

Lafarge Africa Plc
Unaudited Condensed Financial Statements
31 March 2021

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. Khaled Abdel Aziz El Dokani (Egyptian)
Mr. Lolu Alade-Akinyemi
Mrs. Elenda Giwa-Amu
Mrs. Adenike Ogunlesi
Mr. Grant Earnshaw (British)
Mrs. Karine Uzan Mercie (French)
Mr. Marco Licata (Italian)
Mr. Gbenga Oyebode, MFR
Mrs. Oyinkan Adewale
Mrs. Virginie Darbo (French)

Chairman
Group Managing Director/CEO
Executive Director/CFO
Non-Executive Director
Independent Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Independent Non-Executive Director
Independent Non-Executive Director
Non-Executive Director

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]
No 358, Herbert Macaulay Road,
Yaba,
Lagos

Independent Auditors

KPMG Professional Services
KPMG Tower,
Bishop Aboyade Cole Street,
Victoria Island,
Lagos

Principal Bankers

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

Lafarge Africa Plc

Consolidated and Separate Statements of Profit or Loss and Other Comprehensive Income for the period ended 31 March, 2021

	Notes	Group		Company	
		3months ended 31/03/2021 N'000	3months ended 31/03/2020 N'000	3months ended 31/03/2021 N'000	3months ended 31/03/2020 N'000
Revenue	3	71,470,248	63,695,766	63,708,207	56,104,786
Cost of sales	4	(52,377,226)	(46,068,823)	(45,764,868)	(39,448,393)
Gross profit		19,093,022	17,626,943	17,943,339	16,656,393
Selling and marketing expenses	5	(749,675)	(838,393)	(749,681)	(838,210)
Administrative expenses	6	(4,315,153)	(5,073,710)	(4,012,239)	(4,777,977)
Other income	7	147,969	151,897	105,318	45,457
Impairment reversal/(charge) on receivables	8	527,822	(27,045)	528,462	(24,188)
Operating profit		14,703,985	11,839,692	13,815,199	11,061,475
Finance income	9 (a)	171,703	114,705	164,300	105,274
Finance costs	9 (b)	(2,104,110)	(2,572,118)	(2,046,889)	(2,725,216)
Profit before tax		12,771,578	9,382,279	11,932,610	8,441,533
Income tax (expense)	10.1	(3,635,204)	(1,315,390)	(3,345,607)	(1,030,118)
Profit after tax for the period		9,136,374	8,066,889	8,587,003	7,411,415
Other comprehensive income:					
Other comprehensive (loss)/income for the year, net of tax		-	-	-	-
Total comprehensive income for the period		9,136,374	8,066,889	8,587,003	7,411,415
Profit/(loss) attributable to :					
- Owners		9,136,374	8,066,889	8,587,003	7,411,415
- Non-controlling interests		-	-	-	-
		9,136,374	8,066,889	8,587,003	7,411,415
Total comprehensive income for the period is attributable to:					
- Owners		9,136,374	8,066,889	8,587,003	7,411,415
- Non-controlling interests		-	-	-	-
		9,136,374	8,066,889	8,587,003	7,411,415
Earnings per share attributable to the ordinary equity					
Basic earnings per share (Kobo)	21	57	50	53	46

The accompanying notes and significant accounting policies form an integral part of these financial statements.

Consolidated and Separate Statement of Financial Position as at 31 March, 2021

Notes	Group		Company		
	31 March	31 December	31 March	31 December	
	2021	2020	2021	2020	
	N'000	N'000	N'000	N'000	
ASSETS					
Non-current assets					
Property, plant and equipment	11	346,291,959	348,328,150	285,775,413	287,447,215
Intangible assets	12	1,633,545	1,939,210	1,288,677	1,524,264
Investments in subsidiaries	13.1	-	-	63,906,867	63,906,867
Investment in joint ventures		379,432	379,432	379,432	379,432
Other financial assets	14	1,142,642	964,796	1,142,642	964,796
Other assets	16	28,752,108	29,127,048	28,752,108	28,657,973
Deferred tax assets		20,525,215	23,404,073	20,525,215	23,404,073
Total non-current assets		398,724,901	404,142,709	401,770,354	406,284,620
Current assets					
Inventories	17	32,941,094	31,052,596	22,956,991	22,466,615
Trade and other receivables	18	7,668,349	5,028,913	28,836,554	26,255,784
Other assets	16	14,450,780	11,916,440	11,031,144	8,846,892
Other financial assets	14	2,121,071	1,731,432	2,041,147	1,729,090
Derivative assets		-	18,905	-	-
Cash and cash equivalents	19	76,791,633	53,322,980	61,593,221	39,749,715
Total current assets		133,972,927	103,071,266	126,459,057	99,048,096
Total assets		532,697,828	507,213,975	528,229,411	505,332,716
LIABILITIES					
Non-current liabilities					
Loans and borrowings	22	3,832,628	5,139,600	1,350,582	2,774,394
Employee benefit obligations	25	2,340,086	2,284,688	2,028,156	2,009,182
Deferred income	24	1,583,850	1,683,008	1,206,625	1,234,307
Provisions	23	1,456,631	1,510,577	790,720	817,124
Deferred tax liabilities		9,400,247	9,401,523	-	-
Total non-current liabilities		18,613,442	20,019,396	5,376,083	6,835,007
Current liabilities					
Loans and borrowings	22	50,551,667	44,593,230	50,552,250	44,458,963
Deferred income	24	381,647	381,646	110,732	110,732
Trade and other payables	26	88,474,795	76,857,775	86,108,918	76,438,447
Provisions	23	2,065,319	2,644,965	1,943,608	2,405,497
Current tax liabilities		3,836,082	3,078,461	1,575,886	1,109,137
Total current liabilities		145,309,510	127,556,077	140,291,394	124,522,776
Total liabilities		163,922,952	147,575,473	145,667,477	131,357,783
EQUITY					
Share capital	20.1	8,053,898	8,053,899	8,053,898	8,053,899
Share premium	20.2	435,148,731	435,148,731	435,148,731	435,148,731
Retained earnings		179,715,914	170,579,540	133,051,896	124,464,893
Foreign currency translation reserve		(14,611)	(14,611)	(14,611)	(14,611)
Other reserves arising on business combination and re-organisations		(254,129,056)	(254,129,057)	(193,677,980)	(193,677,979)
Capital and reserves attributable to owners		368,774,876	359,638,502	382,561,934	373,974,933
Total equity		368,774,876	359,638,502	382,561,934	373,974,933
Total equity and liabilities		532,697,828	507,213,975	528,229,411	505,332,716

