

GOLDEN GUINEA BREWERIES PLC

**UNAUDITED FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED
31ST MARCH, 2022**

31ST MARCH, 2022

GOLDEN GUINEA BREWERIES PLC

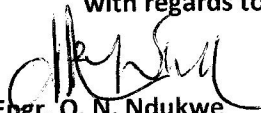
UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 31ST MARCH, 2022

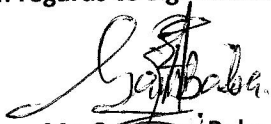
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**CERTIFICATION TO S.60(2) OF INVESTMENT & SECURITIES
ACT NO. 29 OF 2007 OF THE FINANCIAL REPORTING OF
GOLDEN GUINEA BREWERIES PLC**

We the undersigned hereby certify the following with regards to our unaudited fourth Quarter (Twelve months) ended 31st March, 2022 that:

- a) We have reviewed the Report;
- b) To the best of our knowledge, the Report does not contain:
 - i. Any untrue statement of material fact,
 - ii. Or omit to state a material fact, which would make the statements misleading in the light of the circumstance under which such statements were made.
- c) To the best of our knowledge, the Financial Statements and other financial information included in the Report fairly present, in all material respects, the financial condition and results of operations of the company as of, and for the periods presented in the Reports.
- d) We:
 - i. Are responsible for establishing and maintaining internal controls,
 - ii. Have designed such internal controls to ensure that material information relating to the company is made known to such officers within the entity particularly during the period in which the periodic Reports are being prepared (the company has no consolidated subsidiary);
 - iii. Have evaluated the effectiveness of the company's internal controls as of that date within days of the Report;
 - iv. Have presented in the Report our conclusions about the effectiveness of our internal controls based on our evaluation of that date.
- e) We have disclosed to the Auditors and the audit Committee of the company:
 - (I) All significant deficiencies in the design or operation of internal controls which would adversely affect the company's ability to record, process, summarize and report financial data and have identified, for the company's Auditors, any material weakness in internal controls, and
 - (ii) Any fraud, whether or not material, that involves management or other employees who have significant role in the company's internal controls.
- f) We have identified in the Report whether or not there were significant changes in internal controls or other factors that could significantly affect internal controls subsequent to the date of our evaluation, including any corrective actions with regards to significant deficiencies with regards to material weakness.


Engr. O. N. Ndukwe
Ag. Managing Director


Mr. Sampson Baba
Ag. Head of Finance & Accounts

GOLDEN GUINEA BREWERIES PLC

**UNAUDITED INCOME STATEMENT
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022**

		Current Period MARCH 31 2022 ₦	Year-to-Date MARCH 31 2022 ₦	Current Period MARCH 31 2021 ₦	Year-to-Date MARCH 31 2021 ₦
Revenue	Note 4	791,966,520	2,047,585,736	633,380,934	1,463,181,724
Cost of Sales	5	(687,241,150)	(2,085,155,716)	(1,367,316,033)	(2,418,639,903)
Gross		104,725,370	(37,569,980.13)	(733,935,099.00)	(955,458,179.00)
Other income	6	2,447,340.00	6,562,220.00	2,902,010	6,520,256
Administrative expenses	7	(144,419,092)	(372,125,552)	(132,627,154)	(383,990,424)
Marketing & Distribution	8	(70,233,240)	(126,766,464)	(51,173,038)	(96,663,989)
Profit/(Loss) before Interest and Tax		(107,479,622)	(529,899,776)	(914,833,281)	(1,429,592,336)
Finance income	9	-	-	-	-
Finance cost	10	(853,699)	(67,253,312)	-	-
Profit/(Loss) before taxation	11	(108,333,320)	(597,153,088)	(914,833,281)	(1,429,592,336)
Taxation	12	(3,959,833)	(10,237,929)		
Profit/(Loss) for the year		(112,293,153)	(607,391,016)	(914,833,281)	(1,429,592,336)
Basic and diluted loss per share (kobo)	13	(11.2)	(60.5)	(91.2)	(142.5)

The notes on pages 6 to 16 form part of these financial statements.

