



**ARBICO PLC
UNAUDITED FINANCIAL STATEMENT
FOR PERIOD ENDED 30th JUNE 2021**

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Result at a Glance:

	THE GROUP		THE COMPANY	
	2021	2020	2021	2020
	JUNE	JUNE	JUNE	JUNE
	N '000	N '000	N '000	N '000
Revenue	1,997,850	3,154,227	1,920,252	3,122,403
Profit/Loss Before Tax	(973,346)	77,410	(708,438)	375,258
Earnings per share	(6.74)	0.54	(4.97)	2.53

BY ORDER OF THE BOARD

COMPANY SECRETARY
FRC/2013/NBA/00000000001615

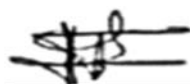
16th Jul, 2021



ARBICO PLC									
UNAUDITED CONSOLIDATED & SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME									
FOR THE PERIOD ENDED 30 JUNE 2021									
	NOTES	THE GROUP				THE COMPANY			
		6 MONTHS JAN-JUNE 2021 N'000	3 MONTHS APR-JUNE 2021 N'000	6 MONTHS JAN-JUNE 2020 N'000	3 MONTHS APR-JUNE 2020 N'000	6 MONTHS JAN-JUNE 2021 N'000	3 MONTHS APR-JUNE 2021 N'000	6 MONTHS JAN-JUNE 2020 N'000	3 MONTHS APR-JUNE 2020 N'000
Revenue	3	1,997,850	1,226,672	3,154,227	957,757	1,920,252	1,149,074	3,122,403	925,933
Cost of Sales		(1,532,311)	(1,185,639)	(2,656,878)	(1,587,996)	(1,264,646)	(917,974)	(2,409,055)	(1,433,485)
Gross Profit		465,539	41,033	497,349	(630,239)	655,607	231,101	713,348	(507,552)
Other Operating Income		83,399	25,161	43,782	38,378	83,399	25,161	43,782	11,927
Operating Expenses		(1,522,285)	(1,267,493)	(463,721)	(230,358)	(1,447,444)	(1,192,652)	(381,872)	(189,239)
Operating Profit before Tax		(973,346)	(1,201,298)	77,410	(822,219)	(708,438)	(936,390)	375,258	(684,863)
Income Tax Expenses		(30,010)	-	-	-	(30,010)	-	-	-
Profit For The Period		(1,003,356)	(1,201,298)	77,410	(822,219)	(738,448)	(936,390)	375,258	(684,863)
Other comprehensive income		-	-	-	-	-	-	-	-
Total Comprehensive (loss)/Income		(1,003,356)	(1,201,298)	77,410	(822,219)	(738,448)	(936,390)	375,258	(684,863)
Total Comprehensive (loss)/Income attributable to:									
Equity holders of parent		(1,000,707)	(1,198,649)	80,389	(820,846)				
Non Controlling Interest		(2,649)	(2,649)	(2,978)	(1,374)				
EARNINGS PER SHARE									
Basic (k)		(6.74)	(8.07)	0.54	(5.53)	(4.97)	(6.31)	2.53	(4.61)
Diluted (k)		(6.74)	(8.07)	0.54	(5.53)	(4.97)	(6.31)	2.53	(4.61)

