

# **BOC GASES NIGERIA PLC**

A Member of The Linde Group

**RC 2035**

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## REPORT TO THE NIGERIAN STOCK EXCHANGE

### Condensed statement of comprehensive income


	Notes	Unaudited Jan- Mar 2021 =N='000	Unaudited Jan- Mar 2020	Audited Jan- Dec 2020 =N='000
Revenue	15	778,486	825,987	3,171,173
Cost of sales		(427,612)	(406,061)	(1,656,802)
<b>Gross profit</b>		<b>350,875</b>	<b>419,926</b>	<b>1,514,371</b>
Other Income	16	8,268	24,712	61,399
Other expenses		(4,464)	(26,864)	(24,981)
Selling and Distribution Expenses	17	(104,536)	(143,675)	(509,537)
Administrative expenses		(142,548)	(159,623)	(648,895)
<b>Operating profit</b>		<b>107,595</b>	<b>114,476</b>	<b>392,357</b>
Finance income	18	2,268	43,205	85,643
Finance cost		(22,810)	(6,920)	(63,498)
<b>Profit before income tax</b>		<b>87,053</b>	<b>150,761</b>	<b>414,502</b>
Income tax (provision)		(26,831)	(50,744)	(122,395)
<b>Net Profit for the 3 months</b>		<b>60,222</b>	<b>100,017</b>	<b>292,107</b>
Other comprehensive income				
Defined benefit plan actuarial gain		-	-	641
Tax on actuarial gain		-	-	(205)
<b>Total comprehensive income for the 3 months</b>		<b>60,222</b>	<b>100,017</b>	<b>292,543</b>
<b>Basic and diluted earnings per share (kobo)</b>		<b>14</b>	<b>24</b>	<b>70</b>

The Board expect performance to improve in subsequent quarters.

**Condensed statement of financial position**

		<b>Un audited Jan-Mar 2021 =N='000</b>	<b>Audited Jan-Dec 2020 =N='000</b>
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment	10	2,105,703	2,167,083
Intangibles		-	-
Right of Use Assets		50,104	80,293
Other tax assets		348,773	307,584
Prepayments and other assets		-	-
		<u>2,504,580</u>	<u>2,554,960</u>
<b>Current assets</b>			
Inventories	11	481,322	432,902
Trade debtors and other receivables		387,079	460,417
Prepayments and other assets		444,153	326,239
Cash and cash equivalents		1,804,297	1,643,352
		<u>3,116,850</u>	<u>2,862,910</u>
<b>Total assets</b>		<b>5,621,430</b>	<b>5,417,870</b>
<b>Equity &amp; liabilities</b>			
<b>Equity</b>			
Share Capital		208,122	208,122
General reserve		2,731,340	2,671,118
Other reserves		436	436
<b>Total Equity</b>		<b>2,939,899</b>	<b>2,879,676</b>
<b>Non current liabilities</b>			
Employee benefit liability	12	18,663	18,663
Lease Liabilities		-	-
Deferred tax liabilities		480,656	480,659
		<u>499,319</u>	<u>499,322</u>
<b>Current liabilities</b>			
Current tax liabilities		167,327	140,499
Trade creditors		577,139	296,446
Other creditors & accruals	13	598,363	745,413
Lease Liabilities		70,423	103,818
Provision		56,764	56,764
Contract liability		106,278	97,180
Dividend payable		382,921	382,922
Amount due to related companies	14	222,996	215,830
		<u>2,182,212</u>	<u>2,038,872</u>
<b>Total liabilities</b>		<b>2,681,531</b>	<b>2,538,194</b>
<b>Total equity and liabilities</b>		<b>5,621,429</b>	<b>5,417,870</b>

This financial statements were approved by the Board of Directors on 14 April 2021 and signed on its behalf by:

  
 Ayodeji Oseni  
 Managing Director FRCN/2017/IODN/000000/15942  
  
 Adeshina Alayaki  
 Finance Director FRC/2013/ICAN/00000000939

**Condensed statement of cash flows**

	<b>Jan-Mar 2021</b>	<b>Jan-Dec 2020</b>
	<b>=N='000</b>	<b>=N='000</b>
<b>Cash flows from operating activities</b>		
Profit Before Income Tax	107,595	392,357
Adjustments for non-cash items:		
Depreciation	68,231	266,023
Profit from sales of fixed assets		(9,457)
Working capital changes:		
Inventories	(48,420)	(206,890)
Trade and other receivables	32,149	(141,278)
Trade and other payables	280,693	359,531
Related companies accounts	7,166	87,406
Prepayments	(117,914)	(24,153)
Other current liabilities	(137,952)	(450,883)
Right of use	30,189	120,758
Lease liabilities	(33,395)	-
Income tax paid	-	(109,772)
<b>Net cash from operating activities</b>	<b>188,342</b>	<b>283,642</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	(6,853)	(192,391)
Proceeds from sales of fixed assets	-	10,223
Interest received	2,268	85,643
<b>Net cash from investing activities</b>	<b>(4,585)</b>	<b>(96,525)</b>
<b>Cash flows from financing activities</b>		
Dividend paid		(26,480)
Unpaid dividend received	-	-
Interest expense - lease	(22,810)	(21,563)
<b>Net cash from financing activities</b>	<b>(22,810)</b>	<b>(48,043)</b>
<b>Net increase in cash and cash equivalent</b>	160,947	139,074
Cash and cash equivalent at 1 January	1,643,352	1,504,278
<b>Cash and cash equivalent at 31 December</b>	<b>1,804,299</b>	<b>1,643,352</b>

**Condensed statement of changes in equity**

	<b>Share capital</b>	<b>Retained earnings</b>	<b>Total equity</b>
	<b>=N='000</b>	<b>=N='000</b>	<b>=N='000</b>
<b>Balance at 1 January</b>			
Balance at 1 January 2021	208,122	2,671,554	2,879,676
Profit for the period		60,222	60,222
Other Comprehensive Income		-	-
<i>Transactions with shareholders:</i>			
Unclaimed dividend now statute barred			-
Dividends paid/declared			-
<b>Balance at 31 March 2021</b>	<b>208,122</b>	<b>2,731,776</b>	<b>2,939,898</b>
Balance at 1 January 2020	208,122	2,503,884	2,712,006
Profit for the period		292,107	292,107
Other Comprehensive Income- Actuarial gain		436	436
<i>Transactions with shareholders:</i>			
Unclaimed dividend now statute barred			-
Dividends paid/declared		(124,873)	(124,873)
<b>Balance at 31 December 2020</b>	<b>208,122</b>	<b>2,671,554</b>	<b>2,879,676</b>

## Notes to the condensed financial statements

### 1. Statement of compliance

These condensed financial statements for the three months have been prepared in accordance with the recognition and measurement criteria of International Financial Reporting Standards (IFRS), the presentation as well as disclosure requirements of IAS 34 Interim Financial Reporting and the Company and Allied Matters Act as amended

### 1b. Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of The Exchange 2015 (Issuers' Rule), BOC Gases Nigeria Plc maintains a Security Trading Policy (Policy) which guides Directors, Audit Committee members, employees and all individuals categorized as insiders in relation to their dealings in the Company's shares. The Policy undergoes periodic review 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.

### 2. Basis of preparation

The financial statements are prepared in thousands of Nigerian Naira on the historical cost basis

### 3. Accounting policies

The financial statements have been prepared applying the same accounting policies as used in the last audited financial statements for the year ended 31 December 2020

### 4. Unusual items

There were no unusual items within the period

### 5. Changes in estimates

There were no material changes in estimates made, between the last quarter interim report and the current report

### 6. Debt and equity transactions

A dividend of 30k per share on the issued share capital of 416,244,706 shares of 50k each was declared at the Annual General Meeting held in June 2020. This translates to a total dividend of =N=124,873,411.80

### 7. Contingent liabilities

As at the date of publishing this report, there are no contingent liabilities against the company

### 8. Changes in the composition of the company

No changes have arisen in the year to date

### 9. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. transactions.

(b) Property, plant and equipment - Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

(c) Inventories - Inventories are measured at the lower of cost and net realisable value. The cost of inventories includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their present location and condition.