GOLDEN GUINEA BREWERIES PLC

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

	Note	Current Period MARCH 31 2022 ₦	Year-to-Date MARCH 31 2022 ₦	Current Period MARCH 31 2021 ₦	Year-to-Date MARCH 31 2021 ₦
Profit/(Loss) for the year		(112,293,153)	(607,391,016)	(914,833,281)	(1,429,592,336)
Other Comprehensive Income					
<i>Items that will not be reclassified to Profit or Loss</i>					
Surplus on property revaluation		-	-	-	-
Tax relating to items that will not be reclassified		-	-	-	-
<i>Items that will or may be reclassified to Profit or Loss</i>					
Tax relating to items that will or may be reclassified		-	-	-	-
Other comprehensive income for the year, net of tax		-	-	-	-
Total Comprehensive Income/(Loss)		(112,293,153)	(607,391,016)	(914,833,281)	(1,429,592,336)

The notes on pages 6 to 16 form part of these financial statements.

GOLDEN GUINEA BREWERIES PLC

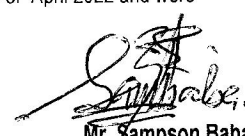
UNAUDITED STATEMENT OF FINANCIAL POSITION
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

	Note	MARCH 2022 ₦	MARCH 31 2021 ₦
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	14	4,940,701,131	4,339,836,384
Investment in subsidiary	15	1,000,000	1,000,000
		<u>4,941,701,131</u>	<u>4,340,836,384</u>
CURRENT ASSETS			
Inventories	16	565,304,473	264,570,571
Accounts Receivables	17	238,834,528	150,969,017
Cash and bank balances	18	16,093,579	121,965,875
		<u>820,232,580</u>	<u>537,505,463</u>
Total Assets		<u>5,761,933,711</u>	<u>4,878,341,847</u>
EQUITY			
Share capital	19	501,672,000	501,672,000
Share premium	20	836,977,386	836,977,386
Revaluation Reserve	21	4,531,093,553	4,531,093,553
Retained earnings	22	(4,113,354,697)	(3,374,199,392)
		<u>1,756,388,242</u>	<u>2,495,543,547</u>
NON-CURRENT LIABILITIES			
Loans and borrowings	23	-	-
Deferred taxation		(25,308,727)	(25,308,727)
		<u>(25,308,727)</u>	<u>(25,308,727)</u>
CURRENT LIABILITIES			
Trade payables	24	1,500,481,759	1,070,362,800
Current tax payable		55,351,108	45,113,179
Other Payables		1,371,293,184	655,078,297.00
Deposits for Sales		430,679,295	112,985,600.00
Directors' Fees & Allowances		115,256,948	115,256,948.00
Accruals and Deposits		557,791,903	409,310,203
		<u>4,030,854,196</u>	<u>2,408,107,027</u>
Total Equity and Liabilities		<u>5,761,933,711</u>	<u>4,878,341,847</u>

These Financial Statements were approved by the Board of Directors on the 22nd day of April 2022 and were signed on its behalf by:


Chief J. C. Oryearughilem
Chairman
FRC/2014/CPM/000/0009808


Engr. C. N. Ndukwe
Ag. Managing Director
FRC/2021/003/00000024764


Mr. Sampson Baba
Ag. Head of Finance & Accounts
FRC/2021/001/00000025146

The notes on pages 6 to 16 form part of these financial statements.

GOLDEN GUINEA BREWERIES PLC

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

	Share Capital N	Share Premium N	Revaluation Reserve N	Retained Earnings N	Total Equity N
At April 1, 2020	501,672,000	836,977,386	4,531,093,553	(3,150,452,762)	2,719,290,177
Profit/(loss) for the year				(1,429,592,336)	(1,429,592,336)
Other Comprehensive income				-	-
Prov. for interest charges no longer required				-	-
Cost of Increase in Share Capital					-
Other payables no longer required				1,074,081,417	1,074,081,417
FIRS Palliative on COVID-19 Tax reduction				-	-
At March 31, 2021	501,672,000	836,977,386	4,531,093,553	(3,505,963,681)	2,363,779,258
At April 1, 2021	501,672,000	836,977,386	4,531,093,553	(3,505,963,681)	2,363,779,258
Profit/(Loss) for the year				(607,391,016)	(607,391,016)
Other Comprehensive Income					
Provision for Directors emoluments no longer required					
Other Payables no longer required.					
Accumulated Depr No longer Required					
At March 31, 2022	501,672,000	836,977,386	4,531,093,553	(4,113,354,697)	1,756,388,242

