

Eterna Plc
IFRS Financial Statements for Third Quarter
ended 30 September 2021

Consolidated statement of profit or loss and other comprehensive income for third quarter ended 30th Sep. 2021

	Note	Group		Company	
		30 Sep.	30 Sep.	30 Sep.	30 Sep.
		2021 N'000	2020 N'000	2021 N'000	2020 N'000
Revenue	1	61,372,220	43,986,049	61,135,135	43,855,479
Cost of sales	2.1	(57,049,187)	(40,163,496)	(57,027,760)	(40,152,462)
Gross profit		4,323,033	3,822,553	4,107,375	3,703,017
Selling and distribution expenses	2.2	(160,895)	(91,023)	(159,190)	(90,111)
General and administrative expenses	2.3	(2,906,762)	(2,389,987)	(2,711,079)	(2,221,606)
Other income	6	294,947	324,873	293,787	324,460
Foreign exchange gains	7.1	(93,029)	(319,134)	(93,029)	(319,134)
Operating profit		1,457,295	1,347,282	1,437,864	1,396,626
Finance income	7	5,487	5,903	5,487	5,903
Finance cost	8	(895,897)	(946,005)	(895,869)	(945,812)
Profit before tax		566,885	407,181	547,482	456,717
Taxation	9	(150,897)	(213,608)	(150,304)	(212,955)
Profit for the year		415,988	193,572	397,178	243,763
Attributable to:					
– Owners of the parent		415,988	193,572	397,178	243,763
– Non-controlling interests		-	-	-	-
		415,988	193,572	397,178	243,763
Total comprehensive income for the year		415,988	193,572	397,178	243,763
Attributable to:					
– Owners of the parent		415,988	193,572	397,178	243,763
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		415,988	193,572	397,178	243,763
Earnings per share:					
Basic	31	0.32	0.15	0.30	0.19
Diluted	31	0.32	0.15	0.30	0.19

Consolidated statement of profit or loss and other comprehensive income for third quarter ended 30th Sep. 2021

		Group		Company	
	Note	Q3 2021	Q3 2020	Q3 2021	Q3 2020
		N'000	N'000	N'000	N'000
Revenue	10	23,381,339	15,467,236	23,315,974	15,420,061
Cost of sales	11.1	(21,675,922)	(13,988,099)	(21,669,455)	(13,983,015)
Gross profit		1,705,417	1,479,137	1,646,519	1,437,045
Selling and distribution expenses	11.2	(90,430)	(40,778)	(89,399)	(40,771)
General and administrative expenses	11.3	(1,061,958)	(847,663)	(982,542)	(788,180)
Other income	15	18,172	8,687	18,021	8,646
Foreign exchange gains	16.1	(93,029)	57,327	(93,029)	57,327
Operating profit		478,172	656,710	499,570	674,068
Finance income	16	5,487	(4,922)	5,487	(4,922)
Finance cost	17	(320,250)	(316,467)	(320,247)	(316,781)
Profit before tax		163,408	335,321	184,810	352,365
Taxation	18	(49,022)	(75,165)	(55,443)	(74,929)
Profit for the year		114,386	260,156	129,367	277,436
Attributable to:					
– Owners of the parent		114,386	260,156	129,367	277,436
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		114,386	260,156	129,367	277,436
Attributable to:					
– Owners of the parent		114,386	260,156	129,367	277,436
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		114,386	260,156	129,367	277,436
Earnings per share:					
Basic	31	0.09	0.20	0.10	0.21
Diluted	31	0.09	0.20	0.10	0.21