The accompanying notes and significant accounting policies form an integral part of these financial statements.

These financial statements were approved and authorised for issue by the board of directors on 28th April 2021 and were signed on its behalf by:

Adebode Adefioye
Chairman
FRC/2017/IODN/00000016512

Khaled Abdel Aziz El Dokani
Group Managing Director
FRC/2020/003/00000020762

Lolu Alade-Akinyemi
Chief Financial Officer
FRC/2020/001/00000020157

Lafarge Africa Plc

Consolidated and Separate Statement of Changes in Equity for the period ended 31 March 2021

Group	Attributable to equity holders of the parent							Non-controlling interests	Total equity
	Share capital	Share premium	Retained earnings	Foreign currency translation reserve	Other reserves arising on business combination and re-organisations	Total			
Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	
Balance at 1 January 2020	8,053,899	435,148,731	155,801,325	39,103	(254,129,057)	344,914,001	-	344,914,001	
Profit for the period ended 31 March 2020	-	-	8,066,889	-	-	8,066,889	-	8,066,889	
Total comprehensive income for the period	-	-	8,066,889	-	-	8,066,889	-	8,066,889	
Balance at 31 March 2020	8,053,899	435,148,731	163,868,214	39,103	(254,129,057)	352,980,890	-	352,980,890	
Balance at 31 March 2020	8,053,899	435,148,731	163,868,214	39,103	(254,129,057)	352,980,890	-	352,980,890	
Profit for the period (April 1 to Dec 31 2020)	-	-	22,775,249	-	-	22,775,249	-	22,775,249	
Other comprehensive loss (Net of tax)	-	-	-	(53,714)	-	(53,714)	-	(53,714)	
Total comprehensive income for the period	-	-	22,775,249	(53,714)	-	22,721,535	-	22,721,535	
Transaction with owners:									
Dividends declared	-	-	(16,107,796)	-	-	(16,107,796)	-	(16,107,796)	
Forfeited dividend	-	-	43,873	-	-	43,873	-	43,873	
Total transaction with owners	-	-	(16,063,923)	-	-	(16,063,923)	-	(16,063,923)	
Balance at 31 December 2020	8,053,899	435,148,731	170,579,540	(14,611)	(254,129,057)	359,638,502	-	359,638,502	
Balance at 1 January 2021	8,053,899	435,148,731	170,579,540	(14,611)	(254,129,057)	359,638,502	-	359,638,502	
Profit for the period ended 31 March 2021	-	-	9,136,374	-	-	9,136,374	-	9,136,374	
Total comprehensive income for the period	-	-	9,136,374	-	-	9,136,374	-	9,136,374	
Total transaction with owners	-	-	-	-	-	-	-	-	
Balance at 31 March 2021	8,053,899	435,148,731	179,715,914	(14,611)	(254,129,057)	368,774,876	-	368,774,876	

The accompanying notes and significant accounting policies form an integral part of these financial statements.

Lafarge Africa Plc

Consolidated and Separate Statement of Changes in Equity for the period ended 31 March 2021