GOLDEN GUINEA BREWERIES PLC

**UNAUDITED CASH FLOW STATEMENT
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022**

	MARCH 31 2022 ₦	MARCH 31 2021 ₦
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) for the year	(607,391,016)	(1,429,592,336)
Adjustment for:		
Depreciation	110,022,761	114,859,702
Provision for Depr charges no longer required	-	553,886,551
Income tax (Minimum tax)	10,237,929	-
	(487,130,327)	(760,846,083)
Changes in:		
Inventories	(300,733,902)	340,279,180
Trade and other receivables	(87,865,511)	788,457,881
Trade and other payables	793,646,272	628,369,383
Net cash generated from operations	(82,083,468)	996,260,361
Tax paid		
Net Cashflows From Operating activities	(82,083,468)	996,260,361
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Property, plant and equipment	(23,788,828)	(114,595,252)
Net Cashflows from investing activities	(23,788,828)	(114,595,252)
CASH FROM FINANCING ACTIVITIES		
Loans received/(repaid)	-	-
Cost of increase in share capital		
Net cash generated from Financing Activities	-	-
CASH AND CASH EQUIVALENTS		
Cash and cash equivalent generated during the year	(105,872,296)	120,819,026
Cash and cash equivalent at the beginning of the year	121,965,875	72,236,276
Cash and cash equivalent at the end of the year	16,093,579	193,055,302

The notes on pages 6 to 18 form part of these financial statements.

GOLDEN GUINEA BREWERIES PLC

NOTES TO THE FINANCIAL STATEMENTS FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

1 REPORTING ENTITY

Golden Guinea Breweries Plc, a public company quoted on the Nigerian Stock Exchange, was incorporated on 26th September, 1962. The company was incorporated as a private limited liability company under the name Independence Brewery Limited with registration number RC 3164. The name of the company was changed to Golden Guinea Breweries Limited on 6th May, 1971. The company became a public company (Golden Guinea Breweries Plc) on 28th September, 1978.

The principal activities of the company are brewing, bottling and marketing of Golden Guinea lager beer, Golden Guinea malta, Eagles Stout and Bergedorf lager beer.

The company has gradually resumed the principal activities in 2020/2021 financial year.

REACTIVATION ACTIVITIES

Golden Guinea Breweries plc suffered major machine breakdown, fire incident, including boiler explosion that occurred in February 2003. This affected its earlier operations. As such, positive efforts were made and active steps were taken to resuscitate the company. Major milestones were achieved and the company started operations whose results were reported in this Financial Statements. The Financial Statements were approved on the 22nd Day of April, 2022.

2 BASIS OF PREPARATION

(a) Statement of compliance

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS). Specifically, this interim Report has been produced in compliance with IAS 34 on interim Financial Reporting.

The same accounting policies and methods of computation have been used for the interim statements as was used for the most recent annual financial statements of the company.

3. INSIDER DEALINGS

1. During the period, the company adopted a code of conduct regarding securities transaction by its Directors on terms no less exacting than the required standard set out in Rule 17.15 of the Exchange on insider trading for own account, insider trading for another person and insider who discloses insider information.
2. That specific enquiry of all Directors regarding (1) above was made and no violation or non-compliance was found.

GOLDEN GUINEA BREWERIES PLC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
4 REVENUE			
Sales of Drinks	791,966,520.00	2,047,585,735.68	1,463,181,724
	<u>791,966,520.00</u>	<u>2,047,585,735.68</u>	<u>1,463,181,724</u>

Nigeria is the company's primary geographical segment as all of the company's sales are made in Nigeria. Also, all of the company's revenue are usually derived from brewed products with similar risk and returns. The company earned revenue as it has resumed business operations during the current year 2021/2022. Accordingly, sales revenues earned were predominantly from the South-Eastern geographical segment.

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
5 Cost of Sales			
Cost of Goods Manufactured	790,203,453.22	2,210,915,653	2,120,639,226
Opening Inventory:			
- Opening Inventory - Spares	6,689,066	26,756,264	7,448,112
- Finished goods	48,167,850	192,671,400	27,000,000
- General Stores	7,548,260	30,193,040	14,785,770
- Packaging Materials	85,168,895	340,675,580	363,755,988
	<u>937,777,524</u>	<u>2,801,211,937</u>	<u>2,533,629,096</u>
Closing Inventory:			
- Closing Inventory - Spares	(8,295,292)	(29,415,314)	(6,689,066)
- Finished Goods	(12,225,200)	(39,084,106)	(48,167,850)
- General Stores	(5,261,785)	(24,151,055)	(7,548,260)
- Packaging Materials/Chemicals	(224,754,097)	(623,405,746)	(41,018,817)
	<u>687,241,149.81</u>	<u>2,085,155,715.81</u>	<u>2,430,205,103.00</u>
Cost of Goods Sold	687,241,149.81	2,085,155,715.81	2,430,205,103.00

