

TANTALIZERS PLC

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2012

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TANTALIZERS PLC**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2012****CORPORATE INFORMATION****DIRECTORS**

Dr Jaiye Oyedotun - Chairman
 Mr Mofoluso Ayeni - Vice Chairman
 Mrs Grace Abosede Ayeni - Managing Director
 Mr Ademola Oloketuyi - Deputy Managing Director (Resigned 1/1/2012)
 Mr Olumide Ale - Executive Director
 Mr Bamidele Oke - Executive Director
 Mr Gabriel Ojeseekhoba - Executive Director
 Hon Tunji Bello - Director
 Alhaji Munir Ja'afaru - Director
 Mr Muiyiwa Kupoluyi - Director
 Mr Fabian Ajogwu - Director

**COMPANY SECRETARY
/LEGAL ADVISER**

Mrs Bamidele Dambo

REGISTERED OFFICE

Makay Plaza,
 21 Road, I Close,
 Festac Town, Lagos.

**REGISTRAR AND
TRANSFER OFFICE**

Meristem Registrars Limited,
 213, Herbert Macaulay Way,
 Adekunle, Yaba, Lagos

AUDITORS

Farinde, Olateju & Co.
 (Chartered Accountants)
 52, Coker Road,
 Ilupeju Estate, Lagos

BANKERS

Skye Bank Plc
 Ecobank Plc
 Wema Bank Plc

AUDIT COMMITTEE

Mr Muiyiwa Kupoluyi - Chairman
 Mr Olumide Ale
 Mr Abiodun Aina
 Engr Yemisi Shyllon

TANTALIZERS PLC**RESULTS AT A GLANCE**

	<u>2012</u> =N=000	<u>2011</u> =N=000	%change incr/(decr)
Revenue	4,198,227	4,604,551	(9)
Operating Profit after finance income and costs	(263,180)	83,587	(415)
Current year tax	40,288	118,270	(66)
(Loss)/Profit after current year taxation	(303,468)	101,870	(398)
Deferred Tax	-	(136,553)	(100)
Shareholders' fund	3,348,871	3,768,613	(11)
Earnings per 50k share basic (kobo)	(9k)	3k	50
Earnings per 50k share diluted (kobo)	(9k)	3k	50
Dividend per 50k share (kobo)	0	2k	-

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF TANTALIZERS PLC**

We have audited the accompanying Financial Statements of **TANTALIZERS PLC** which comprises the statement of financial position of 31st december 2012 and income statement, changes in equity and statement of cash flows for the year ended and a summary of the significant accounting policies and other explanatory notes.

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with the **International Financial Reporting Standards**. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

AUDITOR'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements, plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion the Financial Statements give a true and fair view of the financial position of the company at 31st December, 2012 and of the financial performance and cash flows for the year then ended and have been prepared in accordance with International Financial Reporting Standards issued by the Financial Reporting Council of Nigeria.

LAGOS,
NIGERIA.

TANTALIZERS PLC**STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2012**

	<u>NOTE</u>	2012	2011
		N	N
NON CURRENT ASSETS			
Property, Plant and Equipment	8	5,108,897,812	5,147,408,625
Current assets			
Inventories	9	145,346,451	170,429,250
Trade and other receivables	10	761,215,742	860,536,620
Cash and Bank equivalents		16,798,368	389,148,332
		<u>923,360,561</u>	<u>1,420,114,202</u>
Current liabilities			
Amount falling due within one year:			
Trade and other payables	11	536,447,827	560,466,351
Provisions and deferred income	12	118,087,439	58,947,774
Borrowings and other financial liabilities			
Overdrafts	13	145,194,197	-
Term loans	13	346,043,757	298,221,295
Finance leases	13	17,852,280	8,933,918
Taxation	14	295,527,255	326,995,140
		<u>1,459,152,755</u>	<u>1,253,564,478</u>
Net current assets/liabilities		(535,792,194)	166,549,724
TOTAL ASSETS LESS			
CURRENT LIABILITIES		4,573,105,618	5,313,958,349
Non current liabilities			
Borrowings and other financial liabilities			
Term loans	13	1,123,199,770	1,521,417,527
Finance leases	13	48,993,342	23,927,678
Deferred Taxation	14	52,041,670	-
NET ASSETS		<u>3,348,870,836</u>	<u>3,768,613,144</u>
EQUITY			
Share Capital	15	1,605,813,953	1,605,813,953
Share Premium	16	2,071,077,399	2,071,077,399
Revenue Reserve	17	(328,020,516)	91,721,792
		<u>3,348,870,836</u>	<u>3,768,613,144</u>

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DIRECTORS

The notes on pages 12 to 25 form an integral part of these financial statements.