Consolidated statement of financial position

		Group		Company	
	Note	30 September	31 December	30 September	31 December
		2021 N'ooo	2020 N'ooo	2021 N'ooo	2020 N'ooo
Non-current assets					
Property, plant and equipment	19	12,063,661	11,398,386	11,488,437	10,823,488
Intangible assets	19	68,716	76,244	68,716	76,244
Right of Use Assets	20	2,060,201	2,046,208	2,060,201	2,046,208
Other investments	22	575,382	569,382	575,382	569,382
Investment in subsidiaries	22	-	-	50,990	50,990
		14,767,960	14,090,220	14,243,727	13,566,312
Current assets					
Inventory	23	17,274,762	6,899,708	18,008,311	6,858,012
Trade and other receivables	24	10,207,229	12,612,734	10,204,106	13,228,041
Prepayments	20	107,786	108,609	84,646	106,657
Cash and bank balances	25	1,374,460	2,056,285	1,684,946	2,033,293
		28,964,238	21,677,336	29,982,009	22,226,003
Total assets		43,732,199	35,767,556	44,225,736	35,792,315
Non-current liabilities					
Borrowings	26	737,214	448,738	737,214	448,738
Lease Liability	29	215,254	213,274	215,254	213,274
Deferred tax liability	23	1,161,333	1,161,333	1,202,334	1,202,334
Decommissioning liability	27	131,878	131,878	119,963	119,963
		2,245,680	1,955,222	2,274,765	1,984,308
Current liabilities					
Trade and other payables	28	6,674,916	8,291,448	7,165,898	8,294,213
Borrowings	26	20,774,313	12,050,514	20,774,313	12,050,514
Tax payable	9	272,347	121,450	270,957	120,653
		27,721,575	20,463,412	28,211,167	20,465,380
Total liabilities		29,967,255	22,418,634	30,485,932	22,449,688
Equity attributable to shareholders					
Share capital	30	652,072	652,072	652,072	652,072
Share premium	30	5,796,053	5,796,053	5,796,053	5,796,053
Retained earnings		7,316,739	6,900,750	7,291,679	6,894,501
		13,764,864	13,348,875	13,739,804	13,342,626
Non -controlling interest		80	46	-	-
Total equity		13,764,944	13,348,921	13,739,804	13,342,626
Total equity and liabilities		43,732,199	35,767,556	44,225,736	35,792,315

Aliu Kamiyo
Head of Finance
TBA

Nnamdi Obiagwu
Managing Director/Chief Executive Officer
FRC/2020/IODN/003/00000022059

Consolidated statement of changes in equity

	Attributable to equity holders of the parent Group					
	Share Capital	Share premium	Retained Earnings	Other Reserves	Total amount attributable to equity holders	Non - controlling interest
	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2020	652,072	5,796,053	5,959,693		12,407,818	61
Comprehensive income						
Profit for the year	-	-	941,057		941,057	(15)
Other Comprehensive income						
Total comprehensive income	-	-	941,057	-	941,057	(15)
Transaction with owners						
Dividend paid						
At 31 December 2020	652,072	5,796,053	6,900,751	-	13,348,876	46
Balance at 1 January 2021	652,072	5,796,053	6,900,751		13,348,876	46
Comprehensive income						
Profit for the year	-	-	415,988		415,988	-
Other Comprehensive income						
Total comprehensive income	-	-	415,988	-	415,988	-
Transaction with owners						
Dividend Paid	-	-	-		-	-
At 30 September 2021	652,072	5,796,053	7,316,739	-	13,764,864	46

	Company				
	Share capital	Share premium	Retained earnings	Other Reserves	Total Equity
	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2020	652,072	5,796,053	5,876,985		12,325,110
Comprehensive income					
Profit for the year			1,017,516		1,017,516
Other Comprehensive income					
Total comprehensive income	-	-	1,017,516	-	1,017,516
Transaction with owners					
Dividend paid					
At 31 December 2020	652,072	5,796,053	6,894,501	-	13,342,626
Balance at 1 January 2021	652,072	5,796,053	6,894,501		13,342,626
Comprehensive income					
Profit for the year			397,178		397,178
Other Comprehensive income					
Total comprehensive income	-	-	397,178	-	397,178
Transaction with owners					
Dividend Paid					
At 30 September 2021	652,072	5,796,053	7,291,679	-	13,739,804