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
6 OTHER INCOME			
Rental income			
Unclaimed Wages	-	-	-
Investment Income	-	-	-
Sale of Spent Grain	2,447,340	6,562,220	6,520,256
Sale of Culllets			
	<u>2,447,340</u>	<u>6,562,220</u>	<u>6,520,256</u>

	Current Period MARCH 31 2022	Year-to-Date MARCH 31 2022	YEAR-TO-DATE MARCH 31 2021
7 ADMINISTRATIVE EXPENSES			
Staff allowances-Stipends	36,979,247	153,471,229	113,629,257
Depreciation	1,200,101	4,800,404	358,970
Directors fees and allowances	0	0	-
Other directors expenses	4,083,000	12,176,000	3,951,000
Mopol & Security expenses	1,531,000	4,385,500	8,824,500
Telephone, Internet, and postages	500,200	3,047,022	4,406,386
Transport and Travels	2,052,400	9,027,215	9,222,349
Water and cleaning materials	782,200	3,194,438	-
Entertainment	175,800	888,356	1,008,138
Motor vehicle expenses	606,250	1,631,110	3,895,520
Printing and stationary	661,555	3,625,356	10,762,025
Repairs and Maintenance	-	-	6,792,326
Electricity and Power	1,379,294	18,253,352	5,206,816
Rents	-	-	512,000
NSE Expenses	5,161	5,161	7,410,311
NAFDAC	300,000	1,563,121	-
SONCAP	-	365,500	-
Licence and insurance	-	-	1,699,706
Other Professional fees	2,981,500	11,995,633	17,026,810
Medical Expenses	377,000	1,588,705	10,248,228
Donation and Subscription	-	50,000	3,764,388
Insurance	0	4,262,133	8,153,304
Staff Welfare	1,244,000	9,489,100	9,301,900
Other Administrative Expenses	89,560,383	128,306,216	50,060,633
	<u>144,419,092</u>	<u>372,125,552</u>	<u>276,234,567</u>

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
8 MARKETING AND DISTRIBUTION			
Advertisement	90,000	1,520,000	1,692,000
Sales Promotion	-	4,789,843	24,312,220
Sales Rebates/Discounts	-	-	4,679,660
Lagos Satellite Ops. Marketing Expenses	67,265,516	67,265,516	-
Haulage	383,300	26,039,012	49,768,695
Depot Expenses	187,010	2,822,592	-
Tickets & Other Logistics	407,265	422,265	-
Outstation Allowance	-	948,193	-
Public Relations	-	245,000	27,000
Excise Duty	1,518,149	22,149,544	-
Other Marketing Expenses	382,000	564,500	4,638,863
	<u>70,233,240</u>	<u>126,766,464</u>	<u>85,118,438</u>
9 FINANCE INCOME			
Interest Income	-	-	-
Exchange Rate Income	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
10 FINANCE COST			
Interest Expense	-	-	-
Bank Charges	853,699	67,253,312	101,795,922
LC Charges	-	-	5,924,885
	<u>853,699</u>	<u>67,253,312</u>	<u>107,720,807</u>
11 PROFIT/(LOSS) BEFORE TAXATION			
Profit/(loss) before taxation is stated after charging:			
Directors' Remuneration	-	-	-
Auditors' Remuneration	-	1,000,000	2,000,000
Depreciation	27,505,690	110,022,761	57,429,851
Staff cost - Stipends	61,632,078	255,785,381	160,469,094
	<u>61,632,078</u>	<u>255,785,381</u>	<u>160,469,094</u>

12 TAXATION

12.1 Tax Charge

The company is normally exposed to current tax and deferred tax under the Companies Income Tax Act 1979 as amended and the Education Tax Act 1993 as amended.

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
INCOME STATEMENT			
Current Tax Expenses			
Income Tax	3,959,833	10,237,929	4,265,774
Education Tax	-	-	-
	<u>3,959,833</u>	<u>10,237,929</u>	<u>4,265,774</u>
Deferred Tax			
Origination/(Reversal) of temporary differences	-	-	(13,033,863)
	<u>3,959,833</u>	<u>10,237,929</u>	<u>(8,768,089)</u>
12.2 Tax Analysis			
Tax for the year is further analysed as follows:			
Tax recognised in profit or loss	3,959,833	10,237,929	(8,768,089)
Tax recognised in other comprehensive income	-	-	-
	<u>3,959,833</u>	<u>10,237,929</u>	<u>(8,768,089)</u>

13 **EARNINGS/(LOSS) PER SHARE**

Basic loss per share is calculated by dividing the loss attributable to ordinary shareholders of the company by the weighted average number of ordinary shares outstanding during the year. The basic loss per share was calculated using the number of shares in issue at Balance sheet date

Diluted loss per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all diluted potential ordinary shares. There were no potentially dilutive shares at the reporting date (2020 - Nil), thus the basic loss per share and diluted loss per share have the same value.