TANTALIZERS PLC**INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2012**

	NOTE	2012	2011
		N	N
Revenue		4,198,226,571	4,604,551,250
Cost of sales		<u>(2,298,197,121)</u>	<u>(2,458,409,133)</u>
Gross Profit for the year		1,900,029,450	2,146,142,117
Distribution costs		(50,650,968)	(30,829,714)
Administrative Expenses		(2,194,923,466)	(2,129,220,952)
Other Income	3	<u>102,144,586</u>	<u>100,624,417</u>
Operating (Loss)/ Profit	4	(243,400,398)	86,715,868
Finance Income	5	15,834,881	12,913,424
Finance costs	5	<u>(35,614,768)</u>	<u>(16,042,391)</u>
(Loss) / Profit before Taxation		(263,180,285)	83,586,901
Income tax expense	6	<u>(40,287,795)</u>	<u>18,282,618</u>
(Loss) / Profit after Taxation transferred to Revenue Reserve		<u><u>(303,468,080)</u></u>	<u><u>101,869,520</u></u>
Earnings per share (basic)	7	<u>(0.09)</u>	<u>0.03</u>
Earnings per share(diluted)	7	<u>(0.09)</u>	<u>0.03</u>

The notes on pages 12 to 25 form an integral part of these financial statements.

TANTALIZERS PLC**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2012**

	<u>NOTE</u>	<u>2012</u>	<u>2011</u>
<u>CASH FLOW FROM OPERATING ACTIVITIES:</u>		<u>N</u>	<u>N</u>
Cash received from customers		4,306,669,227	4,679,379,973
Cash paid to suppliers and employees		(3,878,887,522)	(4,818,860,466)
Tax paid	6	(71,755,680)	(37,728,151)
Interest received		15,834,881	12,913,424
Interest paid		<u>(35,614,768)</u>	<u>(16,042,391)</u>
Net cash (used in)/generated from operating activities	18	<u>336,246,138</u>	<u>(180,337,611)</u>
<u>CASH FLOW FROM INVESTING ACTIVITIES:</u>			
Purchase of Property, plant and equipment	8	(545,335,545)	(891,921,315)
Proceeds from disposal of Property, plant and equipment		<u>7,956,513</u>	<u>-</u>
Net cash used in investing activities		<u>(537,379,033)</u>	<u>(891,921,315)</u>
<u>CASHFLOW FROM FINANCING ACTIVITIES:</u>			
Repayments of borrowings		(368,411,266)	(716,788,139)
Proceeds of borrowings		<u>52,000,000</u>	<u>1,944,644,111</u>
Net cash provided by financing activities		<u>(316,411,266)</u>	<u>1,227,855,972</u>
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS		(517,544,160)	155,597,047
Cash & Cash Equivalents at January 1, 2012		<u>389,148,332</u>	<u>233,551,285</u>
Cash & Cash Equivalents at December 31, 2012		<u>(128,395,828)</u>	<u>389,148,332</u>
<u>REPRESENTED BY:-</u>			
Cash at Bank and in Hand		<u>(128,395,828)</u>	<u>389,148,332</u>

The notes on pages 12 to 25 form an integral part of these financial statements.

ALIZERS PLC**FOR THE YEAR ENDED 31ST DECEMBER 2012**

	<u>ORDINARY SHARE CAPITAL</u>	<u>SHARE PREMIUM</u>	<u>RETAINED EARNINGS</u>	<u>TOTAL</u>
	N	N	N	N
At 1st January 2011	1,605,813,953	2,071,077,399	257,131,102	3,934,022,454
Profit for the year 2011	-	-	101,869,520	101,869,520
Dividend - Year 2010	-	-	(64,232,558)	(64,232,558)
Back duty tax audit (2004 - 2009)	-	-	(330,867,167)	(330,867,167)
Prior years over provision of depreciation	-	-	127,820,895	127,820,895
At 31st December 2011	1,605,813,953	2,071,077,399	91,721,792	3,768,613,144
At 1st January 2012	1,605,813,953	2,071,077,399	91,721,792	3,768,613,144
Loss for the year 2012	-	-	(303,468,080)	(303,468,080)
Prior year under provision of deferred tax	-	-	(52,041,670)	(52,041,670)
Dividend - Year 2011	-	-	(64,232,558)	(64,232,558)
At 31st December 2012	1,605,813,953	2,071,077,399	(328,020,516)	3,348,870,836

