<b>3,690,957</b>	<b>3,600</b>	<b>-</b>
<b>Net Book Value as at 31st March, 2022</b>	<b>22,465,928</b>	<b>4,772,843</b>	<b>9,976,530</b>	<b>305,792</b>	<b>744,565</b>	<b>483,677</b>	<b>1,597,106</b>	<b>396,959</b>	<b>930,369</b>	<b>0</b>	<b>3,258,087</b>
<b>Net Book Value as at 31st March, 2021</b>	<b>20,731,638</b>	<b>5,025,931</b>	<b>9,976,530</b>	<b>305,792</b>	<b>864,871</b>	<b>250,448</b>	<b>369,295</b>	<b>296,820</b>	<b>588,076</b>	<b>0</b>	<b>3,053,874</b>

**DANNEX AYRTON STARWIN PLC**

NOTES TO THE CONDENSED FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER, 2022



	PPE Total	Building	Freehold Land	Plant and equipment	Office equip /Furn	Factory/Lab equipment and furn	Computer and accessories	Motor Vehicle & Motor Bicycle	Medical Books- Library	WIP
<b>DISPOSAL ACCOUNT</b>										
Cost	42,187	-	-	(16,266)	-	-	-	58,454	-	-
Accumulated Depreciation	(42,187)	-	-	16,266	-	-	-	(58,454)	-	-
Proceeds	35,750	-	-	-	-	-	-	-	-	-
Profit from Disposal	35,750	-	-	-	-	-	-	35,750.00	-	-

	Intangible Total	Software	Patent	Trade mark
<b>3 Property Plant and Equipment</b>				
Cost or Valuation				
Balance at the beginning of the year	1,230,278	925,601	-	304,677
Replacement and expansion (Sch 3001)	97,249	97,249	-	-
Transfer from WIP	-	-	-	-
Other	-	-	-	-
Other disposals in normal course of business	-	-	-	-
Balance at end of year	1,327,528	1,022,851	-	304,677

	Accumulated Amortisation	Trade mark
Balance at the beginning of the year	1,029,833	725,156
Amortisation charge for the year	273,777	273,777
Other disposals in normal course of business	-	-
Impairment charge for the year	-	-
Balance at end of year	1,303,610	998,933
Net Book Value as at 31st March, 2021	23,917	23,917
	0	0