

Lafarge Africa Plc
Unaudited Condensed Financial Statements
30 June 2023

Lafarge Africa Plc

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Lafarge Africa Plc

Directors' and Other Corporate Information

Company registration number

RC 1858

Directors

Mr. Adebode Adefioye
Mr. Lolu Alade-Akinyemi
Mrs. Elenda Giwa-Amu
Mrs. Adenike Ogunlesi
Mrs. Karine Uzan Mercie (French)
Mr. Khaled Abdel Aziz El Dokani (Egyptian)
Mr. Gbenga Oyebode, MFR
Mrs. Oyinkan Adewale (FCA)
Mr. Kaspar Theiler (Swiss)
Ms. Sonal Shrivastava (Indian) (appointed w.e.f February 25, 2023)
Mr. Rajesh Surana (Indian) - (appointed w.e.f April 27, 2023)

Chairman
Group Managing Director/CCEO
Non-Executive Director
Independent Non-Executive Director
Non-Executive Director
Non-Executive Director
Independent Non-Executive Director
Independent Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director

Acting Chief Financial Officer

Mr Chinedu Richard

Company Secretary

Mrs. Adewunmi Alode

Company Registered Office

Lafarge Africa Plc
27B, Gerrard Road,
Ikoyi,
Lagos

Registrar

Cardinal Stone (Registrars) Limited
[formerly City Securities (Registrars) Limited]
335/337 Herbert Macaulay Road,
Yaba,
Lagos

Independent Auditors

Ernst & Young Professional Services
UBA House Marina Rd
Lagos-Island
Lagos

Principal Bankers

Access Bank Plc
Citibank Nigeria Limited
Ecobank Nigeria Plc
First Bank of Nigeria Ltd
Guaranty Trust Bank Plc
Standard Chartered Bank Nigeria Ltd
Stanbic IBTC Bank Plc
United Bank for Africa Plc
Wema Bank Plc
Zenith Bank Plc
Globus Bank Limited
Union Bank of Nigeria Plc

Lafarge Africa Plc

Consolidated and Separate Statements of Profit or Loss and Other Comprehensive Income for the period ended 30 June, 2023

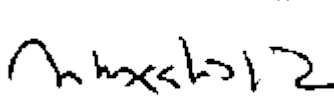
Notes	Group				Company				
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	
Revenue	3	105,859,743	95,980,914	197,681,193	186,586,652	98,338,027	86,829,845	181,777,370	168,317,795
Cost of sales (Production)	4	(48,942,665)	(42,055,182)	(94,286,048)	(90,515,932)	(42,857,967)	(36,092,916)	(81,552,232)	(77,818,018)
Gross profit		56,917,078	53,925,732	103,395,145	96,070,720	55,480,060	50,736,929	100,225,138	90,499,777
Selling and distribution costs	5	(21,609,204)	(22,630,854)	(40,276,059)	(37,653,103)	(19,943,183)	(20,543,591)	(37,409,868)	(34,604,126)
Administrative expenses	6	(5,489,521)	(4,880,049)	(11,249,269)	(10,112,903)	(5,440,510)	(4,761,741)	(11,171,470)	(9,805,078)
Other income	7	251,729	89,631	425,012	199,926	211,746	31,891	343,596	85,518
Impairment reversal on receivables	8	(23,599)	9,345	(9,291)	42,034	-	8,941	(9,292)	44,184
Operating profit		30,046,483	26,513,805	52,285,538	48,546,674	30,308,113	25,472,429	51,978,104	46,220,275
Finance income	9 (a)	3,151,539	136,945	4,436,896	191,632	2,500,231	118,223	3,749,664	161,747
Finance costs	9 (b)	(411,202)	(1,239,305)	(1,407,223)	(1,859,673)	(249,613)	(750,248)	(1,105,466)	(1,178,081)
Profit before tax		32,786,820	25,411,445	55,315,211	46,878,633	32,558,731	24,840,404	54,622,302	45,203,941
Income tax expense	10	(12,289,833)	(5,559,163)	(19,836,387)	(9,468,274)	(12,201,380)	(5,358,122)	(19,546,363)	(8,940,444)
Profit after tax for the period		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
Other comprehensive income:									
Other comprehensive (loss)/income for the period, net of tax		-	-	-	-	-	-	-	-
Total comprehensive income for the period		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
Profit attributable to :									
- Owners		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
- Non-controlling interests		-	-	-	-	-	-	-	-
		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
Total comprehensive income for the period is attributable to:									
- Owners		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
- Non-controlling interests		-	-	-	-	-	-	-	-
		20,496,987	19,852,282	35,478,824	37,410,359	20,357,351	19,482,282	35,075,939	36,263,497
Earnings per share attributable to the ordinary equity holders of the Company:									
Basic earnings per share (Kobo)	21	127	123	220	232	126	121	218	225

Lafarge Africa Plc

Consolidated and Separate Statements of Financial Position as at 30 June, 2023

	Notes	Group		Company	
		30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
ASSETS					
Non-current assets					
Property, plant and equipment	11	343,383,925	341,458,500	278,583,430	276,696,636
Intangible assets	12	83,686	91,182	83,686	91,181
Investments in subsidiaries	13.1	-	-	63,906,867	63,906,867
Other assets	16	58,184,007	60,851,702	54,516,109	57,167,949
Deferred tax assets		1,285,052	2,031,419	1,285,052	2,031,419
Total non-current assets		402,936,670	404,432,803	398,375,144	399,894,052
Current assets					
Inventories	17	55,231,378	53,043,073	41,463,609	41,896,205
Trade and other receivables	18	7,195,084	6,353,825	50,554,535	43,149,848
Other assets	16	10,003,064	18,462,277	9,329,592	17,326,786
Other financial assets	14	86,193	21,000	68,843	14,335
Cash and cash equivalents	19	179,242,891	118,398,495	170,753,544	106,901,117
Total current assets		251,758,610	196,278,670	272,170,123	209,288,291
Total assets		654,695,280	600,711,473	670,545,267	609,182,343
LIABILITIES					
Non-current liabilities					
Loans and borrowings	22	1,271,117	1,530,387	198,493	529,850
Employee benefit obligations	25	2,495,866	2,410,849	2,090,755	2,042,726
Deferred income	24	938,341	1,094,611	957,477	1,012,843
Provisions	23	3,256,943	2,718,463	1,489,969	1,389,034
Deferred tax liabilities		25,141,039	8,472,328	16,477,267	-
Total non-current liabilities		33,103,306	16,226,638	21,213,961	4,974,453
Current liabilities					
Loans and borrowings	22	37,426,522	35,062,463	35,257,372	33,255,574
Deferred income	24	279,162	261,924	110,732	110,732
Trade and other payables	26	104,034,800	80,797,500	118,028,761	90,874,972
Contract liabilities	27	53,362,551	46,019,970	51,800,279	40,410,912
Provisions	23	4,608,448	2,353,466	4,578,648	2,108,367
Current tax liabilities		2,515,254	3,887,507	2,416,675	3,171,530
Total current liabilities		202,226,737	168,382,830	212,192,467	169,932,087
Total liabilities		235,330,043	184,609,468	233,406,428	174,906,540
EQUITY					
Share capital	20	8,053,899	8,053,899	8,053,899	8,053,899
Share premium	20.1	435,148,731	435,148,731	435,148,731	435,148,731
Retained earnings		230,291,664	227,028,432	187,614,188	184,751,152
Other reserves arising on business combination and re-organisations		(254,129,057)	(254,129,057)	(193,677,979)	(193,677,979)
Capital and reserves attributable to owners		419,365,237	416,102,005	437,138,839	434,275,802
Non-controlling interests		-	-	-	-
Total equity		419,365,237	416,102,005	437,138,839	434,275,802
Total equity and liabilities		654,695,280	600,711,473	670,545,267	609,182,343

