

Nigerian Breweries Plc

RC: 613



Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September, 2021

Table of Contents

Condensed interim income statement ended 30th September	1
Condensed interim statement of other comprehensive income ended 30th September	3
Condensed interim statement of financial position	5
Condensed interim statement of changes in equity	6
Condensed interim statement of cash flows	10
Notes to the condensed interim financial statements	11

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim income statement

	Notes	GROUP					
		Quarter to date 30 th September 2021 ₦'000	Year to date 30 th September 2021 ₦'000	Quarter to date 30 th September 2020 ₦'000	Year to date 30 th September 2020 ₦'000		
		Net Revenue		100,024,496	309,281,410	82,228,896	234,038,733
		Cost of Sales	6	(67,404,787)	(198,744,628)	(51,422,855)	(144,091,276)
Gross Profit		32,619,709	110,536,782	30,806,041	89,947,457		
Other Income		265,658	894,114	251,836	585,966		
Marketing and Distribution Expenses	6	(22,913,615)	(69,112,213)	(17,818,182)	(52,154,608)		
Administrative Expenses	6	(5,152,900)	(17,582,078)	(5,795,908)	(15,888,705)		
Results from operating activities		4,818,852	24,736,605	7,443,787	22,490,110		
Finance income	7a	5,239	94,878	92,721	216,506		
Finance costs	7b	(4,027,021)	(12,093,972)	(4,904,663)	(11,729,142)		
Net Finance costs		(4,021,782)	(11,999,094)	(4,811,942)	(11,512,636)		
Profit before tax		797,070	12,737,511	2,631,845	10,977,474		
Income tax expenses	8	(298,697)	(4,520,890)	(1,281,736)	(4,037,901)		
Profit after tax		498,373	8,216,621	1,350,109	6,939,573		
Profit for the year attributable to:							
Owners of the Company		496,842	8,211,970	1,354,559	6,935,600		
Non-controlling interest		1,531	4,651	(4,450)	3,973		
Profit for the period		498,373	8,216,621	1,350,109	6,939,573		
Earnings per share							
Basic Earnings per share (kobo)		6	102	17	87		
Diluted earnings per share (kobo)		6	102	17	87		

The notes on pages 11 to 15 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim income statement

	Notes	COMPANY			
		Quarter to date 30 th September 2021 N'000	Year to date 30 th September 2021 N'000	Quarter to date 30 th September 2020 N'000	Year to date 30 th September 2020 N'000
Net Revenue		100,000,763	309,218,360	82,220,120	234,019,558
Cost of Sales	6	(67,404,787)	(198,744,628)	(51,422,855)	(144,091,276)
Gross Profit		32,595,976	110,473,732	30,797,265	89,928,282
Other Income		265,658	894,114	251,836	585,966
Marketing and Distribution Expenses	6	(22,913,615)	(69,112,213)	(17,818,182)	(52,154,608)
Administrative Expenses	6	(4,995,520)	(17,214,813)	(5,731,448)	(15,713,514)
Results from operating activities		4,952,499	25,040,820	7,499,471	22,646,126
Finance income	7a	5,239	94,878	92,721	216,506
Finance costs	7b	(4,049,707)	(12,159,817)	(4,925,392)	(11,789,517)
Net Finance costs		(4,044,468)	(12,064,939)	(4,832,671)	(11,573,011)
Profit before tax		908,031	12,975,881	2,666,800	11,073,115
Income tax expenses	8	(292,566)	(4,502,261)	(1,275,103)	(4,018,661)
Profit after tax		615,465	8,473,620	1,391,697	7,054,454
Profit for the year attributable to:					
Owners of the Company		615,465	8,473,620	1,391,697	7,054,454
Non-controlling interest		-	-	-	-
Profit for the period		615,465	8,473,620	1,391,697	7,054,454
Earnings per share					
Basic Earnings per share (kobo)		8	105	17	88
Diluted earnings per share (kobo)		8	105	17	88

The notes on pages 11 to 15 are an integral part of these interim financial statements

Condensed interim statement of other comprehensive income

Notes	GROUP				
	Quarter to date 30 th September 2021 ₦'000	Year to date 30 th September 2021 ₦'000	Quarter to date 30 th September 2020 ₦'000	Year to date 30 th September 2020 ₦'000	
	Profit for the period	498,373	8,216,621	1,350,109	6,939,573
	Other comprehensive income, net of tax				
Total comprehensive income for the period	498,373	8,216,621	1,350,109	6,939,573	
Total comprehensive income for the year attributable to:					
Owners of the Company	496,842	8,211,970	1,354,559	6,935,600	
Non-controlling interest	1,531	4,651	(4,450)	3,973	
Total comprehensive income for the period	498,373	8,216,621	1,350,109	6,939,573	