	Current Period MARCH 31 2022 N	Year-to-Date MARCH 31 2022 N	YEAR-TO-DATE MARCH 31 2021 N
Profit/(Loss) attributable to shareholders (Naira)	(112,293,153)	(607,391,016)	<u>(1,429,592,336)</u>
Number of ordinary shares in issues	<u>1,003,344,000</u>	<u>1,003,344,000</u>	<u>1,003,344,000</u>
Weighted average ordinary shares	<u>1,003,344,000</u>	<u>1,003,344,000</u>	<u>1,003,344,000</u>
Basic and Diluted Loss per share (Kobo)	<u>(11.2)</u>	<u>(60.5)</u>	<u>(142.5)</u>

There have been no transactions involving ordinary share or potential ordinary shares between the reporting date and the date of approval of these Financial Statements.

GOLDEN GUINEA BREWERIES PLC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

14 PROPERTY, PLANT, AND EQUIPMENT

Movement in Property, Plant, and Equipment

Movement on these accounts are as follows:

Year 2021/2022

	Balance at 1.4.2021	Additions	Revaluation	Transfer	Disposal	Balance At 31.03.2022
	N	N	N	N	N	N
COST/VALUATION						
Land	1,048,093,392	-	-	-	-	1,048,093,392
Buildings	2,458,589,958	-	-	-	-	2,458,589,958
Plant and machinery	2,783,770,478	-	-	-	-	2,783,770,478
Furniture & equipment	22,493,537	525,000	-	-	-	23,018,537
Motor vehicles	14,358,800	-	-	-	-	14,358,800
Office Equipment	5,062,913	2,501,148	-	-	-	7,564,061
Loose Tools	-	6,000	-	-	-	6,000
Canning Line Project	-	10,756,680	-	-	-	10,756,680
Malting Plant Project	-	10,000,000	-	-	-	10,000,000
Capital work-in-progress	59,894,426	-	-	-	-	59,894,426
Total - Cost	6,392,243,504	23,788,828	-	-	-	6,416,032,332
DEPRECIATION						
Land	-	-	-	-	-	-
Buildings	660,652,879	52,599,950	-	-	-	713,252,829
Plant and machinery	677,186,551	52,622,407	-	-	-	729,810,958
Furniture & equipment	17,127,213	1,479,643	-	-	-	18,606,856
Motor vehicles	7,736,035	1,650,000	-	-	-	9,386,035
Office Equipment	2,603,762	1,670,761	-	-	-	4,274,523
Loose Tools	-	-	-	-	-	-
Canning Line Project	-	-	-	-	-	-
Malting Plant Project	-	-	-	-	-	-
Capital work-in-progress	-	-	-	-	-	-
Total - Depreciation	1,365,308,440	110,022,761	-	-	-	1,475,331,201
NET BOOK VALUE						
Land	1,048,093,392	-	-	-	-	1,048,093,392
Buildings	1,797,917,079	(52,599,950)	-	-	-	1,745,317,129
Plant and machinery	2,106,581,927	(52,622,407)	-	-	-	2,053,959,520
Furniture & equipment	5,366,324	(954,643)	-	-	-	4,411,681
Motor vehicles	6,622,765	(1,650,000)	-	-	-	4,972,765
Office Equipment	2,459,151	830,387	-	-	-	3,289,538
Loose Tools	-	6,000	-	-	-	6,000
Canning Line Project	-	10,756,680	-	-	-	10,756,680
Malting Plant Project	-	10,000,000	-	-	-	10,000,000
Capital work-in-progress	59,894,426	-	-	-	-	59,894,426
Total - Net book value	4,339,836,384	(66,233,933)	-	-	-	4,940,701,131

14.2 Carrying Amount

	At April 1 2020	At March 31 2021	At April 1 2021	At March 31 2022
	N	N	N	N
Land	1,048,093,392	1,048,093,392	1,048,093,392	1,048,093,392
Buildings	1,955,716,932	1,797,917,079	1,797,917,079	1,745,317,129
Plant and machinery	171,642,694	1,419,483,247	1,419,483,247	2,053,959,520
Furniture & equipment	1,191,604	5,366,324	5,366,324	4,411,681
Motor vehicles	394,625	6,622,765	6,622,765	4,972,765
Office Equipment	-	2,459,151	2,459,151	3,289,538
Loose Tools/Canning Line	-	-	-	10,762,680
Malting Plant Project	-	-	-	10,000,000
Capital work-in-progress	1,401,294,723	59,894,426	59,894,426	59,894,426
Total	4,578,333,770	4,339,836,384	4,339,836,384	4,940,701,131