ARBICO PLC							
UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION							
AS AT 30 JUNE 2021							
	NOTES	THE GROUP			THE COMPANY		
		JUNE 2021 N'000	JUNE 2020 N'000	DEC 2020 N'000	JUNE 2021 N'000	JUNE 2020 N'000	DEC 2020 N'000
ASSETS							
NON - CURRENT ASSETS							
Property Plant and Equipment	5	1,546,739	1,524,533	1,724,609	1,421,250	1,424,491	1,579,758
Intangible Assets	7	2,012	3,444	2,845	1,651	3,444	2,845
Deferred Tax Asset		546,621	622,697	546,621	546,621	622,697	546,621
Investment in Subsidiary		-	-	-	27,104	27,104	27,104
TOTAL NON CURRENT ASSETS		2,095,372	2,150,674	2,274,075	1,996,626	2,077,736	2,156,328
CURRENT ASSETS							
Inventories		516,087	231,126	1,122,601	516,087	231,126	1,122,603
Trade and Other Receivables	8	3,654,660	5,700,260	3,981,405	4,507,732	5,512,430	4,519,288
Prepayments		1,333,640	36,852	209,984	1,183,928	24,910	204,665
Cash, Bank & Cash Equivalents		331,302	230,035	653,655	(129,848)	143,337	565,267
TOTAL CURRENT ASSETS		5,835,688	6,198,273	5,967,645	6,077,899	5,911,803	6,411,823
TOTAL ASSETS		7,931,061	8,348,947	8,241,720	8,074,526	7,989,539	8,568,151
LIABILITIES							
NON - CURRENT LIABILITIES							
Share Deposit		1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
TOTAL NON CURRENT LIABILITY		1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
CURRENT LIABILITIES							
Trade and other payables	9	3,861,207	3,905,371	4,685,884	3,861,207	3,714,370	4,685,886
Advance from clients		3,098,717	3,317,489	1,762,024	2,253,320	2,695,517	1,216,626
TOATL CURRENT LIABILITY		6,959,925	7,222,860	6,447,908	6,114,527	6,409,887	5,902,512
TOTAL LIABILITY		8,909,925	9,172,860	8,397,908	8,064,527	8,359,887	7,852,512
EQUITY							
Share Capital		74,250	74,250	74,250	74,250	74,250	74,250
Share Premium		141,184	141,184	141,184	141,184	141,184	141,184
Retained Earnings		(2,385,182)	(1,897,013)	(1,556,709)	(1,398,969)	(1,447,716)	(693,329)
Reserve Surplus		1,193,534	861,934	1,193,534	1,193,534	861,934	1,193,534
Non Controlling Interest		(2,649)	(4,268)	(8,447)			
TOTAL EQUITY		(978,863)	(823,913)	(156,188)	9,999	(370,348)	715,639
TOTAL EQUITY AND LIABILITY		7,931,061	8,348,947	8,241,720	8,074,526	7,989,539	8,568,151

Approved by the Board on:
16th July, 2021



Alkimos Makaronidis
Director
FRC/2019/IODN/00000019977



Oluyemi Akinfenwa
Financial Controller
FRC/2012/ICAN/00000000449



Afolabi Aiyeola
Director
FRC/2015/IODN/00000012842



Eyo Asuquo
Director
FRC/2017/CIBN/0000000016193

ARBICO PLC
UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2021

	Group						Company				
	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Other reserves N'000	Non Controlling Interest N'000	Total N'000	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Other reserves N'000	Total N'000
As at 1 January 2021	74,250	141,184	1,193,534	(1,384,475)		24,493	74,250	141,184	1,193,534	(660,521)	748,447
Opening & Profit for the year	-	-	-	(1,000,707)	(2,649)	(1,003,356)	-	-	-	(738,448)	(738,448)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Movement within the year	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	(1,000,707)	(2,649)	(1,003,356)	-	-	-	(738,448)	(738,448)
At 30 JUNE 2021	74,250	141,184	1,193,534	(2,385,182)	(2,649)	(978,863)	74,250	141,184	1,193,534	(1,398,969)	9,999

	Group						Company				
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2020	74250	141184	861934	(1,977,401)	(1,290)	(901,323)	74,250	141,184	861,934	(1,822,975)	(745,607)
Profit/(loss) for the year	-	-	-	80,338	2,978	77,410	-	-	-	375,258	375,258
Other changes in the year	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	80,338	(2,978.00)	77,410	-	-	-	375,258	375,258
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-	-
At 30 June 2020	74,250	141,184	861,934	(1,897,063)	(4,268)	(823,913)	74,250	141,184	861,934	(1,447,717)	(370,349)