The notes on pages 11 to 15 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim statement of other comprehensive income

Notes	COMPANY				
	Quarter to date 30 th September 2021 N'000	Year to date 30 th September 2021 N'000	Quarter to date 30 th September 2020 N'000	Year to date 30 th September 2020 N'000	
	Profit for the period	615,465	8,473,620	1,391,697	7,054,454
	Other comprehensive income, net of tax				
Total comprehensive income for the period	615,465	8,473,620	1,391,697	7,054,454	
Total comprehensive income for the year attributable to:					
Owners of the Company	615,465	8,473,620	1,391,697	7,054,454	
Total comprehensive income for the period	615,465	8,473,620	1,391,697	7,054,454	

The notes on pages 11 to 15 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim statement of financial position
As at 30th September, 2021

	Notes	30 th September 2021 Group N'000	30 th September 2021 Company N'000	31st December 2020 Group N'000	31st December 2020 Company N'000
ASSETS					
Property, plant and equipment	9	214,518,876	213,213,857	213,412,133	212,369,121
Intangible assets and goodwill		94,258,304	94,258,304	95,272,318	95,272,318
Right of Use Asset (ROUA)		39,215,814	39,215,814	42,915,964	42,834,781
Investments		150,000	929,625	150,000	929,625
Other receivables		1,038,144	1,038,144	911,375	911,375
Non-current assets		349,181,138	348,655,744	352,661,790	352,317,220
Inventories		57,569,306	57,453,738	36,087,210	35,992,172
Trade and other receivables		23,297,121	22,233,308	11,417,423	10,457,436
Prepayments		4,260,892	4,135,658	3,745,422	3,745,422
Deposit for imports		12,592,472	12,592,472	11,575,510	11,575,510
Cash and cash equivalents		11,780,663	11,780,663	30,369,847	30,349,614
Current assets		109,500,454	108,191,687	93,195,412	92,120,154
Total assets		458,681,592	456,847,431	445,857,202	444,437,374
EQUITY					
Share capital		4,037,916	4,037,916	3,998,451	3,998,451
Share premium		77,499,797	77,499,797	73,770,356	73,770,356
Share based payment reserve		37,967	37,967	214,506	214,506
Retained earnings		86,210,408	86,123,322	83,093,100	83,167,564
Equity attributable to owners of the company	11	167,362,889	167,699,002	161,076,413	161,150,877
Non-controlling interest		107,280	-	102,629	-
Total Equity		167,470,169	167,699,002	161,179,042	161,150,877
LIABILITIES					
Loans and borrowings		34,863,921	34,863,921	39,636,707	39,636,707
Employee benefits		17,970,084	17,970,084	16,719,748	16,719,748
Deferred tax liabilities		15,424,356	15,424,356	17,854,115	17,854,115
Non-current liabilities		68,258,361	68,258,361	74,210,570	74,210,570
Loans and borrowings		43,701,004	43,701,004	51,810,629	51,810,629
Current tax liabilities		10,470,882	10,402,686	11,713,346	11,663,778
Dividend payable		8,082,688	8,082,688	7,707,091	7,707,091
Trade and other payables		160,687,095	158,692,296	139,200,670	137,858,575
Provisions		11,393	11,393	35,854	35,854
Current liabilities		222,953,062	220,890,067	210,467,590	209,075,927
Total liabilities		291,211,423	289,148,428	284,678,160	283,286,497
Total equity and liabilities		458,681,592	456,847,431	445,857,202	444,437,374

Approved by the Board of Directors on 28th October, 2021 and signed on its behalf by:



Mr. Hans Essaadi*
(Managing Director/CEO)



Mr. Rob Kleinjan
(Finance Director)
FRC/2019/ANAN/ 00000019433

**Mr. Essaadi has a waiver from the Financial Reporting Council of Nigeria ("FRCN") to sign the Financial Statements while processing his FRCN registration with the Council.*

The notes on pages 11 to 15 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim statement of changes in equity