These financial statements were approved and authorised for issue by the board of directors on 27th July 2023 and were signed on its behalf by:



Adebode Adefioye
Chairman
FRC/2017/IODN/00000016512



Lolu Alade-Akinyemi
Group Managing Director/CEO
FRC/2020/001/00000020157



Chinedu Richard
Acting Chief Financial Officer
FRC/2023/PRO/ANAN/001/294596

Lafarge Africa Plc

Consolidated Statement of Changes in Equity for the period ended 30 June, 2023

Group	Attributable to equity holders of the parent				Total equity N'000
	Share capital N'000	Share premium N'000	Retained earnings N'000	Other reserves arising on business combination and re- organisations N'000	
Balance at 1 January 2022	8,053,899	435,148,731	189,487,103	(254,129,057)	378,560,676
Profit for the period ended 30 June 2022	-	-	37,410,359	-	37,410,359
Total comprehensive income for the period	-	-	37,410,359	-	37,410,359
Balance at 30 June 2022	8,053,899	435,148,731	226,897,462	(254,129,057)	415,971,035
Balance at 30 June 2022	8,053,899	435,148,731	226,897,462	(254,129,057)	415,971,035
Profit for the period (July 1 to December 31 2022)	-	-	16,237,097	-	16,237,097
Other comprehensive loss (Net of tax)	-	-	1,669	-	1,669
Total comprehensive income for the period	-	-	16,238,766	-	16,238,766
Transaction with owners:					
Dividends declared			(16,107,796)		(16,107,796)
Total transaction with owners	-	-	(16,107,796)	-	(16,107,796)
Balance at 31 December 2022	8,053,899	435,148,731	227,028,432	(254,129,057)	416,102,005
Balance at 1 January 2023	8,053,899	435,148,731	227,028,432	(254,129,057)	416,102,005
Profit for the period ended 30 June 2023	-	-	35,478,824	-	35,478,824
Total comprehensive income for the period	-	-	35,478,824	-	35,478,824
Transaction with owners:					
Dividends declared	-	-	(32,215,592)	-	(32,215,592)
Total transaction with owners	-	-	(32,215,592)	-	(32,215,592)
Balance at 30 June 2023	8,053,899	435,148,731	230,291,664	(254,129,057)	419,365,237

Lafarge Africa Plc

Consolidated Statement of Changes in Equity for the period ended 30 June, 2023

Company	Attributable to equity holders of the parent				
	Share capital N'000	Share premium N'000	Retained earnings N'000	Other reserves arising on business combination and re-organisations N'000	Total equity N'000
Balance at 1 January 2022	8,053,899	435,148,731	145,824,819	(193,677,979)	395,349,470
Profit for the period ended 30 June 2022	-	-	36,263,497	-	36,263,497
Total comprehensive income for the period	-	-	36,263,497	-	36,263,497
Balance at 30 June 2022	8,053,899	435,148,731	182,088,316	(193,677,979)	431,612,967
Balance at 30 June 2022	8,053,899	435,148,731	182,088,316	(193,677,979)	431,612,967
Profit for the period (July 1 to December 31 2022)	-	-	18,768,963	-	18,768,963
Other comprehensive loss (Net of tax)	-	-	1,669	-	1,669
Total comprehensive loss for the period	-	-	18,770,632	-	18,770,632
Transaction with owners:					
Dividends declared	-	-	(16,107,796)	-	(16,107,796)
Total transaction with owners	-	-	(16,107,796)	-	(16,107,796)
At 31 December 2022	8,053,899	435,148,731	184,751,152	(193,677,979)	434,275,803
At 1 January 2023	8,053,899	435,148,731	184,751,152	(193,677,979)	434,275,803
Profit for the period ended 30 June 2023	-	-	35,075,939	-	35,075,939
Total comprehensive income for the period	-	-	35,075,939	-	35,075,939
Transaction with owners:					
Dividends declared	-	-	(32,212,903)	-	(32,212,903)
Total transaction with owners	-	-	(32,212,903)	-	(32,212,903)
Balance at 30 June 2023	8,053,899	435,148,731	187,614,188	(193,677,979)	437,138,839

Lafarge Africa Plc

Consolidated and Separate Statements of Cash Flows for the period ended 30 June, 2023

	Notes	Group		Company	
		30 June 2023	30 June 2022	30 June 2023	30 June 2022
		N'000	N'000	N'000	N'000
Cash flows from operating activities:					
Profit after tax		35,478,824	37,410,359	35,075,939	36,263,497
Adjustments to reconcile Profit for the period to net cash flows:					
Depreciation	11.2	13,566,250	12,431,484	12,199,602	11,039,489
Amortization of intangible assets	12	7,496	547,357	7,495	479,644
Other non-cash items	28.3	333,841	394,664	(20,041)	(223,816)
Net unrealized foreign exchange movement		813,896	(10,621)	295,866	198,482
Finance costs	9(b)	1,407,223	1,074,511	1,105,466	699,605
Finance income	9(a)	(2,152,960)	(191,632)	(2,091,122)	(161,747)
Income tax expense	10	19,836,387	9,468,274	19,546,363	8,940,444
Provisions and net movement on employee benefits	28.2	2,217,267	(1,212,224)	2,335,369	(1,145,514)
Change in net working capital	28.1	28,237,157	(9,721,672)	32,526,017	(9,987,128)
Cash flow generated from operations		99,745,381	50,190,500	100,980,955	46,102,955
Income taxes paid		(3,799,068)	(3,418,813)	(3,074,006)	(2,283,317)
Net cash flow generated from operating activities		95,946,313	46,771,687	97,906,948	43,819,638
Cash flows from investing activities					
Acquisition of property, plant and equipment	11.1	(13,934,504)	(7,083,121)	(12,862,575)	(6,045,713)
Interest income received		2,152,960	144,601	2,091,122	114,716
Net cash flow used in investing activities		(11,781,544)	(6,938,520)	(10,771,453)	(5,930,997)
Cash flows from financing activities					
Interest paid		(1,062,093)	(518,834)	(934,660)	(423,253)
Dividend paid to equity holders of the company	26.2	(21,047,013)	(12,276,516)	(21,047,013)	(12,276,516)
Proceeds from loans and borrowings	22.3	-	7,825,229	-	6,932,354
Repayment of lease liabilities	22.3	(1,303,143)	(1,989,152)	(1,303,143)	(1,989,152)
Repayment of loans and borrowings	22.3	(1,164,652)	(2,774,467)	(1,164,652)	(2,234,961)
Net cash flow used in financing activities		(24,576,901)	(9,733,740)	(24,449,468)	(9,991,528)
Net increase in cash and cash equivalents		59,587,868	30,099,427	62,686,027	27,897,113
Cash and cash equivalents at the beginning of the period	19.2	116,761,553	48,625,884	105,264,175	43,696,638
Effects of exchange rate changes on cash and cash equivalents		1,256,528	25,289	1,166,400	22,278
Cash and cash equivalents at the end of the period	19.2	177,605,949	78,750,600	169,116,602	71,616,029