14.3 Revaluation

The company's landed properties as well as plant and machinery have been revalued at various times by professional valuers in May 1978 (Sun Oriala & Co and Knight, Frank & Rutley), July 1998 (RCO Okafor & Co), and February 2001 (RCO Okafor & Co.) on the basis of depreciated replacement cost. Also, the landed properties were revalued by values (IPALI Harry & Associates in February 2013 on the basis of open market value as well as depreciated replacement cost. The cumulative revaluation surplus N4,531,093,553 on the property was recognized in Equity through Retained Earnings.

14.4 Capital Work-in-Progress

Capital Work-in-Progress relates to Plant and Machinery being refurbished after an explosion incident. It also relates to purchase and installation of new plant and machinery as part of the programme for resuscitation of the company. Additional cost of Capital work-in-progress during the year was N34,008,000 (2016 - N1.2 billion).

Efforts were made to access funds to enable completion of the resuscitation programme. Installation and commissioning of the plant and machinery was completed and operations commenced.

14.5 Capital Commitment

Except for the purchase and installation of the plant and Machinery which was funded by Pan Marine Investments Limited under the resuscitation programme as stated above in the Note on Capital Work-In Progress the company has no authorised or contractual capital commitment at the reporting date.

GOLDEN GUINEA BREWERIES PLC

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022**

	CURRENT PERIOD MARCH 31 2022 N	YEAR-TO-DATE MARCH 2022 N	YEAR-TO-DATE MARCH 2021 N
15 INVESTMENT IN SUBSIDIARY			
Subsidiary not consolidated			
Goldfields Agricultural Investments Limited	1,000,000.00	1,000,000.00	1,000,000.00
	<u>1,000,000.00</u>	<u>1,000,000.00</u>	<u>1,000,000.00</u>

Goldfields Agritural Investments Limited (Goldfields) is a wholly (100%) owned subsidiary of the company. Goldfields is a private limited liability company incorporated under the Companies and Allied Matters Act of Nigeria. Goldfields had been established and acquired landed property for the purposes of cultivating and providing agricultural inputs of certain raw materials required by the company in response to certain policy of the Federal Government in 1988. The Directors are of the opinion that it would be of no significant value to the members of the company to consolidate the subsidiary as it (Goldfields) has remained non-operational as at the reporting date.

Also, the Directors are of the opinion that the estimated net proceeds of the assets of Goldfields will be adequate to cover the cost of the investment. As a result, no provision for impairment was made for the investment.

16 INVENTORIES

	MARCH 31 2022 N	MARCH 2021 N	MARCH 2020 N
Brewing Raw Materials	43,261,499	102,054,100	252,620,562
Packaging Materials	224,754,097	85,168,895	363,755,988
Engineering Spares	8,295,292	6,689,066	7,448,112
Finished Products	12,225,200	48,167,850	27,000,000
Other Chemicals	-	-	12,000,000
General Stores (Stock of Stationeries)	5,261,785	7,548,260	14,785,770
Work-In-Progress	271,506,600	14,942,400	86,400,000
	<u>565,304,473</u>	<u>264,570,571</u>	<u>764,010,432</u>

17 ACCOUNTS RECEIVABLES

	MARCH 31 2022 N	MARCH 2021 N	MARCH 2020 N
Balances with customers - Liquid Contents	88,210,913.00	57,658,240.00	12,294,000
Pan Marine Investments Ltd	144,927,163.87	59,308,339.00	451,779,000
Value of Empties on Credit	-	28,788,638.00	19,813,500
Other Balances	-	-	-
	<u>233,138,076.87</u>	<u>145,755,217.00</u>	<u>483,886,500</u>
OTHER RECEIVABLES			
Omega Maritime & Energy Limited	-	-	2,859,090.00
Pre-Payments (Beta Glass)	-	-	-
WHT Receivable	-	-	-
VAT Receivable	-	-	-
Avon Crown Caps & Containers	-	-	-
BNSL Limited	3,090,000.00	3,090,000.00	3,090,000.00
Cash Advances	135,200.00	2,319,000.00	2,550,800.00
Staff Loans	2,471,250.91	1,765,700.00	6,069,706.72
	<u>5,696,450.91</u>	<u>7,174,700.00</u>	<u>14,569,596.72</u>
	<u>238,834,527.78</u>	<u>152,929,917.00</u>	<u>498,456,096.72</u>