(d) Employee Benefits - The Company has a defined contribution scheme for junior level employees, which is funded through fixed contributions made by the Company over the service life of the employees and charged accordingly as personnel expense in profit or loss. The company also has long service awards scheme instituted for all permanent employees.

(e) Revenue - Revenue is measured at the fair value of the consideration received or receivable, net of Value Added Tax, discounts allowed and rebates in the ordinary course of business.

(f) Operating profit - Operating profit is the result generated from the continuing principal revenue producing activities of the Company as well as other income and expenses related to operating activities. Operating profit excludes net finance costs and income taxes

(g) Finance income comprises interest income on funds invested and net gains on foreign exchange differences. Interest income is recognised in profit or loss as it accrues, using the effective interest method. Finance costs comprise unwinding of the discount on provisions and interest expenses on borrowings (except interest expenses that are directly attributable to the acquisition, construction or production of a qualifying asset which are capitalised as part of the related assets) and are recognised in profit or loss using the effective interest method

(h) Income tax - Income tax expense comprises current tax - company income tax and tertiary education tax, and deferred tax.

## 10. Property, Plant & Equipment

	Jan-Mar 2021 =N='000	Jan-Dec 2020 =N='000
Land	2,542	2,542
Buildings	101,697	102,888
Plant & machinery	1,160,118	1,199,679
Motor Vehicle	324,510	289,805
Furniture & fittings	18,446	21,153
Cylinders	298,525	305,592
WIP	199,865	245,424
	<u>2,105,703</u>	<u>2,167,083</u>

## 11. Inventories

Raw materials and consumables	231,523	186,107
Finished goods	248,788	174,252
Goods-in-transit	1,012	72,543
	<u>481,322</u>	<u>432,902</u>

## 12. Employee benefit liability

The long service award benefit plan	<u>16,570</u>	<u>16,570</u>
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## 13. Other creditors & accruals

VAT	11,542	15,877
Leave allowance payable	10,102	10,871
Professional fee payable	61,580	46,419
Other accrued expenses	224,290	391,029
PAYE	14,975	12,312
Pension	365	224
Cylinder deposits	275,510	268,681
	<u>598,363</u>	<u>745,413</u>

## 14. Group Current Account

BOCN due to Afrox	196,584	185,519
BOCN due to BOC UK	-	-
BOCN due to Cryostar	-	(2)
BOCN due to Linde	26,412	30,314
	<u>222,996</u>	<u>215,830</u>

## 15. Revenue

	Jan -Mar 2021	Jan -Mar 2020	Jan-Dec 2020
Gas sales	735,020	762,859	2,931,841
Engineering services	1,848	28,530	109,209
Sales of gas equipment and delivery charges	41,619	34,598	130,123
	<u>778,486</u>	<u>825,987</u>	<u>3,171,173</u>

## 16. Other income

Income from hire of genset	8,268	24,712	42,673
Gain/(loss) on sale of property, plant and equipment	-	-	9,457
Gain on sale of scrap	-	-	9,269
	<u>8,268</u>	<u>24,712</u>	<u>61,399</u>

## 17. Selling & Distribution

Selling expenses	(33,594)	(73,724)	(214,524)
Distribution expenses	(70,942)	(69,951)	(295,013)
	<u>(104,536)</u>	<u>(143,675)</u>	<u>(509,537)</u>

## 18. Finance Income and finance cost

### (a) Finance income comprises

Interest income on bank deposits	2,268	12,262	85,643
Net gain on foreign exchange transactions	-	30,943	-
	<u>2,268</u>	<u>43,205</u>	<u>85,643</u>

### (b) Finance expenses comprises

Interest expense on lease liabilities	(2,725)	(6,920)	(21,563)
Net loss on foreign exchange transactions	(20,085)	-	(39,185)
Interest cost on employee benefit obligation	-	-	(2,750)
	<u>(22,810)</u>	<u>(6,920)</u>	<u>(63,498)</u>