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

1 Business description

Lafarge Africa Plc (Lafarge Africa) was incorporated in Nigeria on 26 February, 1959 and commenced business on 10 January 1961. The Company, formerly known as Lafarge Cement WAPCO Nigeria Plc, changed its name after a special resolution was passed by the shareholders at an Annual General Meeting held on Wednesday 9 July 2014. The change of name became effective with the acquisition of shares in Lafarge South Africa Holdings (Proprietary) Limited (LSAH), which were disposed of in 2019, United Cement Company of Nigeria Limited (UNICEM), AshakaCem Ltd (AshakaCem) and Atlas Cement Company Limited (Atlas). The Company's corporate head office is situated at 27B Gerrard Road, Ikoyi, Lagos which is the same as the registered office.

Lafarge Africa is in the business of manufacturing and marketing of cement and other cementitious products such as Ready-Mix Concrete, Aggregates, Fly-Ash etc. On July 15, 2016, Lafarge S.A. France and Holcim Limited, Switzerland, two large global players, merged to form LafargeHolcim Group, based in Zurich, Switzerland. Consequently Lafarge Africa is now a subsidiary company of LafargeHolcim (now Holcim Group, by virtue of a name change resolution passed by the shareholders at an Annual General Meeting held on 4 May 2021).

The Group's subsidiaries are as stated below;

30 June 2023	31 December 2022	30 June 2022
AshakaCem Limited Wapsila Nigeria Limited	AshakaCem Limited Wapsila Nigeria Limited	AshakaCem Limited Wapsila Nigeria Limited

These consolidated and separate financial statements cover the financial period from 1 January 2023 to 30 June 2023, with June 2022 and December 2022 as comparative for Income statement and statement of financial position, respectively.

1.1 Shareholding structure

Description	30 June 2023		30 June 2022	
	Units	Percentage	Units	Percentage
Issued Share Capital	16,107,795,721	100%	16,107,795,721	100%
Substantial Shareholdings (5% and above)				
Names of Shareholders				
Caricement BV	9,027,365,874	56.04%	9,027,365,874	56.04%
Associated Intl Cement Ltd U.K	4,473,044,718	27.77%	4,473,044,718	27.77%
Total Substantial Shareholdings	13,500,410,592	83.81%	13,500,410,592	83.81%

Details of Directors Shareholdings (direct and indirect), excluding directors' holding substantial interests				
Name(s) of Directors				
Mr. Adebode Adefioye	-	-	-	-
Mr. Khaled El Dokani	-	-	-	-
Mrs. Elenda Giwa-Amu	203,550	0.0015%	203,550	0.0015%
Mrs. Adenike Ogunlesi	-	-	-	-
Ms. Karine Uzan Mercie	-	-	-	-
Mr. Kaspar Theiler	-	-	-	-
Mr. Lolu Alade-Akinoyemi	-	-	-	-
Mr. Gbenga Oyebode MFR	-	-	-	-
Mrs. Oyinkan Adewale	-	-	-	-
Ms. Sonal Shrivastava	-	-	-	-
Total Directors' Shareholdings	203,550	0.0015%	203,550	0.0015%
Details of Other Influential shareholdings, if any (E.g. Government, Promoters)				
Name(s) of Entities/ Government	-	-	-	-
Osun State Government	5,093,271	0.03%	5,093,271	0.03%
Total Other Influential Shareholdings	5,093,271	0.03%	5,093,271	0.03%
Free Float in Unit and Percentage	2,602,088,308	16.16%	2,602,088,308	16.16%
Free Float in Value (NGN)	N76,761,605,086.00		N68,695,131,331.20	

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

Declaration:

- A) A) Lafarge Africa Plc with a free float value of N76,761,605,086.00 as at June 30, 2023 is compliant with The Exchange's free float requirements for companies listed on the Main Board.
- (B) (B) Lafarge Africa Plc with a free float value of N68,695,131,331.20 as at June 30, 2022 is compliant with The Exchange's free float requirements for companies listed on the Main Board.

1.2 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule), Lafarge Africa Plc maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy undergoes periodic reviews by the Board and is updated accordingly. The Company has made specific inquiries of all its Directors and other insiders and is not aware of any infringement of the policy during the period under review.

2 Summary of significant accounting policies

The Group financial statements of Lafarge Africa Plc for the period ended 30 June 2023 have been prepared in accordance with International Financial Reporting Standards ("IFRS") and interpretations issued by the IFRS Interpretations Committee (IFRIC) applicable to companies reporting under IFRS and the requirements of the Companies and Allied Matters Act 2020 and the Financial Reporting Council of Nigeria Act, 2011.

Lafarge Africa Plc Group has consistently applied the same accounting policies and methods of computation in its interim condensed consolidated and separate financial statements as in its annual financial statements. There were no new standards, interpretations and amendments, effective for the first time from 1st January 2023, which had a material effect on these financial statements.

2.1 Basis of preparation

i) Compliance with IFRS

These interim condensed consolidated and separate financial statements of Lafarge Africa Plc Group have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2022 annual report. The financial statements were prepared on a going concern basis.

The financial statements comprise the consolidated and separate statements of profit or loss and other comprehensive income, the consolidated and separate statements of financial position, the consolidated and separate statement of changes in equity, the consolidated and separate statement of cash flows and the notes to the financial statements.

ii) Basis of measurement

The financial statements have been prepared in accordance with the going concern assumption under the historical cost concepts, except for the following:

- non-derivative financial instruments – initially at fair value and subsequently at amortized cost using effective interest rate
- derivative financial instruments – measured at fair value
- defined benefit pension plans - plan assets measured at fair value
- inventory - lower of cost and net realisable value
- lease liabilities- measured at present value of future lease payments

The historical financial information is presented in Naira and all values are rounded to the nearest thousand (N'000), except where otherwise indicated. The accounting policies are applicable to both the Company and Group.