Company	Attributable to equity holders of the parent					
	Share capital N'000	Share premium N'000	Retained earnings N'000	Foreign currency translation reserve N'000	Other reserves arising on business combination and re-organisations N'000	Total equity N'000
Notes						
Balance at 1 January 2020	8,053,899	435,148,731	111,857,805	39,103	(193,677,979)	361,421,558
Profit for the period ended 31 March 2020	-	-	7,411,415	-	-	7,411,415
Total comprehensive income for the period	-	-	7,411,415	-	-	7,411,415
Balance at 31 March 2020	8,053,899	435,148,731	119,269,220	39,103	(193,677,979)	368,832,973
Balance at 31 March 2020	8,053,899	435,148,731	119,269,220	39,103	(193,677,979)	368,832,973
Profit for the period (April 1 to Dec 31 2020)	-	-	21,303,470	-	-	21,303,470
Other comprehensive loss (Net of tax)	-	-	-	(53,714)	-	(53,714)
Total comprehensive loss for the period	-	-	21,303,470	(53,714)	-	21,249,756
Transaction with owners:						
Dividends declared	-	-	(16,107,796)	-	-	(16,107,796)
Total transaction with owners	-	-	(16,107,796)	-	-	(16,107,796)
At 31 December 2020	8,053,899	435,148,731	124,464,893	(14,611)	(193,677,979)	373,974,932
At 1 January 2021	8,053,899	435,148,731	124,464,893	(14,611)	(193,677,979)	373,974,932
Profit for the period ended 31 March 2021	-	-	8,587,003	-	-	8,587,003
Total comprehensive income for the period	-	-	8,587,003	-	-	8,587,003
Total transaction with owners	-	-	-	-	-	-
Balance at 31 March 2021	8,053,899	435,148,731	133,051,896	(14,611)	(193,677,979)	382,561,935

The accompanying notes and significant accounting policies form an integral part of these financial statements.

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Consolidated and Separate Statement of Cash Flows for the period ended 31 March 2021

	Notes	Group		Company	
		31 March 2021	31 March 2020	31 March 2021	31 March 2020
		N'000	N'000	N'000	N'000
Cash flows from operating activities:					
Profit after tax		9,136,374	8,066,889	8,587,003	7,411,415
Adjustments to reconcile Profit for the period to net cash					
Depreciation	11.2	7,092,730	7,151,497	6,501,968	6,636,395
Amortization of intangible asset	12	305,665	314,362	235,587	311,995
Other non-cash items	27.3	(190,308)	(174,442)	(119,475)	(38,946)
Net unrealized foreign exchange loss/(gain)		346,044	(93,310)	346,797	(93,364)
Finance costs	9(b)	1,911,078	2,275,990	1,879,622	2,451,114
Finance income	9(a)	(171,703)	(114,705)	(164,300)	(105,274)
Income tax expense/(credit)	10.1	3,635,204	1,315,390	3,345,607	1,030,118
Provisions and net movement on employee benefits	27	(576,475)	(100,531)	(473,191)	(70,650)
Change in net working capital	27.1	7,867,644	(13,914,001)	6,719,165	(19,847,901)
Cash flow generated from operations		29,356,253	4,727,139	26,858,783	(2,315,098)
Income taxes paid		-	-	-	-
Net cash flow generated from operating activities		29,356,253	4,727,139	26,858,783	(2,315,098)
Cash flows from investing activities					
Acquisition of property, plant and equipment	11.1	(3,481,002)	(2,886,543)	(2,760,276)	(1,087,447)
Interest received		82,094	80,697	74,691	71,266
Net cash flow used in investing activities		(3,398,908)	(2,805,846)	(2,685,585)	(1,016,181)
Cash flows from financing activities					
Interest paid		(559,167)	(653,754)	(557,272)	(631,470)
Dividend paid to equity holders of the company	26.1	(3,226,245)	-	(3,226,245)	-
Proceeds from loans and borrowings	22.1	4,116,392	-	4,228,748	-
Repayment of lease liabilities	22.1	-	(2,174,095)	-	(2,174,095)
Repayment of loans and borrowings	22.1	(2,546,970)	(5,280,557)	(2,546,974)	(593,293)
Net cash inflow used in financing activities		(2,215,990)	(8,108,406)	(2,101,743)	(3,398,858)
Net increase/ (decrease) in cash and cash equivalents		23,741,355	(6,187,113)	22,071,455	(6,730,137)
Cash and cash equivalents at the beginning of the period	19.2	52,056,686	25,700,556	38,483,421	23,987,649
Effects of exchange rate changes on cash and cash		(272,702)	-	(227,949)	-
Cash and cash equivalents at the end of the period	19.2	75,525,339	19,513,443	60,326,927	17,257,512

The accompanying notes and significant accounting policies form an integral part of these financial statements.

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 31 March 2021

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 Lafarge Holcim.

The Group's subsidiaries are as stated below;

31 March 2021	31 December 2020	31 March 2020
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 2021 to 31 March 2021, with 2020 as comparative.

1.1 Shareholding structure

Description	31 March 2021		31 March 2020	
	Units	Percentage	Units	Percentage
Issued Share Capital	16,107,795,721	100%	16,107,795,721	100%
Substantial Shareholdings (5% and above)				
Name of Shareholders				
Caricement BV	9,027,365,874	56.04%	9,027,365,874	56.04%
Associated Intl Cements 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	Units	Percentage	Units	Percentage
Mr. Mobolaji Balogun**	-	-	10,000,000	0.06%
Mr. Adebode Adefioye	-	-	-	-
Mr. Khaled El Dokani	-	-	-	-
Mrs. Elenda Giwa-Amu	203,550	0.00%	203,550	0.00%
Mrs. Adenike Ogunlesi	-	-	-	-
Mr. Grant Earnshaw	-	-	-	-
Mrs. Karine Uzan Mercie	-	-	-	-
Mr. Marco Licata	-	-	-	-
Mr. Lolu Alade-Akinyemi	-	-	-	-
Mr. Gbenga Oyebode MFR	-	-	-	-
Mrs. Oyinkan Adewale	-	-	-	-
Mrs. Virginie Darbo	-	-	-	-
Total Directors' Shareholdings	203,550	0.00%	10,203,550	0.06%