Consolidated statement of cash flows

	Note	Group		Company	
		30 September 2021 N'ooo	31 December 2020 N'ooo	30 September 2021 N'ooo	31 December 2020 N'ooo
CASH FLOWS FROM OPERATING ACTIVITIES:					
Profit before taxation		566,885	548,146	547,482	624,620
Adjustments for non-cash items:					
Depreciation	19	502,977	694,346	447,721	626,731
Amortisation of Intangible Assets	19	13,269	20,373	13,269	20,373
Amortisation of prepayments	21	21,121	41,808	21,121	41,808
Amortisation of right of use assets	20	177,674	338,262	177,674	338,262
Bad Debt written off	2-3	1,496	49,678	1,496	49,678
Provision no longer required	6	-	(37,741)	-	(37,743)
Property, plant & equipment and Intangible assets Written off	19	-	4,836	-	4,836
Finance Cost	8	895,897	911,006	895,869	909,345
Finance Income	7	-	(29,356)	-	(29,356)
Finance cost on Trading	26	963,796	456,189	963,796	456,189
Allowance for impairment	2-3	-	60,222	-	59,991
Loss on disposal of asset	2-3	504	64,869	504	64,486
		3,143,617	3,122,638	3,068,931	3,129,220
Changes in working capital:					
(Increase) in inventory	23	(10,375,054)	(1,602,947)	(11,150,299)	(1,602,462)
(Increase) / decrease in debtors	24	2,990,435	(3,239,406)	3,400,450	(3,464,609)
(Increase) / decrease in Short term prepayment	21	1,952	(1,799)	23,140	(1,738)
Increase/(decrease) in payables	28	(1,616,532)	3,339,932	(1,128,315)	3,386,929
		(8,999,198)	(1,504,219)	(8,855,023)	(1,681,881)
Cash flows generated used in operating activities		(5,855,581)	1,618,418	(5,786,092)	1,447,340
Tax paid	9	-	(355,349)	-	(229,189)
Net cash generated used in operating activities		(5,855,581)	1,263,069	(5,786,092)	1,218,151
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of property, plant and equipment	19	(1,267,221)	(2,374,954)	(1,206,138)	(2,320,372)
Proceeds on disposal of Property, plant and equipment	25	116	-	116	-
Purchase of Intangible assets	19	(11,263)	-	(11,263)	-
Payments for leasehold properties	20	(22,250)	(138,048)	(22,250)	(138,048)
Investment payment	22	(6,000)	(10,514)	(6,000)	(10,513)
Interest received	7	5,487	29,356	5,487	29,356
Net cash used in investing activities		(1,301,131)	(2,494,160)	(1,240,049)	(2,439,578)
CASH FLOWS FROM FINANCING ACTIVITIES:					
Proceeds from borrowings	26	55,671,531	48,091,874	55,671,531	48,091,874
Repayment of borrowings and interest	26	(47,990,877)	(46,165,573)	(47,787,970)	(46,165,573)
Net cash generated from financing activities		7,680,654	1,926,301	7,883,562	1,926,301
NET CHANGE IN CASH AND CASH EQUIVALENTS		523,942	695,211	857,421	704,874
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		850,519	155,308	827,525	122,651
CASH AND CASH EQUIVALENTS AS AT 30 SEPTEMBER 2020	25	1,374,461	850,519	1,684,946	827,525