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

	Group				Company			
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
3 Revenue								
Sale of goods	105,859,743	95,980,914	197,681,193	186,586,652	98,338,027	86,829,845	181,777,370	168,317,795
The following is an analysis of revenue by product:								
Cement	102,450,096	93,105,198	191,905,450	181,094,350	94,864,032	84,121,347	176,001,627	162,992,711
Aggregates and concrete	3,324,235	2,697,969	5,588,971	5,215,615	3,324,235	2,697,969	5,588,971	5,215,615
Other products (Note 3.1)	85,412	177,747	186,772	276,687	149,760	10,529	186,772	109,469
	105,859,743	95,980,914	197,681,193	186,586,652	98,338,027	86,829,845	181,777,370	168,317,795

3.1 Other products represent revenue earned from the sale of mortar for the Company, while sales of mortar and power for the Group

	Group				Company			
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
4 Production cost of sales by nature								
Production variable costs	30,789,679	27,601,870	58,977,922	58,984,887	27,804,912	24,243,301	52,121,728	52,048,307
Production fixed costs (Note 4.1)	7,555,555	4,822,436	13,551,251	11,340,948	5,512,417	3,085,976	9,819,035	7,315,651
Maintenance fixed costs	4,244,684	4,161,586	8,494,143	8,384,176	3,837,962	3,871,667	7,696,154	7,808,595
Depreciation (Note 11.2)	6,352,747	5,469,290	13,262,732	11,805,921	5,702,676	4,891,972	11,915,315	10,645,465
	48,942,665	42,055,182	94,286,048	90,515,932	42,857,967	36,092,916	81,552,232	77,818,018

4.1 Production fixed costs

Included in production costs are personnel expenses, by-products costs and electrical energy expenses.

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	Group				Company			
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
5 Selling and distribution costs								
Distribution variable cost	16,933,960	19,771,596	33,559,111	32,381,404	15,558,559	17,993,573	31,189,737	29,843,193
Distribution fixed costs	2,786,720	1,615,383	3,740,128	3,143,228	2,496,100	1,306,143	3,243,311	2,632,462
Advertising expenses	342,293	250,381	479,238	336,554	342,293	250,381	479,238	336,554
Campaign and innovation expenses	-	-	3,328	3,328	-	-	3,328	3,328
Marketing staff salaries and other costs	1,546,231	993,494	2,494,254	1,788,589	1,546,231	993,494	2,494,254	1,788,589
	21,609,204	22,630,854	40,276,059	37,653,103	19,943,183	20,543,591	37,409,868	34,604,126

	Group				Company			
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
6 Administrative expenses by nature								
Salaries and other staff related costs	1,841,239	1,287,133	3,805,200	3,208,495	1,841,239	1,287,133	3,805,200	3,208,495
State taxes and levies	466,666	453,078	919,746	906,158	466,666	453,078	919,746	906,157
Office and general expenses	893,949	1,132,837	2,585,306	1,967,660	888,976	1,128,549	2,595,582	1,959,086
Depreciation (Note 11.2)	233,772	321,440	375,417	625,563	189,734	207,419	287,341	394,024
Amortisation of intangible assets	3,747	239,822	7,494	547,357	3,747	239,822	7,494	479,644
Technical service fees (Note 6.1)	2,050,148	1,445,740	3,556,107	2,857,672	2,050,148	1,445,740	3,556,107	2,857,672
	5,489,521	4,880,049	11,249,269	10,112,903	5,440,510	4,761,741	11,171,470	9,805,078

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6.1 Technical service fees

	Group				Company			
	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
Provision during the period	2,050,148	1,445,740	3,556,107	2,857,672	2,050,148	1,445,740	3,556,107	2,857,672
	2,050,148	1,445,740	3,556,107	2,857,672	2,050,148	1,445,740	3,556,107	2,857,672

	Group				Company			
	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
7 Other income								
Gain on disposal of property, plant and equipment	56,318	-	56,318	24,597	56,318	-	56,318	24,597
Government grants**	67,666	85,421	139,031	169,772	27,683	27,682	55,366	55,365
Sale of Scraps and other miscellaneous income	127,745	4,210	229,663	5,557	127,745	4,209	231,912	5,556
	251,729	89,631	425,012	199,926	211,746	31,891	343,596	85,518

**Government grant represents fair value income from below market rate loan

	Group				Company			
	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
8 Impairment of receivables								
Impairment reversal on trade receivables	(23,599)	9,345	(9,291)	42,034	-	8,941	(9,292)	44,184
	(23,599)	9,345	(9,291)	42,034	-	8,941	(9,292)	44,184

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	Group				Company			
	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	3months ended 30/06/2023 N'000	3months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
9 Finance income and costs								
Interest income under the effective interest method and other finance income:								
a)								
Interest income from Short term fixed deposits and current accounts	1,239,083	89,914	2,152,960	144,601	1,215,775	71,192	2,091,122	114,716
Foreign exchange gain (net)	1,912,153	-	2,236,602	-	1,331,487	-	1,658,542	-
	3,151,539	136,945	4,436,896	191,632	2,500,231	118,223	3,749,664	161,747
b) Finance costs:								
Interest on borrowings	(162,811)	(449,408)	(674,846)	(782,902)	(35,440)	(275,886)	(423,263)	(438,646)
Interest cost on employees' long service awards	(69,930)	(51,915)	(122,900)	(105,055)	(53,277)	(45,927)	(99,204)	(91,854)
Interest cost on defined benefit obligations	-	(7,350)	(7,350)	(14,700)	-	(7,350)	(7,350)	(14,700)
Bank charges**	(178,461)	(36,859)	(602,127)	(171,854)	(160,896)	(23,306)	(575,649)	(154,405)
Finance costs per statement of cash flows	(411,202)	(545,532)	(1,407,223)	(1,074,511)	(249,613)	(352,469)	(1,105,466)	(699,605)
Net Foreign exchange gain/(loss)	-	(693,773)	-	(785,162)	-	(397,779)	-	(478,476)
Finance costs	(411,202)	(1,239,305)	(1,407,223)	(1,859,673)	(249,613)	(750,248)	(1,105,466)	(1,178,081)
Net finance costs recognised in the profit or loss	2,740,337	(1,102,360)	3,029,673	(1,668,041)	2,250,618	(632,025)	2,644,198	(1,016,334)

**Bank charges represent Letter of credit charges and other bank account operational charges

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10 Income tax expense

This note provides an analysis of the Group and Company's income tax expense.