Group	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total	Non- Controlling Interest	Total Equity
Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 st January 2021	3,998,451	73,770,356	214,506	83,093,100	161,076,413	102,629	161,179,042
Profit for the period	-	-	-	8,211,970	8,211,970	4,651	8,690,529
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	8,211,970	8,211,970	4,651	8,690,529
Transaction with owners, recorded directly in equity	-	-	-	-	-	-	-
Contributions and distributions							
Issue of ordinary shares	39,465	3,729,441	-	-	3,768,906	-	3,768,906
Share based payment charge	-	-	(174,600)	-	(174,600)	-	(174,600)
Share based payment recharge	-	-	(1,939)	-	(1,939)	-	(1,939)
Dividends	-	-	-	(5,517,862)	(5,517,862)	-	(5,517,862)
Unclaimed dividends written back	-	-	-	-	-	-	-
Total contributions and distributions	39,465	3,729,441	(176,539)	(5,517,862)	(1,925,495)	-	(1,925,495)
Changes in ownership interest							
Total transactions with owners of the company	39,465	3,729,441	(176,539)	(5,517,862)	(1,925,495)	-	(1,925,495)
Balance as at 30th September, 2021	4,037,916	77,499,797	37,967	85,787,208	167,362,888	107,280	167,470,168

The notes on pages 11 to 15 are an integral part of these interim financial statements

Condensed interim statement of changes in equity

Company	Notes	Share Capital ₦'000	Share Premium ₦'000	Share Based Payment Reserve ₦'000	Retained Earnings ₦'000	Total Equity ₦'000
Balance as at 1 st January 2021		3,998,451	73,770,356	214,506	83,167,564	161,150,877
Profit for the period		-	-	-	8,473,620	8,473,620
Other comprehensive income for the period		-	-	-	-	-
Total Comprehensive income for the period		-	-	-	8,473,620	8,473,620
Transaction with owners, recorded directly in equity		-	-	-	-	-
Contributions and distributions						
Issue of ordinary shares		39,465	3,729,441	-	-	3,768,906
Share based payment charge		-	-	(174,600)	-	(174,600)
Share based payment recharge		-	-	(1,939)	-	(1,939)
Dividends		-	-	-	(5,517,862)	(5,517,862)
Unclaimed dividends written back		-	-	-	-	-
Total contributions and distributions		39,465	3,729,441	(176,539)	(5,517,862)	(1,925,495)
Changes in ownership interest						
Total transactions with owners of the company		39,465	3,729,441	(176,539)	(5,517,862)	(1,925,495)
Balance as at 30th September, 2021		4,037,916	77,499,797	37,967	86,123,322	167,699,002

The notes on pages 11 to 15 are an integral part of these interim financial statements

Condensed interim statement of changes in equity

Group		Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total	Non- Controlling Interest	Total Equity
	Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 st January 2020		3,998,451	73,770,356	501,557	89,382,366	167,652,730	97,249	167,749,979
Profit for the period	-	-	-	-	6,935,600	6,935,600	3,973	6,939,573
Other comprehensive income for the period		-	-	-	-	-	-	-
Total comprehensive income for the year		-	-	-	6,935,600	6,935,600	3,973	6,939,573
Transaction with owners, recorded directly in equity		-	-	-	-	-	-	-
Contributions and distributions								
Issue of ordinary shares	-	-	-	-	-	-	-	-
Share based payment charge		-	-	93,881	-	93,881	-	93,881
Share based payment recharge		-	-	(418,744)	-	(418,744)	-	(418,744)
Dividends	-	-	-	-	(12,075,322)	(12,075,322)	-	(12,075,322)
Unclaimed dividends written back		-	-	-	-	-	-	-
Total contributions and distributions		-	-	(324,863)	(12,075,322)	(12,400,185)	-	(12,400,185)
Changes in ownership interest								
Total transactions with owners of the company		-	-	(324,863)	(12,075,322)	(12,400,185)	-	(12,400,185)
Balance as at 30th September, 2020		3,998,451	73,770,356	176,694	84,242,644	160,791,768	101,222	162,289,367

The notes on pages 11 to 15 are an integral part of these interim financial statements

