



## LAFARGE AFRICA PLC

### CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER, 2014

The Directors of Lafarge Africa Plc hereby announce the consolidated financial results of the Group and Company for the year ended 31st December 2014 as follows:

#### Consolidated Statement of Financial Position

AS AT	Group		Company	
	31/12/2014 N'000	31/12/2013 N'000	31/12/2014 N'000	31/12/2013 N'000
<b>ASSETS</b>				
Property, plant and equipment	209,145,134	213,276,396	120,154,329	123,128,764
Intangible assets	2,191,007	2,360,869	-	-
Investment in subsidiaries	-	-	164,045,653	50,000
Investment in associate	31,734,343	-	34,128,314	-
Other long term investment	7,606	6,321,989	-	-
Deferred tax asset	294,629	96,571	-	-
Long term receivables	6,247,999	-	-	-
<b>NON-CURRENT ASSETS</b>	<b>249,620,718</b>	<b>222,055,825</b>	<b>318,328,296</b>	<b>123,178,764</b>
Inventories	24,262,858	21,566,292	15,224,740	11,645,619
Trade and other receivables	17,457,477	12,768,386	7,714,284	4,837,158
Current tax receivables	508,745	580,970	-	-
Cash and cash equivalents	14,029,030	33,896,064	2,360,238	20,205,376
<b>CURRENT ASSETS</b>	<b>56,258,110</b>	<b>68,811,712</b>	<b>25,299,262</b>	<b>36,688,153</b>
Assets classified as held for sale	-	7,258,556	-	-
<b>TOTAL ASSETS</b>	<b>305,878,828</b>	<b>298,126,093</b>	<b>343,627,558</b>	<b>159,866,917</b>
<b>EQUITY</b>				
Share capital	2,202,088	1,500,800	2,202,088	1,500,800
Share premium	173,997,568	9,488,747	173,997,568	9,488,747
Retained earnings	153,383,404	134,877,196	100,464,682	81,652,118
Foreign currency translation reserve	(1,341,036)	(896,476)	-	-
Other reserves arising on business combination*	(157,816,689)	6,534,440	-	-
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY</b>	<b>170,425,335</b>	<b>151,504,707</b>	<b>276,664,338</b>	<b>92,641,665</b>
Non controlling interest	21,217,189	19,520,368	-	-
<b>TOTAL EQUITY</b>	<b>191,642,524</b>	<b>171,025,075</b>	<b>276,664,338</b>	<b>92,641,665</b>
Borrowings	8,846,393	11,160,339	7,057,436	8,441,880
Retirement benefits obligation	8,325,948	8,770,669	3,833,426	3,754,500
Deferred tax	34,172,979	30,885,433	18,021,055	14,241,070
Provisions	2,898,281	2,561,661	742,123	640,498
Deferred revenue	782,704	812,808	782,704	812,808
<b>NON-CURRENT LIABILITIES</b>	<b>55,026,305</b>	<b>54,190,910</b>	<b>30,436,744</b>	<b>27,890,756</b>
Trade and other payables	51,305,162	45,166,210	30,734,536	24,549,043
Provisions	1,333,773	1,559,504	917,471	973,955
Borrowings	2,263,675	14,242,231	3,384,444	13,069,412
Deferred revenue	30,104	30,104	30,104	30,104
Current tax payable	1,553,878	1,093,101	742,539	711,982
Bank overdraft	2,723,407	2,875,239	717,382	-
<b>CURRENT LIABILITIES</b>	<b>59,209,999</b>	<b>64,966,389</b>	<b>36,526,476</b>	<b>39,334,496</b>
Liabilities associated with assets held for sale	-	7,943,719	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>305,878,828</b>	<b>298,126,093</b>	<b>343,627,558</b>	<b>159,866,917</b>

\* N157.8B is the adjustment for the business combination using the pooling of interest method of accounting for entities under common control.

