



**PRESS RELEASE**

**PR. No 108/2010**

**ALUWORKS LIMITED (ALW)  
UN-AUDITED FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER - MARCH 31, 2010**

ALW has released its un-audited Financial Statements for the first quarter ending March 31, 2010 as per the attached.

Issued in Accra, this 28<sup>th</sup>  
day of April, 2010

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att'd.

Distribution:

1. All LDMs
2. General Public
3. Company Secretary, ALW
4. NTHC Registrars, (Registrars for ALW shares)
5. SEC
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**

**\*AAS**

**ALUWORKS LIMITED**  
**INCOME STATEMENT**  
**FOR THE PERIOD ENDED 31ST MARCH 2010**

		<b>2010</b>	<b>2009</b>
	<b>Note</b>	<b>GH¢000</b>	<b>GH¢000</b>
<b>REVENUE</b>	2	6,801	13,047
Operating costs		(8,143)	(11,405)
		-----	-----
<b>GROSS PROFIT</b>		(1,342)	1,642
Other Income	3	14	9
<b>General and administrative expenses</b>		(523)	(4,778)
		-----	-----
<b>Operating loss before finance cost</b>		(1,851)	(3,127)
<b>Net Finance Expense</b>	6	(670)	(717)
		-----	-----
<b>PROFIT(LOSS) BEFORE TAXATION</b>		(2,521)	(3,844)
Income Tax Expense		-	-
		-----	-----
<b>Loss for the period</b>		(2,521)	(3,844)
		-----	-----
<b>Basic earnings per share</b>		(0.1291)	(0.0710)
<b>Diluted earnings per share</b>		(0.1291)	(0.0710)

**STATEMENT OF RECOGNISED INCOME AND EXPENSE**  
**FOR THE PERIOD ENDED 31st MARCH 2010**

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Loss for the period	(2,521)	(3,844)
	-----	-----
Total recognised income and expense for the period	(2,521)	(3,844)
	-----	-----

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**ALUWORKS LIMITED**  
**BALANCE SHEET AS AT 31st MARCH 2010**

		<b>2010</b>	<b>2009</b>
<b>Assets</b>	<b>Note</b>	<b>GH¢000</b>	<b>GH¢000</b>
Property, Plant and Equipment	9	43,849	44,012
Intangible Assets	11	13	-
Long term Investments	12	28	28

<b>Total non-current assets</b>		43,890	44,040
Inventories	13	5,819	8,212
Trade and other receivables	14	9,274	6,035
Cash and cash equivalents	15	420	961
Income Tax Assets	7	835	815
Deferred Expenditure			18
<b>Total current assets</b>		16,348	16,041
<b>Total assets</b>		<b>60,238</b>	<b>60,081</b>
<b>EQUITY</b>			
Stated Capital	20	5,002	5,002
Share deals Accounts	21	90	90
Revaluation Surplus		18,684	20,766
Retained Earnings(Deficit)		(9,477)	(8,061)
<b>Total Equity</b>		14,299	17,797
<b>Non-current liabilities</b>			
Medium Term Loan	18	7,433	9,927
Deferred tax liabilities	8	1,032	735
<b>Total non-current liabilities</b>		8,465	10,662
<b>Current Liabilities</b>			
Bank overdraft	16	8,484	12,808
Trade & other payables	19	3,428	11,906
Short term loan		24,863	6,209
Dividend payable	22	699	699
<b>Total current liabilities</b>		37,474	31,622
<b>Total liabilities</b>		45,939	42,284
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>60,238</b>	<b>60,081</b>

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## CAPITAL AND RESERVES

### Reconciliation of movement in capital and reserves

2010

	Share capital GH¢000	Share deals GH¢000	Retained earnings GH¢000	Revaluation reserve GH¢000	TOTAL GH¢000
Balance at 1 January 2010	5,002	90	(6,956)	18,684	16,820
Dividends declared			-		-
Total recognised income and expense			(2,521)		(2,521)
Loss on disposal of revalued assets			-		-