Condensed interim statement of changes in equity

Company	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total Equity
Notes	₦'000	₦'000	₦'000	₦'000	₦'000
Balance as at 1 st January 2020	3,998,451	73,770,356	501,557	89,294,198	167,564,562
Profit for the period	-	-	-	7,054,454	7,054,454
Other comprehensive income for the period	-	-	-	-	-
Total Comprehensive income for the period	-	-	-	7,054,454	7,054,454
Transaction with owners, recorded directly in equity	-	-	-	-	-
Contributions and distributions					
Issue of ordinary shares	-	-	-	-	-
Share based payment charge	-	-	93,881	-	93,881
Share based payment recharge	-	-	(418,741)	-	(418,741)
Dividends	-	-	-	(12,075,322)	(12,075,322)
Unclaimed dividends written back	-	-	-	-	-
Total contributions and distributions	-	-	(324,863)	(12,075,322)	(12,400,185)
Changes in ownership interest					
Total transactions with owners of the company	-	-	(324,863)	(12,075,322)	((12,400,185))
Balance as at 30th September, 2020	3,998,451	73,770,356	176,694	84,273,330	162,218,831

The notes on pages 11 to 15 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the nine months ended 30th September 2021

Condensed interim statement of cash flows

	Notes	Group 2021 N'000	Company 2021 N'000	Group 2020 N'000	Company 2020 N'000
Profit for the period		8,216,621	8,473,620	6,939,573	7,054,454
Adjustments for:					
Depreciation		28,676,109	28,506,406	27,221,193	27,217,443
Amortization of intangible assets		1,114,879	1,114,879	1,069,793	1,069,793
Finance income		(94,878)	(94,878)	(216,506)	(216,506)
Interest expenses		8,288,980	8,354,825	8,770,946	8,831,321
Gratuity, employee benefit and share based payment charges		2,174,605	2,174,605	2,187,419	2,187,419
Loss on sale of property, plant and equipment		-	-	(2,779)	(2,779)
Income tax expense		4,520,607	4,501,979	4,035,976	4,018,660
Other non-cash item		894,390	813,207	(1,000,911)	(1,082,426)
		53,791,313	53,844,643	49,004,704	49,077,379
Changes in:					
Inventories		(21,482,096)	(21,461,566)	(4,386,381)	(4,335,209)
Trade and other receivables		(12,006,466)	(11,902,641)	(2,945,993)	(2,629,175)
Prepayments		(515,470)	(390,236)	(306,183)	(237,419)
Trade and other payables		42,381,677	41,728,973	15,552,958	15,005,840
Provisions		(24,461)	(24,461)	(1,379,063)	(1,379,063)
Deposit for imports		(1,016,962)	(1,016,962)	(915,496)	(915,496)
Cash generated from operating activities		61,127,535	60,777,750	54,624,546	54,586,857
Income tax paid		(8,192,830)	(8,192,830)	(5,358,157)	(5,360,080)
Gratuity paid		(1,100,808)	(1,100,808)	(1,064,971)	(1,064,971)
Other long term employee benefits paid		-	-	(670,854)	(670,854)
VAT paid*		(20,895,252)	(20,895,252)	(11,063,504)	(11,063,504)
Net cash from operating activities		30,938,645	30,588,860	36,467,060	36,427,448
Cash flows from investing activities					
Finance income		94,878	94,878	216,506	216,506
Proceeds from sale of property, plant and equipment		22,371	22,371	9,241	9,241
Investment in Subsidiary		-	-	-	-
Acquisition of property, plant and equipment		(25,614,622)	(25,182,913)	(21,618,315)	(21,562,394)
Acquisition of intangible assets		(100,865)	(100,865)	(99,731)	(99,731)
Net cash used in investing activities		(25,598,239)	(25,166,529)	(21,492,299)	(21,436,378)
Cash flows from financing activities					
Proceeds from loans and borrowings		-	-	132,306,615	132,306,615
Repayment of loans and borrowings		(12,882,411)	(12,882,411)	(89,706,204)	(89,706,204)
Interest paid		(8,288,980)	(8,354,825)	(2,260,618)	(2,320,993)
Lease Liability paid		(1,384,840)	(1,384,840)	(1,627,365)	(1,627,365)
Deposit at registrars related to prior years unclaimed dividends		-	-	(124,730)	(124,730)
Dividends paid		(1,373,359)	(1,373,359)	(6,181,124)	(6,181,124)
Net cash used in financing activities		(23,929,590)	(23,995,435)	32,406,574	32,346,199
Net increase/(decrease) in cash and cash equivalents		(18,589,183)	(18,573,103)	47,381,335	47,337,269
Cash and cash equivalents as at 1 st January		30,369,847	30,349,614	6,361,057	6,358,606
Cash and cash equivalents as at 30th June		11,780,663	11,776,511	53,742,392	53,695,875
Represented by:					
Cash balance		11,780,663	11,776,511	53,742,392	53,695,875
		11,780,663	11,776,511	53,742,392	53,695,875

The notes on pages 11 to 15 are an integral part of these interim financial statements.