Details of Other Influential shareholdings, if any (E.g. Government, Promoters)

Name(s) of Entities/ Government	Units	Percentage	Units	Percentage
-	-	-	-	-
Total Other Influential Shareholdings	-	-	-	-
Free Float in Unit and Percentage	2,607,181,579	16.19%	2,597,181,579	16.13%
Free Float in Value	N57,618,712,895.90		N23,894,070,526.80	

** Not a member of the Board of Directors as at 31 March 2021

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 31 March 2021

Declaration:

- A) Lafarge Africa Plc, with a free float value of N57,618,712,895.90 as at March 31, 2021, is compliant with The Exchange's free float requirements for companies listed on the Premium Board.
- (B) Lafarge Africa Plc, with a free float value of N23,894,070,526.80 as at March 31, 2020, was not compliant with The Exchange's free float requirements for companies listed on the Premium 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 31 March 2021 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 CAP C.20 Laws of the Federation of Nigeria, 2004 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 2021, 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 2020 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 31 March 2021

	Group		Company	
	3months ended 31/03/2021	3months ended 31/03/2020	3months ended 31/03/2021	3months ended 31/03/2020
	N'000	N'000	N'000	N'000
3 Revenue				
Sale of goods	71,470,248	63,695,766	63,708,207	56,104,786
The following is an analysis of revenue by product:				
Cement	69,918,930	62,258,426	62,156,889	54,667,446
Aggregates and concrete	1,551,318	1,437,340	1,551,318	1,437,340
	71,470,248	63,695,766	63,708,207	56,104,786
	Group 3months ended 31/03/2021	Group 3months ended 31/03/2020	Company 3months ended 31/03/2021	Company 3months ended 31/03/2020
	N'000	N'000	N'000	N'000
4 Cost of sales by nature				
Variable costs	35,912,547	31,367,353	32,076,983	27,420,675
Production costs (Note 4.1)	6,290,089	5,544,608	4,430,667	3,686,012
Maintenance costs	2,779,433	1,918,318	2,510,699	1,706,726
Distribution fixed costs	636,094	398,414	464,024	261,870
Depreciation (Note 11.2)	6,759,063	6,840,130	6,282,495	6,373,110
	52,377,226	46,068,823	45,764,868	39,448,393
4.1 Production costs				
Included in production costs are personnel expenses, by-products costs and electrical energy expenses.				
	Group 3months ended 31/03/2021	Group 3months ended 31/03/2020	Company 3months ended 31/03/2021	Company 3months ended 31/03/2020
	N'000	N'000	N'000	N'000
5 Selling and marketing expenses				
Advertising expenses	67,896	79,781	67,896	79,781
Campaign and innovation expenses	21	44,913	21	44,913
Marketing staff salaries and other costs	681,758	713,699	681,764	713,516
	749,675	838,393	749,681	838,210

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Notes to the Consolidated and Separate Financial Statements for the period ended 31 March 2021

	Group		Company	
	3months ended	3months ended	3months ended	3months ended
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	N'000	N'000	N'000	N'000
9 Finance income and costs				
a) Interest income under the effective interest method and other finance income:				
Interest income on current accounts	82,094	78,450	74,691	69,019
Interest on loan receivable	89,609	36,255	89,609	36,255
	171,703	114,705	164,300	105,274

	Group		Company	
	3months ended	3months ended	3months ended	3months ended
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	N'000	N'000	N'000	N'000
b) Finance costs:				
Interest on borrowings (Note 22.1)	(1,665,974)	(2,106,364)	(1,643,103)	(2,312,007)
Unwinding of discount on provisions	-	(33,318)	-	(33,318)
Interest cost on employees' long service awards	(103,844)	(41,553)	(98,948)	(33,318)
Interest cost on defined benefit obligations	(7,960)	(14,258)	(7,960)	(14,258)
Bank charges**	(133,300)	(80,497)	(129,611)	(58,213)
Finance costs per statement of cash flows	(1,911,078)	(2,275,990)	(1,879,622)	(2,451,114)
Foreign exchange loss (net)	(193,032)	(296,128)	(167,267)	(274,102)
Finance costs	(2,104,110)	(2,572,118)	(2,046,889)	(2,725,216)
Net finance costs recognised in the profit or loss	(1,932,407)	(2,457,413)	(1,882,589)	(2,619,942)

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

10.1 Income tax (credit)/ expense recognised in profit or loss

	Group		Company	
	3months ended	3months ended	3months ended	3months ended
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	N'000	N'000	N'000	N'000
Current taxation				
Company income tax	428,294	432,426	160,946	-
Education tax	329,328	178,400	305,803	139,537
Total current tax expense	757,622	610,826	466,749	139,537
Deferred taxation				
Deferred income tax expense/(credit) to profit or loss	2,877,582	704,564	2,878,858	890,581
Income tax expense	3,635,204	1,315,390	3,345,607	1,030,118