Notes to the consolidated financial statements

N'000

	Group		Company	
	2021	2020	2021	2020
1 Revenue				
Trading	1,013,578	1,264,387	1,013,578	1,264,387
Fuel	47,496,475	32,690,066	47,496,475	32,690,066
Lubricants	11,661,899	5,919,886	11,661,899	5,919,886
Others	1,200,268	4,111,710	963,183	3,981,141
	<u>61,372,220</u>	<u>43,986,049</u>	<u>61,135,135</u>	<u>43,855,479</u>
2 Expenses by nature				
	Group		Company	
	2021	2020	2021	2020
2.1 Cost of sales				
Material cost	56,547,992	39,039,231	56,526,565	39,028,202
Delivery cost	501,195	1,124,265	501,195	1,124,260
	<u>57,049,187</u>	<u>40,163,496</u>	<u>57,027,760</u>	<u>40,152,462</u>
2.2 Selling and Distribution expenses				
	Group		Company	
	2021	2020	2021	2020
Marketing and sales commission	156,910	86,837	156,910	86,783
Sampling and analysis	3,984	4,186	2,279	3,327
	<u>160,895</u>	<u>91,023</u>	<u>159,190</u>	<u>90,111</u>
2.3 General and Administration expenses				
	Group		Company	
	2021	2020	2021	2020
Staff costs	691,498	628,881	638,822	572,216
Legal and Professional fees	220,632	184,796	214,086	184,796
Depreciation	588,027	512,836	532,771	462,648
Employee welfare	825	7,712	711	6,245
rent	287,926	239,161	287,926	239,161
Travelling	51,677	89,655	51,038	88,115
Entertainment	25,151	15,148	20,331	12,770
Repairs and Maintenance	278,315	177,963	235,282	147,161
Marketing and Business Development	71,968	46,423	71,918	46,386
Other expenses	640	6,075	644	6,079
communication	40,140	16,105	39,888	15,802
stationery	10,071	3,261	8,193	2,448
Security	35,204	30,477	27,379	25,221
medical	43,793	14,122	40,036	13,433
insurance	54,432	54,953	54,432	54,953
Licence fees	141,510	71,399	138,981	70,781
Directors remuneration	50,250	55,250	50,250	55,250
Amortisation on Prepayments	21,121	14,155	21,121	14,155
Bad Debt	1,496	19,195	1,496	19,195
Pension costs	30,621	32,507	27,506	29,024
Audit Fees	55,800	31,350	48,300	23,500
Amortisation of Intangible assets	15,967	15,280	15,967	15,280
Loss on disposal of property, plant and equipment	(504)	6,692	(504)	6,319
Investors' Relation	36,025	27,414	36,025	27,414
Board Expenses	36,925	24,559	36,925	24,559
utilities	38,948	25,396	33,591	21,049
Health and Safety	38,874	36,975	38,874	36,975
Retirement benefits costs	-	-	-	-
Training and Development	39,430	2,246	39,091	672
Accretion charge	-	-	-	-
Allowance for impairment	-	-	-	-
Total cost of sales, distribution costs and administrative expenses	<u>2,906,762</u>	<u>2,389,987</u>	<u>2,711,079</u>	<u>2,221,606</u>
Expenses by function				
	Group		Company	
	2021	2020	2021	2020
3 Cost of sales	57,049,187	40,163,496	57,027,760	40,152,462
Selling and Distribution expenses	160,895	91,023	159,190	90,111
General and Administration expenses	<u>2,906,762</u>	<u>2,389,987</u>	<u>2,711,079</u>	<u>2,221,606</u>
	<u>60,116,844</u>	<u>42,644,506</u>	<u>59,898,029</u>	<u>42,464,179</u>

Notes to the consolidated financial statements

N'000

4 Employees' remuneration and numbers

	Group		Company	
	2021	2020	2021	2020
	Number	Number	Number	Number
Administration	28	28	28	28
Operations	35	35	21	21
Sales and marketing	18	18	18	18
	81	81	67	67
Senior Management	12	12	8	8
Management	9	9	7	7
Senior staff	60	60	52	52
	81	81	67	67

The number of employees, other than directors, who earned over N3,000,000 in the year:

	Group		Company	
	2021	2020	2021	2020
	Number	Number	Number	Number
N3,000,001 - N4,000,000	23	23	11	11
N4,000,001 - N5,000,000	10	10	32	32
Above 5,000,000	48	48	24	24
	81	81	67	67

The total employee benefits expense in the year comprise the following:

	Group		Company	
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Salaries and wages	691,498	628,881	638,822	572,216
Employee welfare	825	7,712	711	6,245
Retirement benefits costs	0	-	0	-
	692,323	636,593	639,533	578,460

5 Directors' remuneration

	Group		Company	
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Fees for services as a director	36,025	27,414	36,025	27,414
Other emoluments as management	96,422	144,633	96,422	144,633
	132,447	172,048	132,447	172,048

The emoluments of the chairman of the board (excluding pension contributions)

	2021	2020	2021	2020
	17,000	17,000	17,000	17,000

The table below shows the numbers of directors of the company whose remuneration excluding pension contributions fell within the bands stated.