	Group				Company			
	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Current taxation								
Company income tax	656,238	885,459	1,124,781	1,706,623	616,590	286,023	1,044,107	598,014
Education tax	941,851	525,268	1,294,748	1,003,149	923,967	471,671	1,276,864	903,704
Police fund levy (Note 10.3)	1,034	1,871	1,780	1,871	1,025	1,813	1,759	1,813
Police fund levy -prior year (Note 10.3)	-	1,471		1,471		1,471		1,471
Total current tax expense	1,599,123	1,414,069	2,421,309	2,713,114	1,541,582	760,978	2,322,730	1,505,002
Deferred taxation								
Deferred income tax expense to profit or loss	10,690,710	4,145,094	17,415,078	6,755,160	10,659,798	4,597,144	17,223,633	7,435,442
Income tax expense	12,289,833	5,559,163	19,836,387	9,468,274	12,201,380	5,358,122	19,546,363	8,940,444

10.1 Effective tax rate

	Group		Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022
The effective tax rate is as follows:						
Effective tax rate	36%	20%	36%	18%	36%	20%

10.2 Pioneer status incentive

The Group benefited from a tax relief arising from the pioneer tax relief granted on one of the Company's production lines in the Mfamosing Plant. The Company was granted pioneer tax status for additional two years with an effective production date from January 1 2021 duly certified by the Nigerian Investment Promotion Commission via a letter dated 30 July 2021. The pioneer tax relief ended on December 31, 2022.

10.3 Police fund levy

The Nigerian Police Trust Fund Act (the "Act") was signed into law by the President on 24 June 2019. The Act establishes a Fund; proceeds from which will be used to train police personnel and procure security machinery and equipment. The Act imposes a levy of 0.005% of the "net profit" of companies 'operating business' in Nigeria.

Lafarge Africa Plc has made a provision of ₦1.759m and ₦1.780m for Company and the Group respectively in its income statement for the 6months ended June 2023.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

11 Property, plant and equipment

Group	Leasehold Land	Buildings	Production Plant	Furniture	Motor Vehicles	Computer Equipment	Exploration and evaluation assets	Construction Work in Progress	**Right of use assets	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost:										
As at 1 January 2023	15,107,938	118,308,191	365,568,958	1,872,759	7,382,575	1,981,857	1,959,013	54,980,466	35,089,326	602,251,083
Capital expenditure	-	-	-	-	-	-	-	15,497,345	-	15,497,345
Construction expenditure capitalised	1,474	168,384	3,543,549	-	3,827,800	-	-	(7,541,208)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	499,329	499,329
Modification of right of use assets	-	-	-	-	-	-	-	-	(505,000)	(505,000)
At 30 June 2023	15,109,412	118,476,575	369,112,507	1,872,759	11,210,375	1,981,857	1,959,013	62,936,604	35,083,655	617,742,758
Accumulated depreciation:										
	Leasehold Land	Buildings	Production Plant	Furniture	Motor Vehicles	Computer Equipment	Exploration and evaluation assets	Construction Work in Progress	**Right of use assets	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2023	4,951,090	40,415,770	160,315,227	1,256,977	3,649,931	1,837,758	227,832	16,144,134	31,993,864	260,792,583
Charge for the year	35,517	2,006,674	9,573,298	75,327	413,501	26,273	-	-	1,435,659	13,566,250
At 30 June 2023	4,986,607	42,422,444	169,888,525	1,332,304	4,063,432	1,864,031	227,832	16,144,134	33,429,523	274,358,833
Carrying amount										
At 30 June 2023	10,122,805	76,054,131	199,223,982	540,455	7,146,943	117,826	1,731,181	46,792,470	1,654,132	343,383,925
At 31 December 2022	10,156,848	77,892,421	205,253,731	615,782	3,732,644	144,099	1,731,181	38,836,332	3,095,462	341,458,500

**See note 11.3 for details on right of use assets

Company	Leasehold Land	Buildings	Production Plant	Furniture	Motor Vehicles	Computer Equipment	Exploration and evaluation assets	Construction Work in Progress	**Right of use assets	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost:										
As at 1 January 2023	7,847,125	99,086,890	329,161,393	1,252,205	6,019,417	1,587,753	-	27,724,581	34,427,214	507,106,578
Capital expenditure	-	-	-	-	-	-	-	14,092,068	-	14,092,068
Construction expenditure capitalised	1,474	168,338	3,380,903	-	3,827,800	-	-	(7,378,515)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	499,329	499,329
Modification of right of use assets	-	-	-	-	-	-	-	-	(505,000)	(505,000)
At 30 June 2023	7,848,600	99,255,228	332,542,296	1,252,205	9,847,217	1,587,753	-	34,438,134	34,421,543	521,192,975
As at 1 January 2023	4,933,199	32,651,510	143,987,226	728,170	3,001,548	1,330,130	-	12,394,270	31,383,890	230,409,943
Charge for the year	24,166	1,612,642	8,695,305	57,203	355,987	26,016	-	-	1,428,284	12,199,602
At 30 June 2023	4,957,365	34,264,152	152,682,531	785,373	3,357,535	1,356,146	-	12,394,270	32,812,174	242,609,545
Carrying amount										
At 30 June 2023	2,891,234	64,991,076	179,859,765	466,832	6,489,682	231,607	-	22,043,864	1,609,369	278,583,430
At 31 December 2022	2,913,926	66,435,380	185,174,167	524,035	3,017,869	257,623	-	15,330,311	3,043,324	276,696,636

**See note 11.3 for details on right of use assets.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

11.1 Reconciliation of acquisition of property, plant and equipment in the statements of cash flows:

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Acquisition of property, plant and equipment	15,497,345	8,469,957	14,092,068	6,914,862
Property, plant and equipment accrual movement	(1,562,842)	(1,386,836)	(1,229,492)	(869,149)
Cash paid for additional property, plant and equipments during the year	13,934,504	7,083,121	12,862,575	6,045,713

11.2 Depreciation

Depreciation for the period, including that charged on Right of Use Assets, has been allocated as follows:

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Cost of sales (Note 4)	13,262,732	11,805,921	11,915,315	10,645,465
Administrative expenses (Note 6)	375,417	625,563	287,341	394,024
	13,638,149	12,431,484	12,202,656	11,039,489

11.3 Right of Use Assets

Group	Leasehold Land	Buildings	Production Plant	Motor Vehicles	Total
	N'000	N'000	N'000	N'000	N'000
Cost:					
As at 1 January 2023	744,767	3,157,556	6,114,371	25,072,632	35,089,326
Additions	278	-	-	499,052	499,329
Modification of leases	(505,000)	-	-	-	(505,000)
As at 30 June 2023	240,045	3,157,556	6,114,371	25,571,684	35,083,656
Accumulated depreciation:					
As at 1 January 2023	124,609	2,180,601	4,987,676	24,700,977	31,993,863
Depreciation charge for the period	14,851	639,971	535,205	332,780	1,435,659
As at 30 June 2023	139,459	2,820,571	5,522,881	25,033,758	33,429,523
Carrying amount					
As at 30 June 2023	100,585	336,985	591,490	537,926	1,566,987
As at 31 December 2022	620,158	976,955	1,126,695	371,655	3,095,464
Company	Leasehold Land	Buildings	Production Plant	Motor Vehicles	Total
	N'000	N'000	N'000	N'000	N'000
Cost:					
As at 1 January 2023	744,767	3,140,532	5,469,282	25,072,633	34,427,214
Additions	278	-	-	499,052	499,329
Modification of leases	(505,000)	-	-	-	(505,000)
As at 30 June 2023	240,045	3,140,532	5,469,282	25,571,684	34,421,543
Accumulated depreciation:					
As at 1 January 2023	124,609	2,163,578	4,394,725	24,700,978	31,383,890
Depreciation charge for the period	14,851	639,971	483,064	332,780	1,428,284
As at 30 June 2023	139,460	2,803,549	4,877,789	25,033,758	32,812,174
Carrying amount					
As at 30 June 2023	100,585	336,983	591,493	537,926	1,609,369
As at 31 December 2022	620,158	976,954	1,074,557	371,655	3,043,324