10.2 Effective tax rate

The effective tax rate is as follows:

Effective tax rate	28%	16%	28%	14%
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11 Property, plant and equipment

Group	Leasehold Land N'000	Buildings N'000	Production Plant N'000	Capitalised Spares N'000	Furniture N'000	Motor Vehicles N'000	Computer Equipment N'000	Exploration and N'000	Construction Work in Progress N'000	**Right of use assets N'000	Total N'000
Cost:											
As at 1 January 2021	14,866,389	116,137,075	333,014,015	2,957,049	1,304,127	4,073,835	1,951,116	1,959,013	42,958,430	29,537,132	548,758,181
Capital expenditure	-	-	-	-	-	-	-	-	3,481,002	-	3,481,002
Construction expenditure capitalised	-	-	667,036	-	-	11,000	-	-	(678,036)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	-	1,627,513	1,627,513
Disposals	-	-	-	-	-	(94,331)	-	-	-	-	(94,331)
As at 31 March 2021	14,866,389	116,137,075	333,681,051	2,957,049	1,304,127	3,990,504	1,951,116	1,959,013	45,761,396	31,164,645	553,772,365

Group	Leasehold Land N'000	Buildings N'000	Production Plant N'000	Capitalised Spares N'000	Furniture N'000	Motor Vehicles N'000	Computer Equipment N'000	Exploration and evaluation N'000	Construction Work in Progress N'000	**Right of use assets N'000	Total N'000
As at 1 January 2021	4,852,205	32,466,158	120,072,484	1,306,435	1,070,940	3,083,074	1,532,100	188,538	16,144,134	19,713,963	200,430,031
Charge for the year	43,114	985,273	3,774,437	-	16,673	110,000	37,375	-	-	2,125,859	7,092,730
On disposals	-	-	-	-	-	(42,355)	-	-	-	-	(42,355)
As at 31 March 2021	4,895,319	33,451,431	123,846,921	1,306,435	1,087,613	3,150,719	1,569,475	188,538	16,144,134	21,839,822	207,480,406

Carrying amount

As at 31 March 2021	9,971,070	82,685,644	209,834,129	1,650,614	216,514	839,786	381,641	1,770,475	29,617,261	9,324,823	346,291,959
At 31 December 2020	10,014,184	83,670,917	212,941,530	1,650,614	233,187	990,761	419,016	1,770,475	26,814,295	9,823,169	348,328,150

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

Company	Leasehold Land N'000	Buildings N'000	Production Plant N'000	Capitalised Spares N'000	Furniture N'000	Motor Vehicles N'000	Computer Equipment N'000	Construction Expenditure N'000	**Right of use assets N'000	Total N'000
Cost:										
As at 1 January 2021	7,719,084	97,421,101	300,148,941	2,204,028	753,749	3,286,025	1,557,012	20,437,742	29,520,108	463,047,792
Capital expenditure	-	-	-	-	-	-	-	2,760,276	-	2,760,276
Construction expenditure capitalised	-	-	494,352	-	-	11,000	-	(505,352)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	1,627,513	1,627,513
Disposal	-	-	-	-	-	(94,331)	-	-	-	(94,331)
As at 31 March 2021	7,719,084	97,421,101	301,137,645	2,204,028	753,749	3,202,694	1,557,012	22,692,666	31,147,621	467,835,602

Accumulated depreciation and impairment losses:

As at 1 January 2021	4,836,206	26,235,581	106,987,825	1,093,927	655,444	2,531,254	1,169,130	12,394,270	19,696,939	175,600,576
Charge for the year	43,114	793,411	3,411,534	-	4,083	91,768	32,199	-	2,125,859	6,501,968
Disposals	-	-	-	-	-	(42,355)	-	-	-	(42,355)
As at 31 March 2021	4,879,320	27,028,992	110,399,359	1,093,927	659,527	2,580,667	1,201,329	12,394,270	21,822,798	182,060,189
Carrying amount										
As at 31 March 2021	2,839,764	70,392,109	190,738,286	1,110,101	94,222	622,027	355,683	10,298,396	9,324,823	285,775,413
At 31 December 2020	2,882,878	71,185,520	193,161,116	1,110,101	98,305	754,771	387,882	8,043,472	9,823,169	287,447,215

**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 31 March 2021

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

	Group		Company	
	31 March 2021 N'000	31 March 2020 N'000	31 March 2021 N'000	31 March 2020 N'000
Acquisition of property, plant and equipment	3,481,002	2,886,543	2,760,276	1,087,447
Property, plant and equipment paid in the statement of cash flows	3,481,002	2,886,543	2,760,276	1,087,447

11.2 Depreciation

Depreciation for the periods including those that charged on Right of Use Assets has been charged as follows:

	Group		Company	
	31 March 2021 N'000	31 March 2020 N'000	31 March 2021 N'000	31 March 2020 N'000
Cost of sales (Note 4)	6,759,063	6,840,130	6,282,495	6,373,110
Administrative expenses (Note 6)	333,667	311,370	219,473	263,288
	7,092,730	7,151,500	6,501,968	6,636,398