Balance as at 31st March 2010	<b>5,002</b>	<b>90</b>	<b>(9,477)</b>	<b>18,684</b>	<b>14,299</b>
	-----	-----	-----	-----	-----

**ALUWORKS LIMITED**  
**CASHFLOW STATEMENT**  
**FOR THE PERIOD ENDED 31st MARCH 2010**

	<b>2010</b>	<b>2009</b>
	<b>GH¢' 000</b>	<b>GH¢' 000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(2,521)	(3,844)
Adjustments for:		
Depreciation	738	453
Amortisation of Intangible asset	6	-
Interest expense	670	717
Exchange loss/(Gain)	(220)	4,018
Profit/(loss) on disposal	-	-
Deferred Expenditure		(18)
	-----	-----
	(1,327)	1,326
Changes in inventories	2,393	2,754
Changes in trade and other receivables	(3,239)	5,995
Changes in trade and other payables	(8,478)	11,223
	-----	-----
Cash generated from operations	(10,651)	21,298
Interest paid	(670)	(717)
Income taxes paid	-	-
	-----	-----
Net cash from operating activities	(11,321)	20,581
<b>Cash from investing activities</b>		
Property, plant and equipment purchased	9	(774)
Proceeds from sale of fixed assets	-	-
Purchase of intangible assets	-	-
	-----	-----
Net cash used in investing activities	9	(774)
<b>Cash flow from financing activities</b>		
Net Loan received/(paid)	15,333	(21,839)
Dividend paid		
	-----	-----
Net cash used in financing activities	15,333	(21,839)
	-----	-----
Net Increase/(Decrease) in cash and cash equivalents	4,021	(2,032)
	-----	-----
<b>Analysis of changes in cash and</b>		

**cash equivalents during the period**

Balance at 1 January	(12,085)	(9,815)
Net cash flow	4,021	(2,032)
	-----	-----
Balance at 31ST March 2009	(8,064)	(11,847)
	-----	-----

**Analysis of the balances of cash and  
cash equivalents as shown in the  
balance sheet**

Cash and bank balances	420	961
Bank overdraft	(8,484)	(12,808)
	-----	-----
	(8,064)	(11,847)
	-----	-----

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**ALUWORKS LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31st MARCH 2010**

**2. REVENUE**

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
LOCAL SALES	7,056	10,569
FOREIGN SALES	812	3,856
	-	-
	7,868	14,425
Less Rebates	-	-
	-----	-----
	7,868	14,425
Less Value Added Tax	(920)	(1,378)
	-----	-----
<b>Net sales value</b>	<b>6,948</b>	<b>13,047</b>
	-----	-----

**3 OTHER INCOME**

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Roofing Fixings	14	9
Sale of Scrap	-	-
Dross and Sundries	-	-
Profi/(Loss) on disposal of PPE	-	-
	-----	-----
	14	9
	=====	=====

**4. TRADING PROFIT/(LOSS)**  
**is stated after charging:**

	<b>2010</b>	<b>2009</b>
	<b>GH¢' 000</b>	<b>GH¢' 000</b>
Personnel costs (note 5)	351	460
Auditors remuneration	9	9
Depreciation	738	453
Amortised Intangible assets	6	-
Directors emoluments	9	9
Exchange loss/(Gain)	220	(4,018)

Net finance cost (note 6)	670	717
	=====	=====

## 5. PERSONNEL COSTS

	2,010 GH¢' 000	2009 GH¢' 000
Wages and salaries	232	297
Social Security Contribution	56	81
Provident Fund	48	69
Provision for end of service benefit	4	10
Long service award	11	3
	-----	-----
	351	460
	=====	=====

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## 6. NET FINANCE EXPENSE

	2010	2009
Interest on loans and overdraft	(670)	(717)
Interest earned on Current Accounts	-	-
	-----	-----
	(670)	(717)
	=====	=====