* Value Added Tax (VAT) paid shown separately above has been adjusted for in deriving the change in trade and other payables

Notes to the condensed interim financial statements

1. REPORTING ENTITY

Nigerian Breweries Plc, a public company quoted on The Nigerian Exchange Limited, was incorporated in Nigeria on the 16th November 1946, under the name, Nigerian Brewery Limited. The name was changed on 7th January 1957, to Nigerian Breweries Limited and thereafter to Nigerian Breweries Plc in 1990 when the Companies and Allied Matters Act of that year came into effect. The Company is a subsidiary of Heineken N.V., a company domiciled in the Netherlands, the latter having a 56.33% interest in the equity of Nigerian Breweries Plc. The address of the Company's registered office is 1, Abebe Village Road, Iganmu, Lagos. The condensed interim financial statements of the Company as at and for the nine-month period ended 30th September 2021 comprise the Company and its subsidiaries.

The financial statements of Nigerian Breweries Plc as at and for the year ended 31st December 2020 are available from the Company's website www.nbplc.com/investor-relations.html

2. REGULATIONS FOR DEALING IN NB PLC'S SHARES AND SECURITIES

In compliance with The Nigerian Exchange Limited's Rules, Nigerian Breweries Plc has in place Regulations to guide the Board, employees and other persons classified as insiders when effecting transactions in the Company's shares and securities. The Company's Regulations for Dealing in Shares and other Securities provide amongst others, the period when transactions are not allowed to be effected on the Company's shares and securities ("Closed Period") as well as disclosure requirements when effecting such transactions. All concerned are obliged to observe the provisions of the Regulations when dealing in the Company's shares and securities. The Company has made inquiries of all affected persons and is not aware of any infringement of the policy during the period.

3. BASIS OF PREPARATION

a. Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS) IAS 34 'Interim Financial Reporting'. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of Nigerian Breweries Plc as at and for the year ended 31st December 2020.

b. Functional and presentation currency

These condensed interim financial statement are presented in Naira, which is the Company's functional currency. All financial information presented in Naira have been rounded to the nearest thousand unless stated otherwise.

c. Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by Management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 31st December 2020.

Notes to the condensed interim financial statements

4. SIGNIFICANT ACCOUNTING POLICIES

a. General

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Company's financial statements as at and for the year ended 31st December 2020.

b. Income tax

Income tax expenses are recognised based on management's best estimation of the weighted average expected full year income tax rate.

5. SEASONALITY

The performance of the Company is subject to seasonal fluctuations as a result of weather conditions and festivities. The Company's full year results and volumes are dependent on the performance in the peak-selling season, typically resulting in higher revenue and profitability in the last quarter of the year. The impact from this seasonality is also noticeable in several working capital related items such as inventory, trade receivables and payables.

6. ANALYSIS OF EXPENSES BY NATURE

For the nine-month period ended 30th September:

	Group 2021 N'000	Company 2021 N'000	Group 2020 N'000	Company 2020 N'000
Raw materials and consumables	141,200,158	141,200,158	93,467,856	93,467,856
Advertising and sales expenses	25,949,754	28,506,406	16,042,816	16,042,816
Depreciation	28,676,109	18,942,642	27,221,193	27,217,443
Amortization	1,114,878	1,114,878	1,069,793	1,069,793
Employee benefits	38,918,150	38,918,150	29,577,039	29,577,039
Distribution	19,362,419	19,362,419	18,256,874	18,256,874
Repairs and Maintenance	12,446,297	12,446,297	9,634,190	9,634,190
Royalty and technical service fees	6,322,315	6,322,315	5,279,634	5,279,634
Others	11,448,839	11,251,277	11,585,194	11,413,752
Total cost of sales, marketing & distribution and administration expenses	285,438,919	285,071,654	212,134,589	211,959,397

7. INTEREST INCOME, INTEREST EXPENSES AND OTHER NET FINANCE EXPENSES

Net finance income and expenses for the nine-month period ended 30th September 2021 amounted to **₦12 billion** (nine-month period ended 30th September 2020: **₦11.7 billion**).

a. Finance income

Interest income for the nine-month period ended 30th September 2021 amounted to **₦94.9 million** (nine-month period ended 30th September 2020: **₦217 million**).

b. Finance expense

Interest expenses for the nine-month period ended 30th September 2021 amounted to **₦12.1 billion** (nine-month ended 30th September 2020: **₦8.8 billion expenses**).