The Company leases several assets including cement depots and residential apartments. The average lease term of the contracts is 2 years.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

12 Intangible assets

	Group Intangible Assets		Total
	N'000	N'000	N'000
Cost			
Balance at 1 January 2022	4,823,863		4,823,863
Balance at 31 December 2022	4,823,863		4,823,863
Balance at 1 January 2023	4,823,863		4,823,863
Additions			-
At 30 June 2023	4,823,863		4,823,863
Accumulated Amortisation			
Balance at 1 January 2022	4,110,117		4,110,117
Charge for the year	622,564		622,564
Balance at 31 December 2022	4,732,681		4,732,681
Balance at 1 January 2023	4,732,681		4,732,681
Charge for the period	7,496		7,496
At 30 June 2023	4,740,177		4,740,177
Carrying amount			
At 30 June 2023	83,686		83,686
At 31 December 2022	91,182		91,182
Company			
Intangible Assets			
	N'000	N'000	Total
Cost			
Balance at 1 January 2022	3,323,900		3,323,900
Balance at 31 December 2022	3,323,900		3,323,900
Balance at 1 January 2023	3,323,900		3,323,900
Additions	-		-
At 30 June 2023	3,323,900		3,323,900
Accumulated Amortisation			
Balance at 1 January 2022	2,745,578		2,745,578
Charge for the year	487,141		487,141
Balance at 31 December 2022	3,232,719		3,232,719
Balance at 1 January 2023	3,232,719		3,232,719
Charge for the period	7,495		7,495
At 30 June 2023	3,240,214		3,240,214
Carrying amount			
At 30 June 2023	83,686		83,686
At 31 December 2022	91,181		91,181

Intangible assets represents mineral rights and computer software in the Group's operations.

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13 Interests in other entities

13.1 Investments in subsidiaries

The Group's principal subsidiaries at 30 June 2023 are set out below. Unless otherwise stated, they have share capital consisting solely of ordinary shares that are held directly by the Group, and the proportion of ownership interests held equals the voting rights held by the Group. The place of incorporation is also their principal place of business.

30 June 2023

Name of entity	Principal activities	Place of Incorporation	Proportion	Cost
			%	N'000
AshakaCem Limited	Cement	Nigeria	100	63,896,867
Wapsila Nigeria Limited	Power Generation and Sale	Nigeria	100	10,000
				63,906,867

31 December 2022

Name of entity	Principal Activities	Place of Incorporation	Proportion	Cost
			%	N'000
AshakaCem Limited	Cement	Nigeria	100	63,896,867
Wapsila Nigeria Limited	Power Generation and Sale	Nigeria	100	10,000
				63,906,867

14 Other financial assets	Group		Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	N'000	N'000	N'000	N'000
Current:				
Other financial assets	86,193	21,000	68,843	14,335
	86,193	21,000	68,843	14,335

Other financial assets relates to accrued interest receivable on unclaimed dividend

16 Other assets

	Group		Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	N'000	N'000	N'000	N'000
Non current	58,184,007	60,851,702	54,516,109	57,167,949
Current	10,003,064	18,462,277	9,329,592	17,326,786
	68,187,071	79,313,979	63,845,701	74,494,735
Advance payment to suppliers	9,092,470	16,712,693	8,620,281	15,699,180
Prepayment for Gas	35,258,780	32,847,289	35,258,780	32,847,289
Prepaid rent	371,983	198,895	208,673	188,323
Prepaid insurance	910,594	1,465,183	709,311	1,353,777
Advance payment to transporters	22,553,244	23,706,167	19,048,656	23,706,167
Advance payment of taxes and levies	-	699,999	-	699,999
Letters of credit (Note 16.1)	-	3,683,753	-	-
	68,187,071	79,313,979	63,845,701	74,494,735

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

16.1 Letters of credit

The balance represents funded letters of credit in respect of capital expenditure for which the transaction value still resides with the bank and is awaiting transmission to the foreign supplier. The balance has been classified as non-current due to uncertainty of the timing of the usage of the facility for the Ashaka debottlenecking project, which is currently on hold.

17 Inventories

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Raw materials	6,303,904	5,334,179	5,659,966	4,696,009
Semi finished & finished goods	7,701,932	10,781,650	4,479,689	9,053,397
Spare parts	30,587,044	27,038,273	25,730,812	22,779,550
Other supplies (Note 17.1)	10,638,498	9,888,971	5,593,142	5,367,249
	55,231,378	53,043,073	41,463,609	41,896,205

17.1 Other supplies

Other supplies consists of safety equipment, packaging materials, traditional fuel and production materials.

18 Trade and other receivables

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Trade receivables:				
Third party sales	4,313,845	3,971,532	3,803,429	3,567,496
Related party sales	-	-	3,295,227	1,223,198
	4,313,845	3,971,532	7,098,656	4,790,694
Impairment on trade receivables (Note 18.2)	(770,494)	(711,665)	(735,397)	(676,568)
Net trade receivables	3,543,351	3,259,867	6,363,259	4,114,126
Other receivables (Note 18.1)	3,651,731	2,365,694	3,394,305	2,225,951
Due from related parties (Note 18.3)	-	728,264	40,796,971	36,809,771
Other short term receivables	3,651,731	3,093,958	44,191,276	39,035,722
Total trade and other receivables	7,195,082	6,353,825	50,554,535	43,149,848

18.1 Other receivables

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Withholding tax receivable	998,476	990,756	998,476	990,756
Receivable from Registrar	202,096	202,096	202,096	202,096
Receivables from bank	300,000	300,000	300,000	300,000
Staff and other related receivables	2,151,159	872,842	1,893,733	733,099
	3,651,731	2,365,694	3,394,305	2,225,951

18.2 Movement in impairment allowance on trade receivables

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
At 1 January	711,665	280,496	676,568	269,432
Impairment losses (written back) / provision	58,829	431,169	58,829	407,136
At Closing	770,494	711,665	735,397	676,568

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18.3 Due from related parties

The balance for the company includes Intra-group and Inter-company receivables from operations ranging from employee recharge costs to other back end expenses. The Intra-group receivables has been eliminated in arriving at the Group figures

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
19 Cash and cash equivalents				
Restricted cash (Note 19.1)	1,636,942	1,636,942	1,636,942	1,636,942
Cash in hand and at bank (Note 19.2)	177,605,949	116,761,553	169,116,602	105,264,175
Cash and cash equivalents in the statement of financial position	179,242,891	118,398,495	170,753,544	106,901,117

19.1 Restricted cash

Restricted cash represents unclaimed dividend.