## 7. INCOME TAX

	Balance at 1/1/10 GH¢' 000	Payments GH¢' 000	Charge for period GH¢' 000	Balance at 28/02/10 GH¢' 000
<b>Taxation payable</b>				
Up to 2004	(719)	-	-	(719)
2005	26	-	-	26
2006	336	-	-	336
2007	(270)	-	-	(270)
2008	(137)	-	-	(137)
Capital Gains Tax	7	-	-	7
<b>National Reconstruction Levy</b>	(51)	-	-	(51)
2009	(27)	-	-	(27)
	-----	-----	-----	-----
	(835)	-	-	(835)
	-----	-----	-----	-----

(ii) The income tax liabilities are subject to the agreement of the tax authorities.

	2,010 GH¢000	2,009 GH¢000
Tax Charge	-	-
Deferred Tax (relief)/expense (note 8)	-	-
	-----	-----
	-	-
	-----	-----

## 8. DEFERRED TAX

	2,010 GH¢000	2,009 GH¢000
Balance at 1st January	1,032	1,032
Charge/Release to income statement	-	-
Charge to revaluation surplus	-	-

-----	-----
1,032	1,032
=====	=====

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**9a. PROPERTY, PLANT AND EQUIPMENT - (2010)**

	<b>Leasehold Land and Buildings GH¢' 000</b>	<b>Plant and Machinery GH¢' 000</b>	<b>Equipment GH¢' 000</b>	<b>Motor Vehicles GH¢' 000</b>	<b>Capital Work in Progress GH¢' 000</b>	<b>Total GH¢' 000</b>
<b>Gross Value</b>						
At 1/1/10	12,229	32,156	2,236	1,064	8,624	56,309
Additions		-	-		9	9
Disposals		-	-	-		-
Transfer	-	-			-	-
	-----	-----	-----	-----	-----	-----
At 31/03/10	12,229	32,156	2,236	1,064	8,633	56,318
	=====	=====	=====	=====	=====	=====
<b>Comprising</b>						
Cost of asset revalued	1,904	8,744	1,008	460		12,116
Surplus on revaluation-1999	453	1,060	57	33		1,603
Surplus on revaluation-2008	8,710	9,492	985	578		19,765
	-----	-----	-----	-----	-----	-----
	11,067	19,296	2,050	1,071	-	33,484
At Cost	1,162	12,860	186	(7)	8,633	22,834
	-----	-----	-----	-----	-----	-----
	12,229	32,156	2,236	1,064	8,633	56,318
	=====	=====	=====	=====	=====	=====
<b>Accumulated depreciation</b>						
At 1/1/10	1,140	8,956	1,146	489	-	11,731
Charge for the period	87	606	33	12	-	738
Release on disposal	-		-	-	-	-
	-----	-----	-----	-----	-----	-----
At 31/03/10	1,227	9,562	1,179	501	-	12,469
	=====	=====	=====	=====	=====	=====
<b>Net Book Value</b>						
At 28/02/10	11,002	22,594	1,057	563	8,633	43,849
	=====	=====	=====	=====	=====	=====
<b>Net Book Value</b>						
At 28/02/10	11,002	22,594	1,057	563	8,633	43,849
	=====	=====	=====	=====	=====	=====
At 31/03/09	11,478	22,242	1,215	674	8,403	44,012
	=====	=====	=====	=====	=====	=====

Leasehold Land and Buildings, Plant, Machinery, Equipment and Vehicles were revalued by Valuation and Investments Associates (Professional Valuers, Estate Agents and Property Consultants) on 30th October 2008 on the basis of their open market values. These figures were incorporated in the financial statements during the year ended 31st December 2008.

the financial statements as follows:

	2010 GH¢000	2009 GH¢000
Cost of Sales	651	361
General , administrative and Selling expenses	87	92
	-----	-----
	738	453
	=====	=====