TANTALIZERS PLC**STATEMENT OF VALUE ADDED FOR THE YEAR ENDED 31ST DECEMBER 2012**

	<u>2012</u>		<u>2011</u>	
	N	%	N	%
TURNOVER	4,198,226,571		4,604,551,250	
Other Income	<u>102,144,586</u>		<u>100,624,417</u>	
	4,300,371,157		4,705,175,667	
Bought in Materials and Services				
Local	<u>(3,381,695,082)</u>		<u>(3,548,208,379)</u>	
Value Added	<u>918,676,075</u>	<u>100.00</u>	<u>1,156,967,288</u>	<u>100.00</u>
APPLIED AS FOLLOWS:				
To Pay Employees:				
Salaries, wages, Allowances and Retirement Benefits	565,577,076	61.56	552,234,103	47.73
To pay providers of funds:				
Bank Charges & Interest	35,614,768	3.88	16,042,391	1.39
To pay Government:				
Income and Education taxes	40,287,795	4.39	118,270,070	10.22
To provide for replacement of assets and development:				
Depreciation	580,664,516	63.21	505,103,893	43.66
Deferred tax	-	0.00	(136,552,688)	(11.80)
Profit and Loss account	<u>(303,468,080)</u>	<u>(33.03)</u>	<u>101,869,519</u>	<u>8.80</u>
	<u>918,676,075</u>	<u>100.00</u>	<u>1,156,967,288</u>	<u>100.00</u>

TANTALIZERS PLC**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2012****FIVE YEAR FINANCIAL SUMMARY**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
BALANCE SHEET	N	N	N	N	N
FIXED ASSETS	5,108,897,812	5,147,408,625	4,858,552,149	4,599,585,126	3,929,756,212
NET CURRENT ASSETS *	(535,792,194)	169,837,977	(148,601,739)	(143,623,875)	231,991,227
LONG TERM LIABILITIES	<u>(1,224,234,782)</u>	<u>(1,548,633,458)</u>	<u>(775,927,956)</u>	<u>(808,287,801)</u>	<u>(393,697,215)</u>
	<u>3,348,870,836</u>	<u>3,768,613,144</u>	<u>3,934,022,454</u>	<u>3,647,673,450</u>	<u>3,768,050,224</u>
PAID UP CAPITAL	1,605,813,953	1,605,813,953	1,605,813,953	1,475,000,000	1,475,000,000
SHARE PREMIUM	2,071,077,399	2,071,077,399	2,071,077,399	1,976,891,352	1,976,891,352
REVENUE RESERVE	<u>(328,020,516)</u>	<u>91,721,792</u>	<u>257,131,102</u>	<u>195,782,098</u>	<u>316,158,872</u>
	<u>3,348,870,836</u>	<u>3,768,613,144</u>	<u>3,934,022,454</u>	<u>3,647,673,450</u>	<u>3,768,050,224</u>
TURNOVER, PROFIT AND APPROPRIATION					
TURNOVER	4,198,226,571	4,604,551,250	4,889,325,512	5,390,835,577	4,531,407,261
(LOSS)/PROFIT BEFORE TAX	(263,180,285)	83,586,901	153,388,756	177,529,969	345,348,186
TAXATION	(40,287,795)	18,282,618	(92,039,752)	(120,906,744)	(39,944,081)
(LOSS)/PROFIT AFTER TAX	(303,468,080)	101,869,519	61,349,004	56,623,225	305,404,105
RETAINED (LOSS)/PROFIT	(303,468,080)	101,869,519	61,349,004	56,623,225	305,404,105
EARNINGS PER SHARE (Basic)	(9)k	3k	2k	2k	10k
EARNINGS PER SHARE (Diluted)	(9)k	3k	2k	2k	10k
NET ASSETS PER SHARE	104k	117K	122K	124K	128K

NOTE

Earnings per share are based on the number of issued ordinary shares at the end of each financial year

Net assets per share are based on the net asset and the number of issued and fully paid ordinary shares

at the end of each financial year.