

GRAPHIC COMMUNICATIONS GROUP LIMITED

REPORT OF THE DIRECTORS TO THE MEMBERS

In accordance with section 132 of the Companies Act, 1963 (Act 179) the Directors have the pleasure in presenting their report and the financial statements of the Group for the year ended 31 December 2015.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are responsible for the preparation and fair presentation of the financial statements, comprising the statements of financial position at 31 December 2015, the statement of profit or loss and other comprehensive income, the statements of changes in equity and the statement of cash flow for the year then ended, and notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes in accordance with International Financial Report Standards(IFRS) and in the manner required by the Companies Act, 1963(Act 179) of Ghana.

The Director's responsibilities include: designing, implementing and maintaining internal controls relevant to the preparation and fair preparation of these financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, making accounting estimates that are reasonable in the circumstances.

The Directors have made an assessment of the Group's ability to continue as a going concern and have no reason to believe the business will not be a going concern in the year ahead.

FINANCIAL STATEMENTS AND DIVIDEND

The results for the year are as set out in the attached financial statements.

The Directors do not recommend the payment of a dividend for the year under review (2014 GH¢520,000)

The Directors consider the state of the company's affairs to be satisfactory.


NATURE OF BUSINESS

The principal activities of Graphic Communication Group Limited is to print and publish newspapers and provide advertisement services, whereas the subsidiary, G-Pak Limited, is to provide pre-press, press and post press services. There was no change in the nature of the business during the year.

APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements of the company as indicated above were approved by the Board of Directors on 21st December 2016 and are signed on its behalf by:


.....
DIRECTOR
Date 20/12 2016


.....
DIRECTOR
20/12/2016

GRAPHIC COMMUNICATIONS GROUP LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER, 2015


	Notes	2015 GH¢	Group 2014 GH¢	2015 GH¢	Graphic 2014 GH¢
Assets					
Non-current Assets					
Property, Plant and machinery	16	18,002,335	19,631,005	16,330,123	18,036,716
Investment property	17	390,243	408,690	390,243	408,690
Intangible assets	18	1,028,799	955,389	1,028,799	955,389
Investment in subsidiary	31	-	-	3,463,148	3,463,148
Equity available for sale	10	1,102,545	1,600,000	1,102,545	1,600,000
Deferred tax	13	209,939	267,177	209,939	267,177
Total non-current assets		20,733,861	22,862,261	22,524,797	24,731,120
Current Assets					
Inventories	14	1,610,096	2,723,807	1,189,920	1,965,539
Held-to-maturity investment	11	7,301,480	5,316,343	7,301,480	5,316,343
Trade and other receivables	21	21,015,573	16,791,897	17,732,188	14,525,019
Cash and cash equivalents	15	1,288,194	1,365,157	1,176,590	1,250,112
Total current		31,215,343	26,197,204	27,400,178	23,057,013
Total assets		51,949,204	49,059,465	49,924,975	47,788,133
Equity and Liabilities					
Equity and Liabilities					
Stated Capital	23	2,500,000	2,500,000	2,500,000	2,500,000
Statutory Reserve	24	3,668,815	3,420,554	3,576,585	3,379,337
Revaluation Reserve		1,038,000	1,535,455	1,038,000	1,535,455
Capital Surplus	25	1,986,368	2,123,526	1,986,368	2,123,526
Income surplus		24,213,546	21,842,043	24,402,109	22,489,731
Total equity		33,406,727	31,421,578	33,503,062	32,028,049
Non-current liabilities					
Borrowings	26	645,096	1,424,717	386,137	921,422
Retirement benefits obligation	27	10,979,644	10,155,664	10,979,644	10,155,664
Deferred tax liability		10,957	21,857	10,957	10,957
Total non-current liabilities		11,635,697	11,602,238	11,376,738	11,088,043
Current Liabilities					
Overdraft	19	135,692	76,858	-	-
Trade and other payables	22	5,893,583	5,533,608	4,638,760	4,452,569
Current tax liabilities	13	877,504	425,183	406,416	219,472
Total Non-current liabilities		6,906,779	6,035,649	5,045,176	4,672,041
Total equity and liabilities		51,949,204	49,059,465	49,924,975	47,788,133



 DIRECTOR
 Date: 28/12/2016


 DIRECTOR
 Date: 28/12/2016

GRAPHIC COMMUNICATIONS GROUP LIMITED**STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2015**

	Notes	Group 2015 GH¢	2014 GH¢	2015 GH¢	Graphic 2014 GH¢
Revenue	6	59,916,969	56,926,439	53,963,587	52,121,678
Cost of Sales	5	<u>(36,255,807)</u>	<u>(29,072,995)</u>	<u>(31,726,134)</u>	<u>(25,538,118)</u>
		23,661,162	27,853,444	22,237,453	26,583,560
Other Income	7	<u>6,267,051</u>	<u>3,917,879</u>	<u>6,246,541</u>	<u>3,859,327</u>
Operating Profit		29,928,214	31,771,323	28,483,995	30,442,887
Distribution Expenses	9	<u>(7,338,137)</u>	<u>(6,757,925)</u>	<u>(7,338,137)</u>	<u>(6,757,925)</u>
Gen. and Admin Expenses	12	<u>(17,894,880)</u>	<u>(16,430,274)</u>	<u>(17,176,147)</u>	<u>(15,687,705)</u>
Profit before finance charge and tax		4,695,196	8,583,124	3,969,711	7,997,257
Finance cost	8	<u>(340,435)</u>	<u>(474,396)</u>	<u>(184,088)</u>	<u>291,144</u>
Profit before tax		4,354,761	8,108,728	3,785,623	7,706,113
Income tax expense	13	<u>(1,872,156)</u>	<u>(2,091,053)</u>	<u>(1,813,156)</u>	<u>(2,017,086)</u>
Profit for the year		2,482,605	6,017,675	1,972,467	5,689,027
Other comprehensive income	10	<u>(497,455)</u>	<u>189,091</u>	<u>(497,455)</u>	<u>189,091</u>
Total comprehensive income		<u>1,985,150</u>	<u>6,206,766</u>	<u>1,475,012</u>	<u>5,878,118</u>


 DIRECTOR
 Date 30/12 2016


 DIRECTOR
 Date 30/12 2016