Other net finance expenses for the nine-month period ended 30th September 2021 amounted to **₦5.8 billion** (nine-month ended 30th September 2020: **₦3 billion**).

Notes to the condensed interim financial statements

8. INCOME TAX EXPENSES

The Company's effective tax rate in respect of continuing operations for the nine-month period ended 30th September 2021 was 34.69 per cent (for the nine-month period ended 30th September 2020: 36.29 per cent).

9. PROPERTY PLANT AND EQUIPMENT

Acquisitions

During the nine-month period ended 30th September 2021, the Company acquired, plant and equipment with a cost of ₦25.6 billion (nine-month period ended 30th September 2020: ₦21.6 billion).

Capital commitments

As at 30th September 2021, the Company's capital expenditure commitments for property, plant and equipment amounted to ₦85.5 billion (30th September 2020: ₦60 billion).

10. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

Financial risk management

The aspect of the Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31st December 2020.

11. EQUITY

(a) Reserves

The reserves consist of share premium, share-based payment, equity contribution reserves and retained earnings.

Weighted average number of shares (basic and diluted)

For the nine-month period ended 30th September
 In shares

	2021	2020
1 st January		
Weighted average number of shares	7,996,902,051	7,996,902,051
Scrip issues	78,929,849	-
<hr/>		
30th September		
Weighted average number of shares	8,075,831,900	7,996,902,051

Notes to the condensed interim financial statements

12. NET CASH COVERAGE /INTEREST BEARING DEBT POSITION

For the nine-month period ended 30th September:

	Group 2021 N'000	Company 2021 N'000	Group 2020 N'000	Company 2020 N'000
Loans and borrowings	41,148,110	41,148,110	6,420,657	6,420,657
Bank overdraft and Commercial papers	2,552,894	2,552,894	85,818,392	85,818,392
Cash, cash equivalents and current	(11,780,663)	(11,776,511)	(53,742,392)	(53,695,875)
(Net cash coverage position)/interest bearing debt position	31,920,341	31,924,493	38,496,657	38,543,174

As at 30th September 2021, the Company had Revolving Credit Facilities with two (2) Nigerian banks to finance its working capital. The approved limit of the loan with each of the banks ranged from ₦6 billion to ₦15 billion (total of ₦21 billion). This is yet to be utilized as at 30th September, 2021.

13. CONTINGENCIES

No material updates in comparison with 2020 year-end reporting were identified that need to be reported.

14. RELATED PARTY TRANSACTIONS

The Company has related party relationships with its parent company, Heineken N.V. and Heineken group entities. These transactions are conducted on terms comparable to transactions with third parties. The related party transactions in the first nine-month period ended 30th September 2021 do not in substance deviate from the transactions as reflected in the financial statements as at and for the year ended 31st December, 2020.

	Transaction value		Balance due (to)/from	
	Sept-21 N'000	Sept-20 N'000	Sept-21 N'000	Sept-20 N'000
Purchases - other related parties	(48,983,182)	(28,181,247)	(17,693,886)	(13,786,011)
Contract brewing services with:				
- Other related parties	(323,241)	(878,798)	(243,472)	(110,468)
Technical Service fees & royalties				
- Parent	(1,143,147)	(868,307)	(780,584)	(573,955)
- Other related parties	(5,179,169)	(4,411,327)	(3,211,706)	(2,742,111)
Total Technical Service Fees and Royalties	(6,322,316)	(5,279,634)	(3,992,290)	(3,316,066)
Sales and others				
- Other related parties	3,289,251	454,769	(14,888,979)	(7,136,800)

Notes to the condensed interim financial statements

15. SUBSEQUENT EVENTS

There are no significant subsequent events, which could have had a material effect on the state of affairs of the Company as at 30th September 2021 that have not been adequately provided for or disclosed in these condensed interim financial statements.

16. EVALUATION OF THE IMPACT OF CORONAVIRUS

The impact of Coronavirus (Covid-19) pandemic on the economy and by implication, the Company, continued during the period under review. Our priority remained protecting the health, safety and welfare of employees, customers and partners. We regularly monitored and evaluated the Company's financial position and performance in the light of the pandemic; our Balance Sheet remained strong. The focus of the Board and Management continues to be the mitigation of the impact of the pandemic on the business.