18 CASH AND CASH EQUIVALENT

	MARCH 31 2022	MARCH 2021	MARCH 2020
	N	N	N
Cash and Bank Balances	16,093,579	121,965,875	72,236,276
Cash and Cash Equivalent	16,093,579	121,965,875	72,236,276
Bank Overdrafts	-	-	-
Cash and cash equivalent in the cashflow Statement	16,093,579	121,965,875	72,236,276

19 SHARE CAPITAL

Share Capital is Analysed as follows:

	MARCH 31 2022	MARCH 2021	MARCH 2020
	N	N	N
Authorized			
4,000,000,000 Ordinary Shares of 50k each	<u>2,000,000,000</u>	<u>2,000,000,000</u>	<u>2,000,000,000</u>
Issued and Fully paid			
1,003,344,000 ordinary shares of 50k each	<u>501,672,000</u>	<u>501,672,000</u>	<u>501,672,000</u>

In April 2013, the authorized share capital of the company was increased from 500,000,000 Ordinary Shares to 4,000,000,000 Ordinary Shares by creation of additional 3,500,000,000 Ordinary Shares of 50k each. The increase in Share Capital was registered by the Corporate Affairs Commission in April 2013.

The company successfully carried out a Special Placement of 752,508,000 Ordinary Shares of 50 kobo each at N1.60 per share to Pan Marine Investments Limited with a completion Board Meeting held on December 3, 2015. Necessary regulatory approvals were received on the Special Placement and the shares were allotted during the 2015/2016 financial year. The 752,508,000 ordinary shares of 50 kobo each arising from Golden Guinea Breweries Plc's placement to Pan Marine Investments Ltd at N1.60 per share were formerly listed on the Daily Official List of the Nigerian Stock Exchange on Thursday, 26th March, 2020.

All shares rank equally with regard to the company's residual assets. The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at the meetings of the company.

20 SHARE PREMIUM

	MARCH 31 2022	MARCH 2021	MARCH 2020
	N	N	N
Balance at beginning of the year	836,977,386.00	836,977,386.00	836,977,386.00
Addition during the year	-	-	-
Utilization during the year	-	-	-
Balance at the end of the year	<u>836,977,386.00</u>	<u>836,977,386.00</u>	<u>836,977,386.00</u>

As stated in Note 13 above, the company successfully carried out Special Placement of 752,508,000 Ordinary Shares of 50 kobo each to raise additional capital of N1,204,012,800.00 during the period stated earlier. At the issue price of N1.60 per share, total share premium of N827,758,800.00 arising from the 752,508,000 Ordinary shares of 50 kobo each allotted to Pan Marine Investments Limited was realized. Also, expenses of N17,188,481 being cost of the Special Placement comprising SEC and NSE application and filing fees and other charges were incurred. The share premium realized and the cost of the Special Placement were recognized in equity through the share premium Reserve.

21 REVALUATION RESERVE

	MARCH 31 2022 ₦	MARCH 2021 ₦	MARCH 2020 ₦
Balance at beginning of year	4,531,093,553.00	4,531,093,553.00	4,531,093,553.00
Revaluation surplus transferred from Retained Earnings to Revaluation Reserve	-	-	-
Balance at end of year	<u>4,531,093,553.00</u>	<u>4,531,093,553.00</u>	<u>4,531,093,553.00</u>

Revaluation Surplus

The company's landed properties as well as plant and machinery have been revalued at various times by professional valuers in May 1978 (Sun Oriala & Co and Knight, Frank & Rutley), July 1998 (RCO Okafor & Co), and February 2001 (RCO Okafor & Co.) on the basis of depreciated replacement cost. Also, the landed properties were revalued by values (IPALI Harry & Associates in February 2013 on the basis of open market value as well as depreciated replacement cost. The cumulative revaluation surplus ₦4,531,093,553 on the property was recognized in Equity through Retained Earnings.