	Group		Company	
	2021	2020	2021	2020
	Number	Number	Number	Number
Less than N500,001	-	-	-	-
N500,001 - N3,000,000	-	-	-	-
N3,000,001 - N12,000,000	-	-	-	-
More than N12,000,000	8	8	8	8
	8	8	8	8

6 Other income

	Group		Company	
	2021	2020	2021	2020
	N'000	N'000	N'000	N'000
Other income	264,371	306,138	263,210	305,725
Provision no longer required	0	-	0	-
Rental income	28,608	10,856	28,608	10,856
Depot storage income	1,968	7,878	1,968	7,878
	294,947	324,873	293,787	324,460

		Group		Company	
		2021	2020	2021	2020
7	Finance income				
	Interest income on short-term bank deposits	5,487	5,903	5,487	5,903
		5,487	5,903	5,487	5,903
7.1	Foreign exchange gain/Loss	(93,029)	(319,134)	(93,029)	(319,134)
		(93,029)	(319,134)	(93,029)	(319,134)

8	Finance cost	Group		Company	
		2021	2020	2021	2020
	Interest and other financial charges	812,088	675,899	812,061	675,707
	Interest on long term financing	83,808	270,105	83,808	270,105
	Interest cost on employee benefits	0	0	0	0
	Accretion charge	0	0	0	0
		895,897	946,005	895,869	945,812

This amount represents interest charges on various short term loans, overdrafts and trade finances.

9	Taxation	Group		Company	
		2021	2020	2021	2020
	Current taxes on income for the year	150,897		150,304	
	Education tax levy for the year	-		-	
	Minimum Tax	150,897	84,156	150,304	83,906
	Tax expense on Income statement	301,793	84,156	300,608	83,906
	Tax on Other Comprehensive Income	-	-	-	-
	Total tax expense	301,793	84,156	300,608	83,906

	Group		Company	
	2021	2020	2021	2020
Opening balance	121,450	471,603	120,653	344,646
Tax paid	-	(355,349)	-	(229,189)
Tax write (back)/off	-	-	-	-
WHT utilised	-	-	-	-
Income tax charge	150,897	5,196	150,304	5,196
Closing balance	272,347	121,450	270,957	120,653
Current	272,347	121,450	270,957	120,653
Non-current	-	-	-	-
	272,347	121,450	270,957	120,653

Corporation tax is calculated at 30 percent of the taxable profit for the year. The charge for taxation on these financial statements is based on the provisions of the Companies Income Tax Act CAP C21 LFN 2004. The Tertiary Education tax of 2 per cent is based on the provisions of the Tertiary Education Trust Fund Act 2011.

Notes to the consolidated financial statements

		N'000			
		Group		Company	
		Q3 2021	Q3 2020	Q3 2021	Q3 2020
10	Revenue				
	Trading	184,595	434,251	184,595	434,251
	Fuel	18,417,277	12,242,001	18,417,277	12,242,001
	Lubricants	4,650,777	2,244,745	4,650,777	2,244,745
	Others	128,690	546,239	63,325	499,064
		23,381,339	15,467,236	23,315,974	15,420,061
11	Expenses				
		Group		Company	
		Q3 2021	Q3 2020	Q3 2021	Q3 2020
11.1	Cost of sales				
	Material cost	21,792,353	13,710,930	21,785,886	13,705,846
	Delivery cost	(116,431)	277,169	(116,431)	277,169
		21,675,922	13,988,099	21,669,455	13,983,015
11.2	Selling and Distribution expenses				
		Group		Company	
		Q3 2021	Q3 2020	Q3 2021	Q3 2020
	Marketing and sales commission	88,298	39,819	88,298	39,812
	Sampling and analysis	2,132	959	1,101	959
		90,430	40,778	89,399	40,771
11.3	General and Administration expenses				
		Group		Company	
		Q3 2021	Q3 2020	Q3 2021	Q3 2020
	Staff costs	241,015	189,405	223,001	169,371
	Legal and Professional fees	82,549	89,270	77,749	89,270
	Depreciation	195,595	170,197	176,188	153,513
	Employee welfare	469	5,785	431	5,733
	rent	103,582	59,738	105,797	66,919
	Travelling	9,518	65,223	9,259	64,687
	Entertainment	13,339	2,515	11,462	1,875
	Repairs and Maintenance	136,594	67,795	114,729	53,972
	Marketing and Business Development	24,893	7,250	24,843	7,250
	Other expenses	559	1,524	559	1,524
	communication	5,939	7,003	5,756	6,944
	stationery	2,769	1,151	1,147	1,106
	Security	12,178	7,947	9,545	6,610
	medical	27,066	3,256	25,525	3,008
	insurance	19,524	9,488	19,524	9,488
	Licence fees	57,206	17,026	55,580	17,026
	Directors remuneration	16,750	21,750	16,750	21,750
	Amortisation on Prepayments	7,181	7,181	4,967	-
	Bad Debt	1,183	19,170	1,183	19,170
	Pension costs	10,837	11,069	9,781	9,879
	Audit Fees	15,000	10,000	12,500	7,500
	Amortisation of Intangible assets	5,506	5,093	5,506	5,093
	Loss on disposal of property, plant and equipment	167	-	167	-
	Investors' Relation	34,702	27,414	34,702	27,414
	Board Expenses	2,648	6,615	2,648	6,615
	utilities	20,349	9,884	18,532	8,415
	Health and Safety	7,782	23,646	7,782	23,646
	Retirement benefits costs	-	-	-	-
	Training and Development	7,058	1,268	6,928	402
	Accretion charge	-	-	-	-
	Allowance for impairment	-	-	-	-
	Total cost of sales, distribution costs and administrative expenses	1,061,958	847,663	982,542	788,180
Expenses by function					
		Group		Company	
		Q3 2021	Q3 2020	Q3 2021	Q3 2020
12	Cost of sales	21,675,922	13,988,099	21,669,455	13,983,015
	Selling and Distribution expenses	90,430	40,778	89,399	40,771
	General and Administration expenses	1,061,958	847,663	982,542	788,180
		22,828,310	14,876,540	22,741,396	14,811,966