19.2 Cash and cash equivalents in the statement of cash flows

	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Cash in hand and at bank	177,605,949	116,761,553	169,116,602	105,264,175
Cash and cash equivalents in the statement of cash flows	177,605,949	116,761,553	169,116,602	105,264,175

20 Share capital

	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Authorised:				
16,107,795,721 ordinary shares of 50k each	8,053,899	8,053,899	8,053,899	8,053,899

Issued and fully paid

Ordinary shares of 50k each

	No of shares '000	Share capital N'000
At 1 January 2022	16,107,796	8,053,899
Issued during the period	-	-
At 30 June 2023	16,107,796	8,053,899
At 1 January 2022	16,107,796	8,053,899
Issued during the year	-	-
At 31 December 2022	16,107,796	8,053,899

20.1 Share premium

	Share premium N'000
At 1 January 2022	435,148,731
At 30 June 2023	435,148,731
At 31 December 2022	435,148,731

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 June, 2023

21 Earnings per share

Earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding at the end of the reporting period.

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	3months ended 30/06/2023	3months ended 30/06/2022
	N'000	N'000	N'000	N'000
Profit attributable to equity holders of the Company	35,478,824	37,410,359	35,075,939	36,263,497
Number of ordinary shares in issue (Basic)	16,107,796	16,107,796	16,107,796	16,107,796
Basic earnings per share (Kobo)	220	232	218	225

22 Loans and borrowings

	Group		Company	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	N'000	N'000	N'000	N'000
Non-current	1,271,117	1,530,387	198,493	529,850
Current	37,426,522	35,062,463	35,257,372	33,255,574
Total loans and borrowings	38,697,639	36,592,850	35,455,865	33,785,424
Split into:				
Power Fund (Note 22.1)	1,717,939	2,145,449	584,607	430,356
Bank loans (Note 22.2)	35,863,646	32,460,672	32,670,891	30,435,997
Related party loan	-	-	1,093,348	999,203
Lease liabilities	1,116,054	1,986,729	1,107,019	1,919,868
Total loans and borrowings	38,697,639	36,592,850	35,455,865	33,785,424

22.1 Power Fund

Lafarge Africa Plc accessed ₦5.3 billion from the CBN/BOI Power and Aviation Intervention Fund in September 2013 through Guaranty Trust Bank Plc (GTB). Principal and Interest are paid quarterly. The facility has a 10-year tenure with a fixed interest rate of 4% per annum and an effective interest rate of 15.23% per annum. The outstanding balance disclosed in the Company's books amounts to ₦0.5 billion (2022: ₦0.4 billion), which is the amortised cost to date.

Ashakacem Ltd also accessed an additional ₦6.4 billion from the CBN/BOI intervention fund in March 2019 through Zenith Bank. The loan assessed amounted to ₦6.4 billion. Principal repayment commenced in December 2019. The facility has a 7.5-years tenure and an interest rate of 5% per annum. The outstanding balance, at amortised cost, amounts to ₦0.5 billion (2022: ₦2.15 billion).

22.2 Bank loans represents letter of credits funded by bank of which Lafarge Africa Plc has the obligation to repay when the foreign exchange becomes available.

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22.3 Movement in loans and borrowings

	Group N'000	Company N'000
At 1 January 2023	36,592,850	33,785,424
Interest expensed	472,230	334,357
Additions	3,929,956	3,530,731
Interest paid on borrowings	(328,931)	(226,182)
Principal repaid	(1,164,652)	(1,164,652)
Repayment of lease liabilities	(1,303,143)	(1,303,143)
At 30 June 2023	38,697,639	35,455,864
At 1 January 2022	23,287,321	20,555,913
Additions:		
Finance lease	3,436,807	3,436,807
Loans received	27,125,828	25,517,934
	53,849,956	49,510,654
Interest expensed	766,862	512,032
Interest paid on borrowings	(212,070)	(39,089)
Interest paid on leases	(314,080)	(314,080)
Principal repaid	(18,700,161)	(16,669,658)
Repayment of lease liabilities	(3,275,995)	(3,275,995)
Impact of modification of leases	(856,505)	(856,505)
Exchange (gain) / loss	5,334,843	4,918,065
At 31 December 2022	36,592,850	33,785,424

23 Provisions

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Non current (Note 23.1)	3,256,943	2,718,463	1,489,969	1,389,034
Current (Note 23.2)	4,608,448	2,353,466	4,578,648	2,108,367
	7,865,391	5,071,929	6,068,617	3,497,401

23.1 Non current

	Group N'000	Company N'000
Site restoration cost		
At 1 January 2023	2,718,462	1,389,034
Provision made	667,715	155,939
Payment / Utilised	(129,234)	(55,004)
At 30 June 2023	3,256,943	1,489,969
At 1 January 2022	2,103,557	1,193,962
Provision made	629,029	140,795
Utilised	(189,100)	(33,038)
Unwinding of discount	174,976	87,315
At 31 December 2022	2,718,462	1,389,034

23.2 Current

	Group N'000	Company N'000
Employee related provision		
At 1 January 2023	2,353,466	2,108,367
Reclassification	3,354,163	3,493,720
Provision made during the period	1,002,240	847,943
Payment in the period	(2,101,421)	(1,871,382)
At 30 June 2023	4,608,448	4,578,648
At 1 January 2022	2,918,962	2,571,809
Provision made during the year	1,373,888	1,235,014
Payment in the year	(1,939,384)	(1,698,456)
At 31 December 2022	2,353,466	2,108,367

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24 Deferred income	Group		Company	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	N'000	N'000	N'000	N'000
Non-current	938,341	1,094,611	957,477	1,012,843
Current	279,162	261,924	110,732	110,732
	1,217,503	1,356,535	1,068,209	1,123,575

Deferred income results from the benefit received from a below-market-interest rate government loan (CBN/BOI Intervention Fund loans). The revenue is recognised in profit or loss over the useful life of the asset financed with the loan.