ARBICO PLC						
UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF CASH FLOWS						
FOR THE PERIOD ENDED 30 JUNE 2021						
	THE GROUP			THE COMPANY		
	2021 JUNE N'000	2020 JUNE N'000	2020 DEC N'000	2021 JUNE N'000	2020 JUNE N'000	2020 DEC N'000
Operating activities						
Profit before tax	(973,346)	80,388	644,883	(708,438)	375,258	1,360,722
Adjustments to reconcile profit before tax to net cash flows						
Depreciation of property, plant and equipment	172,630	203,598	397,319	153,628	191,489	358,787
Amortisation of intangible assets	1,793	636	1,235	1,793	636	1,235
Net Unrealized foreign exchange (gain)/loss	-	(51)	(29,046)	-	(51)	(29,046)
Profit on disposal of property, plant and equipment	-	-	(647)	-	-	(647)
Finance income	-	(2,657)	(2,657)	-	(2,657)	(2,657)
Recovery of expected credit loss	-	-	(555,478)	-	-	(555,478)
Impairment of receivables	-	-	-	-	-	-
Write off of available for sale	-	-	-	-	-	-
Expected credit losses on financial asset	-	-	173,072	-	-	173,072
Contract asset recognised in revenue	-	-	(2,835,828)	-	-	(2,687,956)
Contract liability recognised in revenue	-	-	(3,262,209)	-	-	(2,628,466)
Working capital adjustments						
Increase in trade and other receivables	2,814,887	542,858	(181,671)	2,564,388	316,193	(772,826)
(Increase)/ decrease in prepayments	(131,240)	53,086	(182,190)	(134,719)	59,313	(181,482)
increase in inventories	1,005,371	(25,621)	(891,475)	1,005,371	(26,443)	(891,474)
(Increase)/decrease in deferred asset	-	-	-	-	-	-
(Increase)/decrease in amounts due from customers for contract work	(1,957,744)	-	4,202,180	(1,957,744)	-	3,906,436
(Increase)/decrease in deferred tax	-	-	-	-	-	-
Increase/ (decrease) trade and other payables	632,749	(1,105,487)	1,096,507	632,749	(1,066,437)	1,002,412
Increase/(decrease) in advance from customers	(2,022,602)	490,353	1,762,024	(2,290,741)	301,802	1,216,626
Cash flows from/(used in) operating activities	(457,504)	237,103	336,019	(733,714)	149,103	269,258
Advance Payment in Fixed Deposit	-	-	77,035	-	-	77,035
Income tax paid	-	-	(28,274)	-	-	(28,274)
Net cash flows from/(used in) operating activities	(457,504)	237,103	384,780	(733,714)	149,103	318,019
Investing activities						
Purchase of property, plant and equipment	(139,469)	(199,554)	(178,698)	(141,160)	(93,684)	(106,867)
Purchase of intangible assets	(19,700)	1,345	-	(19,700)	1,345	-
Finance income	-	2,657	2,657	-	2,657	2,657
Increase in other investment	-	(622,697)	-	-	(622,697)	-
Proceed from sale of property, plant and equipment	-	-	647	-	-	647
Net cash flows used in investing activities	(159,170)	(818,249)	(175,394)	(160,860)	(712,379)	(103,563)
Financing Activities	717,940	562,229	-	621,389	545,039	-
Financing Movement Net	717,940	562,229	-	621,389	545,039	-
Net cash flows used in financing activities	717,940	562,229	-	621,389	545,039	-
Net increase/(decrease) in cash and cash equivalents	101,267	(18,917)	209,386	(273,186)	(18,237)	214,456
Net foreign exchange difference	-	51	29,046	-	51	29,046
Cash and cash equivalents at the beginning of the year	230,035	248,901	(126,268)	143,338	161,524	(133,042)
Cash and cash equivalents at the end of the year	331,302	230,035	112,164	(129,848)	143,338	110,460



ARBICO PLC

NOTES TO THE FINANCIAL STATEMENTS

1. Corporate information

Arbico Plc is a company incorporated on 18 June 1958 in Nigeria and commenced business thereafter. The company's shares were quoted on the Stock Exchange on November 30, 1978. Its principal activities comprise construction and civil engineering as well as investment in and operation of infrastructure. The registered office is located at Plot D Block 7 Industrial Crescent Ilupeju, Lagos.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), the provisions of the Financial Reporting Council of Nigeria Act, No. 6 2011, the provision of the Companies and Allied Matters Act, CAP 20 and the Laws of the Federation of Nigeria 2004 as applicable. The financial statements have been prepared on a historical cost basis, except for land and buildings that have been measured at fair value.