#### 10. Disposal of Property , plant and equipments

	GH¢"000'	GH¢"000'
Cost	-	-
Accumulated Depreciation	-	-
	-----	-----
Net Book Value	-	-
Sales Proceeds	-	-
	-----	-----
Profit/(Loss) on Disposal	-	-
	=====	=====

#### 11. Intangible Asset

This relate to Sun System Accounting Software Package installed in 2008 at a cost of GH¢57,180. Intangible assets acquired are stated at cost less accumulated amortisation and impairment loss. Subsequent expenditure on capitalised intangible assets is capitalised only when it increases the future economic benefit embodied in the specific asset to which it relates. All other expenditure is expensed as incurred. The software is amortized over 3 years.

	2,010 GH¢"000'	2,009 GH¢"000'
Balance at 1st January	57	57
Acquisition	-	-
Balance at 31st March	19	
<b>Amortisation</b>		
Balance at 1st January	38	19
Amortisation for the year	6	6
Balance at 31st March	44	25
<b>Carrying amount</b>	13	32

#### 12. INVESTMENTS

This relates to the cost of 2,400,000 ordinary shares in Pioneer Kitchenware Limited. The market value of these investments at 31-03-10 was GH¢ 168,000(2009) GH¢168,000)

#### 13. INVENTORIES

	GH¢' 000	GH¢' 000
Raw materials	720	945
Work in Progress	1,001	2,401
Finished Goods	1,875	2,615
Consumables	2,223	2,251



	-----	-----
	5,819	<b>8,212</b>
	=====	=====
<b>14. TRADE AND OTHER RECEIVABLES</b>		
Trade receivables due from customers	1,220	3,467
Advance to suppliers	6,641	321
CEPS Duty drawback	803	892
VAT Claims	350	1,196
Staff Debtors	33	23
Prepayments	227	136
	-----	-----
	9,274	<b>6,035</b>
	=====	=====

#### 15. CASH AND CASH EQUIVALENTS

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Bank Balances	331	591
Cash Balances	89	370
	-----	-----
<b>TOTAL</b>	<b>420</b>	<b>961</b>
	=====	=====

Cash and cash equivalents comprise cash and cheques on hand and bank balances as at the end of the period.

<b>16. BANK OVERDRAFT</b>	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Ecobank Ghana Ltd	4,688	12,644
<b>SG-SSB Bank Ltd</b>	1,377	880
<b>ECOBANK</b>	7,107	11,928
	-----	-----
	<b>8,484</b>	<b>12,808</b>
	=====	=====

#### 17. Banking Facilities

Bank facilities available to the company were as follows:

Facility Type	Amount	Collateral Security
Overdraft	GH¢1.5 m	This is an overdraft facility from SG-SSB Bank for working capital. Interest rate is at Base rate plus 2%p.a. This is secured by fixed and floating assets of the company. The facility is renewable annually at 31st March
	\$ 5 ml	This is Ecobank facility to finance raw material imports, spares, and payment of other operational bills. Interest rate is at six month libor plus a spread of 1.5% payable monthly in arrears. This is secured by Fixed and floating assets of the company. The facility expires on 30th March 2010
Short term loan	\$4.2 ml	This is a facility from Barclays bank to finance the cold mill. Interest is at 11% This is secured by fixed and floating assets of the company. The repayment period has been scheduled from January 2009 to 31 December 2011 on equal quarterly installment.
Stand by letter of credit	\$8.2ml	This is Ecobank facility of Documentary Line of Credit (Revolving)

to back issuance of a standby letter of credit in favour of overseas suppliers of raw materials. Interest rate is at six month libor plus spread of 1.5%p.a payable monthly in arrears. This is secured by the assignment of exports and pari pasu fixed and floating charge over the company assets. The facility is renewable annually at 31st March