25 Employee benefit obligations

	Group		Company	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	N'000	N'000	N'000	N'000
Non current				
Employee long service award scheme	2,198,000	2,156,414	1,822,952	1,788,291
Staff gratuities	267,803	254,435	267,803	254,435
	2,465,803	2,410,849	2,090,755	2,042,726

26 Trade and other payables

	Group		Company	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	N'000	N'000	N'000	N'000
Trade payables	25,786,647	26,798,891	25,065,137	23,702,343
	25,786,647	26,798,891	25,065,137	23,702,343
Other payables:				
Related party - technical service fee	8,381,878	5,229,017	8,381,878	4,811,001
Related companies	10,728,065	10,022,761	32,482,873	30,011,223
Withholding tax payable	1,688,015	2,382,573	1,688,015	2,382,573
Value added tax payable	2,087,976	999,360	2,087,976	860,364
Accruals	9,343,466	5,291,210	9,343,466	3,011,069
Other liabilities (note 26.1)	19,729,004	15,000,537	12,689,519	11,023,248
Dividend payable (note 26.2)	26,241,730	15,073,151	26,241,878	15,073,151
	78,248,153	53,998,609	92,963,624	67,172,629
	104,034,800	80,797,500	118,028,761	90,874,972

26.1 Other Liabilities

Included in the other liabilities are unclaimed dividend payable, capital gain tax payable, customers rebate liability, litigation provision, non income tax provisions and capital expenditures payable.

26.2 Dividend payable to equity holders of the Company

	Group	Company
	N'000	N'000
At 1 January 2023	15,073,151	15,073,151
Final 2022 Dividend declared	32,215,592	32,215,592
Payment to the equity holders of the parent (Note 26.3)	(21,047,013)	(21,047,013)
At 30 June 2023	26,241,730	26,241,730
At 1 January 2022	13,500,412	13,500,412
Dividend declared	16,107,796	16,107,796
Payment to the equity holders of the parent (Note 26.3)	(14,535,057)	(14,535,057)
At 31 December 2022	15,073,151	15,073,151

26.3 Dividend paid

The following dividend was paid during the period:

	Group		Company	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	N'000	N'000	N'000	N'000
Equity holders	21,047,013	14,535,057	21,047,013	14,535,057
Total	21,047,013	14,535,057	21,047,013	14,535,057

Dividend paid to equity holders in current period relates to the outstanding balance of 2022 dividend declared.

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27 Contract liabilities

	Group		Company	
	30 June 2023 N'000	31 December 2022 N'000	30 June 2023 N'000	31 December 2022 N'000
Contract liabilities**	53,362,550	46,019,970	51,800,278	40,410,912

**This represents advance payment from customers for the supply of cement and readymix products not yet delivered as at period end.

28 Additional cash flow information

	Group		Company	
	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
28.1 Working capital with adjustments after adjustment for non-cash movements:				
(Increase) / decrease in inventories	(2,188,305)	(6,557,583)	432,596	(1,456,561)
(Increase) / decrease in trade and other receivables	(831,968)	(3,744,675)	(7,395,395)	(3,267,311)
Decrease / (increase) in other assets	11,126,908	(31,652,483)	10,649,034	(30,459,548)
(Increase) in other financial assets	(65,193)	19,021,695	(54,508)	18,967,044
Increase in trade and other payables	16,480,369	13,211,374	20,730,059	6,229,248
(Decrease) in contract liabilities	7,342,581	-	11,389,367	-
(Decrease)/ increase in current liabilities	(1,372,253)	-	(754,855)	-
(Decrease)/ increase in Provision	(2,254,982)	-	(2,470,281)	-
	28,237,157	(9,721,672)	32,526,017	(9,987,128)

28.1.1 Reconciliation of changes in inventories included in statement of cash flows:

	Group		Company	
	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
Movement in inventories	(2,188,305)	3,825,738	432,596	3,220,924
Arising on business re-organisation	-	-	-	-
Arising from deconsolidation of discontinued operations	-	-	-	-
Reclassification to Property, plant and equipment	-	-	-	-
Movement as per the Statement of Cashflows	(2,188,305)	3,825,738	432,596	3,220,924

28.1.2 Reconciliation of changes in trade and other receivables included in statement of cash flows:

	Group		Company	
	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000	6months ended 30/06/2023 N'000	6months ended 30/06/2022 N'000
Movement in trade and other receivables	(841,259)	(233,932)	(7,404,687)	(8,009,556)
Arising on business re-organisation	-	-	-	-
Arising from deconsolidation of discontinued operations	-	-	-	-
Transfer to right of use assets	-	(2,262,334)	-	(2,262,334)
Reclassification of Impairment provision on trade receivables (Note 18.2)	9,291	(15,529)	9,292	-
WHT utilised	-	-	-	-
Interest receivable	-	-	-	-
2018 Rights issue cost recorded in prepayment	-	-	-	-
Movement as per the Statement of Cashflows	(831,968)	(2,511,795)	(7,395,395)	(10,271,890)

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28.1.3 Reconciliation of changes in other assets included in statement of cash flows:

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Movement in other assets	11,126,908	2,994,050	10,649,034	3,117,165
Transfer to right of use assets	-	(3,812,530)	-	(3,812,530)
Movement as per the Statement of Cashflows	11,126,908	(5,272,738)	10,649,034	(4,675,023)

28.1.4 Reconciliation of changes in other financial assets included in statement of cash flows:

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Movement in other financial assets	(65,193)	295,340	(54,508)	(229,965)
Movement as per the Statement of Cashflows	(65,193)	(530,540)	(54,508)	-

28.1.5 Reconciliation of changes in trade and other payables included in statement of cash flows:

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Movement in trade and other payables	23,237,300	12,951,557	27,153,789	16,110,249
Reclassification of dividend payable	(5,194,717)	-	(5,194,865)	-
Accruals on Property plant and Equipment	(1,562,842)	(2,082,007)	(1,229,492)	(1,034,853)
Movement as per the Statement of Cashflows	16,479,741	10,869,550	20,729,432	15,075,396

28.2 Provisions and net movement on employee benefits

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Retirement benefit obligations - service cost	14,700	-	14,700	-
Long service awards - Plan amendment/curtailment	90,272	-	-	-
Employee Long Service Award - service cost	80,701	83,865	73,776	70,664
Productivity bonus payment during the period	(2,101,421)	(1,938,722)	(1,871,382)	(1,697,793)
Staff gratuity benefits paid	(2,147)	(80,246)	(2,147)	(80,246)
Employee Long service award benefits paid	(221,241)	-	(221,241)	-
Provision for productivity bonus for the period	4,356,403	832,253	4,341,663	671,235
	2,217,267	(1,212,224)	2,335,369	(1,145,514)

28.3 Other non cash items

	Group		Company	
	6months ended 30/06/2023	6months ended 30/06/2022	6months ended 30/06/2023	6months ended 30/06/2022
	N'000	N'000	N'000	N'000
Gain on sale of property, plant and equipment	(56,318)	(24,597)	(56,318)	(24,597)
Impairment reversal on trade receivables (Note 8)	(9,291)	42,034	(9,292)	44,184
Movement in site restoration provision	538,481	546,999	100,935	(188,037)
Government grants (Note 7)	(139,031)	(169,772)	(55,366)	(55,366)
	333,841	394,664	(20,041)	(223,816)