22 RETAINED EARNINGS

	MARCH 31 2022 ₦	MARCH 2021 ₦	MARCH 2020 ₦
Balance at the Beginning of the year	(3,374,199,392)	(3,150,452,762)	(3,337,089,052)
Profit/(Loss) for the year	(607,391,016)	(225,879,517)	(137,274,557)
Other Comprehensive Income	-	-	-
Provision for Directors emoluments no longer required	-	-	323,910,847
Other balances no longer required	-	-	-
Revaluation surplus transferred from Retained Earnings	-	2,132,887	-
FIRS Tax Palliative on COVID-19 Reduction in Min. Tax	-	-	-
Balance at the end of the year	<u>(3,981,590,408)</u>	<u>(3,374,199,392)</u>	<u>(3,150,452,762)</u>

23 LOANS AND BORROWINGS

	MARCH 31 2022 ₦	MARCH 2021 ₦	MARCH 2020 ₦
23.1 Non-Current Liabilities			
Other Loans - Unsecured	-	-	-
Current Liabilities			
Facility for Cans	-	-	-
Bank Loans - Unsecured (AMCON)	-	30,905,895	30,905,895
	-	<u>30,905,895</u>	<u>30,905,895</u>
Total Loans and Borrowings	-	<u>30,905,895</u>	<u>30,905,895</u>
23.2 Movement in Loans and Borrowings			
Balance at the beginning of the year	-	30,905,895.00	30,905,895.00
Additional funding: (Loan for Bottles)	-	-	-
Salaries & Stipends	-	-	-
Amount repaid	-	(30,905,895.00)	(30,905,895.00)
Balance at the end of the year	-	<u>-</u>	<u>-</u>

	MARCH 31 2022 N	MARCH 2021 N	MARCH 2020 N
24 CURRENT LIABILITIES			
Trade Creditors	1,500,481,759	1,070,362,800	1,489,754,789
Other payables (NSE Listing Fees & Others)	6,763,364	6,763,364	732,408,297
Empties Deposit	159,171,866	112,822,366	-
Deposit for Sales	430,679,295	112,985,600	-
Taxes Payable	55,351,108	45,113,179	-
Accrued Expenses (Audit Fees & Others)	193,153,852	193,153,852	-
Directors' Fees & Allowance	115,256,948	115,256,948	-
Accrued Salaries & Wages	198,702,821	103,333,985	-
Accrued Pension Expenses	9,630,023	4,800,695	-
Sundry Creditors/Other Payables	649,045	649,045	-
Pan Marine Operations Account	1,361,014,116	647,665,888	-
	<u>4,030,854,196</u>	<u>2,412,907,722</u>	<u>2,222,163,086</u>

GOLDEN GUINEA BREWERIES PLC

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

25 EMPLOYEE BENEFITS

Short-Term Employee Benefits

The employee benefits related expenses (including Directors) are recognised in the following line items in the Income Statement

	Cost of Sales		Administrative Expenses		Total	Total
	MARCH 31	MARCH 31	MARCH 31	MARCH 31	MARCH 31	MARCH 31
	2022	2021	2022	2021	2022	2021
	N	N	N	N	N	N
Staff Stipends	255,785,381.24	113,629,257	359,949,552	183,800,192	615,734,933	297,429,449
Directors Fees and Allowances	12,176,000.00	-	12,176,000	-	24,352,000	-
	267,961,381.24	113,629,257	372,125,552	183,800,192	640,086,933	297,429,449

GOLDEN GUINEA BREWERIES PLC
MANUFACTURING ACCOUNT FOR
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2022

	₦	₦
Opening raw material	102,054,100	-
Raw materials purchase	475,673,100	
Raw materials available	577,727,200	
Raw materials at close	(268,015,596)	
Raw materials consumed	309,711,603	309,711,603
Direct labour		102,314,152
Total Prime Cost		412,025,756
Factory overheads		634,741,898
Cost of production		1,046,767,653
Opening Work-In-Progress		14,942,400
Manufacturing Cost		1,061,710,053
Closing Work-In-Progress		(271,506,600)
Cost of Goods Manufactured		790,203,453

GOLDEN GUINEA BREWERIES PLC
MANUFACTURING ACCOUNT FOR
FOR THE 4TH QUARTER ENDED 31ST MARCH, 2021

	₦	₦
Opening raw material	264,620,562	-
Raw materials purchase	886,143,752	
Raw materials available	1,150,764,314	
Raw materials at close	(93,763,114)	
Raw materials consumed	1,057,001,200	1,057,001,200
Direct labour		75,752,838
Total Prime Cost		1,132,754,038
Factory overheads		916,427,588
Cost of production		2,049,181,626
Opening Work-In-Progress		86,400,000
Manufacturing Cost		2,135,581,626
Closing Work-In-Progress		(14,942,400)
Cost of Goods Manufactured		2,120,639,226