#### 18. MEDIUM TERM LOANS

	<b>Ecobank USD GH¢000</b>	<b>Cocobod USD GH¢000</b>	<b>Barclays USD GH¢000</b>	<b>SG-SSB USD GH¢000</b>	<b>TOTAL 31-03-10 GH¢000</b>	<b>TOTAL 31-03-09 GH¢000</b>
Balance at 1/1/10	-	14,441	4,592	10,052	29,085	20,296
Draw down during the year	4,397	-	-	-	4,397	665
	-----	-----	-----	-----	-----	-----
	4,397	14,441	4,592	10,052	33,482	20,961
Repayments during the year	-	-	(507)	(460)	(967)	(6,120)
	-----	-----	-----	-----	-----	-----
	4,397	14,441	4,085	9,592	32,515	14,841
Exchange loss/(Gain)	(14)	(117)	(37)	(51)	(219)	1,295
	-----	-----	-----	-----	-----	-----
Balance at 31st March 2010	4,383	14,324	4,048	9,541	32,296	16,136
	-----	-----	-----	-----	-----	-----

#### Analysed as follows:

Current portion	4,383	14,324	1,683	4,473	24,863	6,209
Medium term portion	0	0	2,365	5,068	7,433	9,927
	-----	-----	-----	-----	-----	-----
	4,383	14,324	4,048	9,541	32,296	<b>16,136</b>
	-----	-----	-----	-----	-----	-----

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#### 19. TRADE AND OTHER PAYABLES

	<b>2010 GH¢000</b>	<b>2009 GH¢000</b>
Trade and other payables	2,296	10,962
Sundry Creditors	683	694
Accruals and Deferred Income	449	250
	-----	-----
	3,428	<b>11,906</b>
	=====	=====

#### 20. STATED CAPITAL

	<b>No of Shares 2010</b>	<b>2009</b>	<b>Proceeds 2010 GH¢000</b>	<b>2,009 GH¢000</b>
<b>Authorised</b>	'000'	'000'		
Ordinary shares	-----			
of no par value	50,000	50,000		
	=====	=====		
<b>Issued</b>				
For cash	7,049	7,049	765	765
Transfer from				
Capital Surplus	34,629	34,629	4,237	4,237

-----	-----	-----	-----
41,678	41,678	5,002	5,002
=====	=====	=====	=====

The holders of the ordinary shares are entitled to receive dividend as declared from time to time and are entitled to one vote per share at meetings of the company. There is no call or instalment unpaid on any shares.

## 21. SHARE DEALS ACCOUNTS

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Balance at 1st January	90	90
Proceeds from sale of treasury shares	-	-
	-----	-----
Balance at 31st March	90	90
	=====	=====

There was no movement on the share deals accounts during the year.

## 22. DIVIDEND PAYABLE

Balance at 1st January	699	699
Proposed for the year	-	-
	-----	-----
	-	-
Less; payments for the year	-	-
	-----	-----
Balance at 31st March	699	699
	=====	=====

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## 23. EARNINGS PER SHARE

### Basic

Basic earnings per share is calculated by dividing the net loss attributable to equity holders of the company by the weighted average number of shares in issue, excluding treasury shares, during the year.

	<b>2010</b>	<b>2009</b>
	<b>GH¢000</b>	<b>GH¢000</b>
Loss attributable to equity holders of the Company	(2,521)	(2,958)
	=====	=====
Weighted average number of ordinary shares in issue	41,678,000	41,677,911
	=====	=====
Basic earnings per share(expressed in GH¢ per share)	(0.0605)	(0.0710)
	=====	=====

### Diluted

Diluted earning per share is calculated by adjusting the weighted average number of ordinary shares, to assume of all dilutive potential ordinary shares. At 31st October 2009 and 2008 the company had no dilutive potential ordinary shares.

The loss attributed to ordinary shareholders is GH¢2,521,000 (2010); and GH¢2,958,000( 2009)

**ALUWORKS LIMITED**

**FIRST QUARTER OPERATING REPORT**

**31ST MARCH 2010**