11.3 Right of Use Assets

Group	Leasehold Land N'000	Buildings N'000	Production Plant N'000	Motor Vehicles N'000	Total N'000
Cost:					
As at 1 January 2021	130,941	2,068,506	2,182,105	25,155,580	29,537,132
Additions	-	10,500	867,689	749,324	1,627,513
As at 31 March 2021	130,941	2,079,006	3,049,794	25,904,904	31,164,645
Accumulated depreciation:					
As at 1 January 2021	48,160	1,305,658	2,157,795	16,202,350	19,713,963
Depreciation charge for the period	7,371	97,497	372,832	1,648,160	2,125,859
As at 31 March 2021	55,531	1,403,155	2,530,627	17,850,510	21,839,822
Carrying amount					
As at 31 March 2021	75,410	675,851	519,167	8,054,394	9,324,823
As at 31 December 2020	82,781	762,848	24,310	8,953,230	9,823,169
Company					
Cost:					
As at 1 January 2021	130,941	2,051,482	2,182,105	25,155,580	29,520,108
Additions	-	10,500	867,689	749,324	1,627,513
As at 31 March 2021	130,941	2,061,982	3,049,794	25,904,904	31,147,621
Accumulated depreciation:					
As at 1 January 2021	48,160	1,288,634	2,157,795	16,202,350	19,696,939
Depreciation charge for the period	7,371	97,497	372,832	1,648,160	2,125,859
As at 31 March 2021	55,531	1,386,131	2,530,627	17,850,510	21,822,798
Carrying amount					
As at 31 March 2021	75,410	675,851	519,167	8,054,394	9,324,823
As at 31 December 2020	82,781	762,848	24,310	8,953,230	9,823,169

The Group and Company leases several assets including cement depots, residential apartments, and trucks. The average lease term of the contracts is 5 years.

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Notes to the Consolidated and Separate Financial Statements for the period ended 31 March 2021

12 Intangible assets

	Group		
	Intangible Assets	Work in progress	Total
	N'000	N'000	N'000
Cost			
Balance at 1 January 2020	4,823,863	-	4,823,863
Balance at 31 December 2020	4,823,863	-	4,823,863
Balance at 1 January 2021	4,823,863	-	4,823,863
Additions	-	-	-
Balance at 31 March 2021	4,823,863	-	4,823,863
Accumulated Amortisation			
Balance at 1 January 2020	1,621,795	-	1,621,795
Charge for the year	1,262,858	-	1,262,858
Balance at 31 December 2020	2,884,653	-	2,884,653
Balance at 1 January 2021	2,884,653	-	2,884,653
Charge for the period	305,665	-	305,665
Balance at 31 March 2021	3,190,318	-	3,190,318
Carrying amount			
At 31 March 2021	1,633,545	-	1,633,545
At 31 December 2020	1,939,210	-	1,939,210
	Company		
	Intangible Assets	Work in progress	Total
	N'000	N'000	N'000
Cost			
Balance at 1 January 2020	3,323,900	-	3,323,900
Balance at 31 December 2020	3,323,900	-	3,323,900
Balance at 1 January 2021	3,323,900	-	3,323,900
Additions	-	-	-
Balance at 31 March 2021	3,323,900	-	3,323,900
Accumulated Amortisation			
Balance at 1 January 2020	817,090	-	817,090
Charge for the year	982,546	-	982,546
Balance at 31 December 2020	1,799,636	-	1,799,636
Balance at 1 January 2021	1,799,636	-	1,799,636
Charge for the period	235,587	-	235,587
Balance at 31 March 2021	2,035,223	-	2,035,223
Carrying amount			
At 31 March 2021	1,288,677	-	1,288,677
At 31 December 2020	1,524,264	-	1,524,264

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

13 Interests in other entities

13.1 Investments in subsidiaries

The Group's principal subsidiaries at 31 March 2021 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.

31 March 2021

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

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17 Inventories

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Raw materials	3,219,896	2,493,167	2,923,828	2,191,227
Semi finished & finished goods	11,310,491	11,095,856	7,394,568	7,306,126
Spare parts	13,558,824	12,913,795	11,131,811	10,574,637
Other supplies (Note 17.1)	4,851,883	4,549,778	1,506,784	2,394,625
	32,941,094	31,052,596	22,956,991	22,466,615

17.1 Other supplies

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

18 Trade and other receivables

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Trade receivables:				
Third party sales	2,732,433	2,107,502	2,433,921	1,997,477
Related party sales	-	242,224	2,972,544	2,710,063
	2,732,433	2,349,726	5,406,465	4,707,540
Impairment on trade receivables (Note 18.2)	(246,827)	(254,892)	(236,266)	(244,970)
Net trade receivables	2,485,606	2,094,834	5,170,199	4,462,570
Other receivables (Note 18.1)	4,720,712	2,675,215	4,389,261	2,718,960
Due from related parties	462,031	258,864	19,277,094	19,074,254
Net other receivables	5,182,743	2,934,079	23,666,355	21,793,214
Total trade and other receivables	7,668,349	5,028,913	28,836,554	26,255,784