#### Consolidated Statement of Profit or Loss

For the year ended	Group		Company	
	31/12/2014 N'000	31/12/2013 N'000	31/12/2014 N'000	31/12/2013 N'000
Continuing operations				
Revenue	205,844,801	206,072,691	105,848,657	97,174,505
Current operating income	45,723,184	45,543,369	34,360,922	31,024,896
Other operating income/ (expenses) (1)	(1,545,512)	21,466,670	(973,736)	(381,082)
Operating income (2)	44,177,672	67,010,039	33,387,186	30,643,814
Income before tax (1) (2)	41,198,427	64,261,549	32,352,996	27,443,083
Net Income from continuing operations (1) (2) (3)	34,660,666	60,953,245	28,360,146	28,022,200
<b>NET INCOME</b>	<b>34,385,275</b>	<b>60,319,703</b>	<b>28,360,146</b>	<b>28,022,200</b>

(1) 2013: non-recurring gain on disposal of investment of N21.7B arising from the disposal of the Pan African Cement Proprietary Limited investment.

(2) 2014: includes the equity accounted result of Unicem in Q4. The 2014 impact was -N2.4B mainly due to revaluation of foreign currency payables.

(3) 2013: non-recurring gains of N4.1B and N0.5B prior year Pioneer Taxgains received for Wapco and Ashaka respectively in 2013

#### CHANGE OF NAME

The Company formally changed its name from Lafarge Cement WAPCO Nigeria Plc to Lafarge Africa Plc on 16 July, 2014 following shareholders' approval at 2014 Annual General Meeting.

#### BUSINESS COMBINATION

The formation of the new Lafarge Africa Plc entity with the combination of Lafarge South Africa Holdings (Pty) Limited (100%), United Cement Company of Nigeria Limited (Unicem) through Egyptian Cement Holdings BV (35%), AshakaCem Plc (58.61%) and Atlas Cement Company Limited (100%) with Lafarge Africa Plc was concluded on 12 September, 2014. Pooling of interest has been used to combine the entities where Lafarge Africa Plc holds a majority share, i.e. all entities except Unicem. Unicem has been combined using the equity method of accounting. The financial statements of these entities are included in the consolidated financial statements of Lafarge Africa Plc for the year ended 31 December 2014, while the 2013 comparatives have been restated, in line with the Pooling of Interest method.

#### Financial Highlights

##### Revenue

Overall Group revenue grew by 4% when excluding exchange rate impacts. Revenues were flat versus last year when including the translation effect from the South African Rand. Wapco Operations (the Company) showed strong growth, with a 9% increase. Ready Mix in Nigeria continues to ramp up and more than tripled its turn-over.

##### Profit Before Tax (PBT)

Wapco Operations PBT grew by 18% to N32.4B in 2014 against a PBT of N27.4B in 2013.

The Group's PBT grew by 2% when excluding the one off gain and the Unicem scope change as mentioned under footnotes 1-2 shown under the P&L.

##### Profit After Tax (PAT)

Current Nigerian Operations (Wapco, Ready-Mix and Ashaka) PAT grew by 26% when excluding one off gains and the Unicem scope change as mentioned under footnotes 1-3 shown under the P&L. South Africa and Unicem showed decreases vs 2013 mainly following the competitive environment in 2014 in South Africa and the revaluation of foreign currency denominated payables, mainly relating to the expansion project, in Q4 in Unicem.

Overall Group PAT from consolidated operations grew by 8% when excluding one off gains and the Unicem scope change as mentioned under footnotes 1-3 shown under the P&L.

These financial results were approved and authorized for issue by the Board of Directors on 11th March, 2015 and signed on its behalf by:

#### BY ORDER OF THE BOARD

**UZOMA UJA (MS.)**

FRC/2012/NBA/00000001645

Company Secretary

Dated this 11th day of March, 2015

#### REGISTERED OFFICE:

27B Gerrard Road, Ikoyi, Lagos State