The financial statements are presented in Naira and all values are rounded to the nearest thousand (N'000), except when otherwise indicated.

3. Revenue

Construction contracts

The company principally operates fixed price contracts however sometimes the contract cost are varied due to additional works, If the outcome of such a contract can be reliably measured, revenue associated with the construction contract is recognized by reference to the stage of completion of the contract activity at year end (output method e.g. Surveys of Work completed to date) or obligations satisfied. In accordance with IFRS 15 revenue is recognized:

The outcome of a construction contract can be estimated reliably when:

- (i) The contract obligation has been performed.
- (ii) The work done can be accurately estimated or surveyed.
- (iii) The company's performance does not create an asset with an alternative use to the entity and the company has an enforceable right to payment for performance completed to date

When the work done does not satisfy these conditions the contract cost to date is held as a current asset (recoverable cost).

In applying output method, revenue recognized corresponds to the total contract revenue (as defined below) multiplied by the actual completion rate based on survey of work done. Contract revenue not yet billed are recognized and consequently held as contract assets in current assets

Contract revenue — Contract revenue corresponds to the initial amount of revenue agreed in the contract and any variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue; and they are capable of being reliably measured.



Contract costs — Contract costs include costs that relate directly to the specific contract and costs that are attributable to contract activity in general and can be allocated to the contract. Costs that relate directly to a specific contract comprise; site labor costs (including site supervision); costs of materials used in construction; costs of design, cost of depreciation on plant and machinery and technical assistance that is directly related to the contract.

The company contracts are typically negotiated for the construction of a single asset or a group of assets which are closely interrelated or interdependent in terms of their design, technology and function. In certain circumstances, the percentage of completion method is applied to the separately identifiable components of a single contract or to a group of contracts together in order to reflect the substance of a contract or a group of contracts.

Assets covered by a single contract are treated separately when:

- (a) The separate proposals have been submitted for each asset
- (b) Each asset has been subject to separate negotiation and the contractor and customer have been able to accept or reject that part of the contract relating to each asset
- (c) The costs and revenues of each asset can be identified

Contract cost for which their obligations have not been expressly stated or cannot be reliably measured are held as recoverable cost under current assets

A group of contracts are treated as a single construction contract when:

- (a) the group of contracts is negotiated as a single package;
- (b) the contracts are so closely interrelated that they are, in effect, part of a single project with an overall profit margin
- (c) the contracts are performed concurrently or in a continuous sequence

The three criteria must be met before combination can occur.

3. Revenue

	THE GROUP		THE COMPANY	
	2021	2020	2021	2020
	JUNE	JUNE	JUNE	JUNE
	N '000	N '000	N '000	N '000
Revenue	1,997,850	3,154,227	1,920,252	3,122,403
Profit/Loss Before Tax	(973,346)	77,410	(708,438)	375,258
Earnings per share	(6.74)	0.54	(4.97)	2.53

4.Plant Property & Equipment

There are no restrictions on title to the items of property, plant and equipment. The Company has not pledged any item of property, plant and equipment as security for liabilities. The fair value of the company's buildings is in line with the carrying amount. However, revaluation of the buildings is done at management discretion.

5. Disclosure on Director's Dealing.

There is no directors' dealing of any kind brought to the notice of the company, as the company has put in place and improving on it, the procedures for reporting such if it exists. This disclosure is in line with the requirement of provisions of Rule 17.15 of the issuers' rules 2015.

6. Shareholding Pattern as at June 30, 2021

	Unit	%
Strategic Shareholder	118,750,000	79.97
Director Direct Shareholding	107,360	0.07
Free Float	29,642,640	19.96
PAID UP SHARE CAPITAL	148,500,000	100.00

6.1 Strategic Shareholders

	Unit	%
R28 Limited	103,900,000	69.97
A.O.G Limited	14,850,000	10.00
Elder N.C.U Okoro	107,360	0.07
Nigerians	29,642,640	19.96
PAID UP SHARE CAPITAL	148,500,000	100.00

6.2 Compliance with Free Float

As at the reporting date, the company is not fully compliant with the free float requirement. This disclosure is in line with the requirement of provisions of Rule 2.1.1 of the free float rules on self-assessment and self-regulation.