18.1 Other receivables

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
WHT receivable	954,655	949,009	954,655	949,009
Gas receivable	1,420,216	1,027,499	1,420,216	1,027,499
Short term receivables	2,345,841	698,707	2,014,390	742,452
	4,720,712	2,675,215	4,389,261	2,718,960

18.2 Movement in impairment allowance on trade receivables

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
At 1 January	254,892	275,494	244,970	264,284
Impairment losses written back**	(8,065)	(20,602)	(8,704)	(19,314)
At Closing	246,827	254,892	236,266	244,970

**Impairment losses written back relate to recoveries made during the year.

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
19 Cash and cash equivalents				
Restricted cash (Note 19.1)	1,266,294	1,266,294	1,266,294	1,266,294
Cash in hand and at bank (Note 19.2)	75,525,339	52,056,686	60,326,927	38,483,421
Cash and cash equivalents in the statement of financial position	76,791,633	53,322,980	61,593,221	39,749,715

19.1 Restricted cash

Restricted cash represents unclaimed dividend.

19.2 Cash and cash equivalents in the statement of cash flows

For the purpose of cash flow statement, cash and cash equivalents comprises:

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Cash in hand and at bank	75,525,339	52,056,686	60,326,927	38,483,421
Less: bank overdrafts	-	-	-	-
Cash and cash equivalents in the statement of cash flows	75,525,339	52,056,686	60,326,927	38,483,421

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20 Share capital and Share premium

20.1 Share capital

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Authorised: 20,000,000,000 ordinary shares of 50k each	10,000,000	10,000,000	10,000,000	10,000,000

Issued and fully paid Ordinary shares of 50k each

	No of shares '000		Share capital N'000	
At 1 January 2021			16,107,796	8,053,899
Issued during the period			-	-
At 31 March 2021			16,107,796	8,053,899
At 1 January 2020			16,107,796	8,053,899
Issued during the year			-	-
At 31 December 2020			16,107,796	8,053,899

20.2 Share premium

	Share premium N'000	
At 1 January 2021		435,148,731
At 31 March 2021		435,148,731
At 1 January 2020		435,148,731
At 31 December 2020		435,148,731

21 Earnings per share

Earnings per share is calculated by dividing the profit/(loss) 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	
	3months ended 31/03/2021 N'000	3months ended 31/03/2020 N'000	3months ended 31/03/2021 N'000	3months ended 31/03/2020 N'000
Profit attributable to equity holders of the Company	9,136,374	8,066,889	8,587,003	7,411,415
Weighted average number of ordinary shares in issue (Basic)	16,107,796	16,107,796	16,107,796	16,107,796
Basic earnings per share (Kobo)	57	50	53	46

22 Loans and borrowings

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Non-current	3,832,628	5,139,600	1,350,582	2,774,394
Current	50,551,667	44,593,230	50,552,250	44,458,963
Total loans and borrowings	54,384,295	49,732,830	51,902,832	47,233,357
Split into:				
Power fund	5,015,837	5,341,967	1,938,958	2,381,928
Bond	35,362,269	34,083,978	35,362,269	34,083,978
Bank Loans	6,554,436	2,438,039	6,332,663	2,103,913
Related party loan	-	-	826,223	803,728
Lease liabilities	7,451,756	7,868,846	7,442,720	7,859,810
Total loans and borrowings	54,384,298	49,732,830	51,902,833	47,233,357

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22.1 Movement in loans and borrowings

	Group N'000	Company N'000
At 1 January 2021	49,732,830	47,233,357
Additions:		
Finance lease	1,651,823	1,651,823
Loan received	4,116,392	4,228,748
	<u>55,501,045</u>	<u>53,113,928</u>
Interest expensed	1,810,726	1,716,382
Interest paid on borrowings	(30,754)	(30,754)
Interest paid on leases	(349,749)	(349,749)
Principal repaid	(478,058)	(478,062)
Repayment of lease liabilities	(2,068,912)	(2,068,912)
At 31 March 2021	54,384,298	51,902,833
At 1 January 2020	64,185,115	60,566,525
Additions:		
Finance lease	2,387,657	2,387,657
Loan received	1,834,067	1,499,886
	<u>68,406,839</u>	<u>64,454,068</u>
Interest expensed	7,859,989	8,418,695
Interest paid on borrowings	(5,117,850)	(5,252,701)
Interest paid on leases	(1,991,166)	(1,991,166)
Principal repaid	(7,759,060)	(6,403,645)
Repayment of lease liabilities	(7,488,596)	(7,488,596)
Impact of modification of leases	(4,503,298)	(4,503,298)
Impact of loan restructuring	325,972	-
At 30 December 2020	49,732,830	47,233,357

23 Provisions

	Group		Company	
	31 March 2021 N'000	31 December 2020 N'000	31 March 2021 N'000	31 December 2020 N'000
Non current (Note 23.1)	1,456,631	1,510,577	790,720	817,124
Current (Note 23.2)	2,065,319	2,644,965	1,943,608	2,405,497
	<u>3,521,950</u>	<u>4,155,542</u>	<u>2,734,328</u>	<u>3,222,621</u>

23.1 Non current

	Group N'000	Company N'000
Site restoration cost		
At 1 January 2021	1,510,577	817,124
Payment / Utilised	(53,946)	(26,404)
At 31 March 2021	1,456,631	790,720
At 1 January 2020	1,011,285	547,403
Provision made	887,083	515,241
Utilised	(387,791)	(245,520)
At 31 December 2020	1,510,577	817,124

23.2 Current

	Group N'000	Company N'000
Productivity bonus		
At 1 January 2021	2,644,965	2,405,497
Provision made during the period	824,002	761,363
Payment in the period	(1,400,294)	(1,219,898)
At 31 March 2021	2,068,673	1,946,962
At 1 January 2020	677,349	604,451
Provision made during the year	2,739,977	2,458,418
Payment in the year	(772,361)	(657,372)
At 31 December 2020	2,644,965	2,405,497

24 Deferred income	Group		Company	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Non-current	1,583,850	1,683,008	1,206,625	1,234,307
Current	381,647	381,646	110,732	110,732
	1,965,497	2,064,654	1,317,357	1,345,039

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	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Non current				
Employee long service award scheme	1,766,553	1,719,115	1,454,623	1,443,609
Staff gratuities	573,533	565,573	573,533	565,573
	2,340,086	2,284,688	2,028,156	2,009,182

26 Trade and other payables

	Group		Company	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Trade payables	20,942,377	18,748,553	17,843,717	15,365,176
	20,942,377	18,748,553	17,843,717	15,365,176
Other payables:				
Related party - technical service fee	4,720,783	3,861,802	4,720,783	3,861,802
Customers' deposits	28,037,767	22,735,180	21,470,716	17,247,193
Related companies	4,130,698	3,263,740	17,227,112	16,690,513
Withholding tax payable	1,289,621	875,110	1,289,621	920,277
Value added tax payable	4,136	87,951	29,741	87,785
Accruals	13,643,141	7,145,326	11,839,911	6,279,343
Other payables	10,337,688	11,545,284	6,318,733	7,391,530
Dividend payable (note 26.1)	5,368,584	8,594,829	5,368,584	8,594,829
	67,532,418	58,109,222	68,265,201	61,073,271
	88,474,795	76,857,775	86,108,918	76,438,447

26.1 Dividend paid to equity holders of the Company

	Group	Company
	N'000	N'000
At 1 January 2021		
Payment to the equity holders of the parent	8,594,829	8,594,829
At 31 March 2021	(3,226,245)	(3,226,245)
	5,368,584	5,368,584
At 1 January 2020		
Dividend declared	-	-
Payment to the equity holders of the parent	16,107,796	16,107,796
At 31 December 2020	(7,512,967)	(7,512,967)
	8,594,829	8,594,829

The balance on dividend payable is due to Caricement B.V. and Associated International Cement Ltd.

26.2 Dividend paid

The following dividend were paid during the year:

	Group		Company	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Equity holders	3,226,245	7,512,967	3,226,245	7,512,967
Total	3,226,245	7,512,967	3,226,245	7,512,967

Dividend paid to equity holders in current period relates to 2019 dividend.

27 Additional cash flow information

27.1 Working capital with adjustments after adjustment for non-cash movements:

	Group		Company	
	3 months ended	3 months ended	3 months ended	3 months ended
	31 Mar	31 Mar	31 Mar	31 Mar
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Decrease/(increase) in inventories	(1,888,498)	(3,121,682)	(984,728)	(2,348,382)
Decrease/(increase) in trade and other receivables	(2,647,502)	302,922	(2,589,476)	(5,277,217)
(Increase) in other assets	(2,159,400)	565,977	(2,278,387)	569,493
(Increase) in other financial assets	(567,485)	(2,986,530)	(489,903)	(2,977,134)
(Decrease)/increase in trade and other payables	15,130,528	(8,674,688)	13,061,659	(9,814,661)
	7,867,644	(13,914,001)	6,719,165	(19,847,901)

27.2 Provisions and net movement on employee benefits

	Group		Company	
	3 months ended 31 Mar 2021 N'000	3 months ended 31 Mar 2020 N'000	3 months ended 31 Mar 2021 N'000	3 months ended 31 Mar 2020 N'000
Employee Long Service Award - service cost	(183)	41,846	(14,656)	37,066
Productivity bonus payment during the period	(1,400,294)	(772,360)	(1,219,898)	(657,372)
Provision for productivity bonus for the period	824,002	629,983	761,363	549,656
	(576,475)	(100,531)	(473,191)	(70,650)

27.3 Other non cash items

	Group		Company	
	3 months ended 31 Mar 2021 N'000	3 months ended 31 Mar 2020 N'000	3 months ended 31 Mar 2021 N'000	3 months ended 31 Mar 2020 N'000
Gain on sale of property, plant and equipment	(74,094)	-	(74,094)	-
Impairment provision on trade receivables	8,065	27,045	8,705	24,188
Movement in site restoration provision	(53,946)	(67,364)	(26,404)	(35,451)
Government grants (Note 7)	(70,333)	(134,123)	(27,682)	(27,683)
	(190,308)	(174,442)	(119,475)	(38,946)