Notes to the consolidated financial statements

13 Employees' remuneration and numbers	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
	Number	Number	Number	Number
Administration	29	29	28	28
Operations	30	30	21	21
Sales and marketing	18	18	18	18
	<u>77</u>	<u>77</u>	<u>67</u>	<u>67</u>
Senior Management	8	8	8	8
Management	9	9	7	7
Senior staff	<u>60</u>	<u>60</u>	<u>52</u>	<u>52</u>
	<u>77</u>	<u>77</u>	<u>67</u>	<u>67</u>

The number of employees, other than directors, who earned over N3,000,000 in the year:

	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
	Number	Number	Number	Number
N3,000,001 - N4,000,000	14	14	11	11
N4,000,001 - N5,000,000	33	33	32	32
Above 5,000,000	30	30	24	24
	<u>77</u>	<u>77</u>	<u>67</u>	<u>67</u>

The total employee benefits expense in the year comprise the following:

	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
	N'000	N'000	N'000	N'000
Salaries and wages	241,015	189,405	223,001	169,371
Employee welfare	469	5,785	431	5,733
	<u>241,484</u>	<u>195,190</u>	<u>223,432</u>	<u>175,104</u>

14 Directors' remuneration

	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
Fees for services as a director	34,702	27,414	34,702	27,414
Other emoluments as management	96,422	96,422	96,422	96,422
	<u>131,124</u>	<u>123,836</u>	<u>131,124</u>	<u>123,836</u>

The emoluments of the chairman of the board (excluding pension contributions)

Group	Company
Q3 2021	Q3 2021
17,000	17,000

The table below shows the numbers of directors of the company whose remuneration excluding pension contributions fell within the bands stated.

	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
	Number	Number	Number	Number
Less than N500,001	-	-	-	-
N500,001 - N3,000,000	-	-	-	-
N3,000,001 - N12,000,000	-	-	-	-
More than N12,000,000	8	8	8	8
	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>

15 Other income

	Group		Company	
	Q3 2021	Q3 2020	Q3 2021	Q3 2020
Other income	4,591	1,411	4,441	1,370
Provision no longer required	-	-	-	-
Rental income	13,580	3,619	13,580	3,619
Depot storage income	0	3,657	0	3,657
	<u>18,172</u>	<u>8,687</u>	<u>18,021</u>	<u>8,646</u>

Corporation tax is calculated at 30 percent of the taxable profit for the year. The charge for taxation on these financial statements is based on the provisions of the Companies Income Tax Act CAP C21 LFN 2004. The Tertiary Education tax of 2 per cent is based on the provisions of the Tertiary Education Trust Fund Act 2011.

Property, plant and equipment and intangible assets

	Group Property Plant and Equipment							Intangible Assets	
	Land and Buildings	Plant and Machinery	Capital Work-In-Progress	Office Equipment	Furniture & Fittings	Motor Vehicles	Total PPE	Computer Software	Total Intangible Assets
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Naira									
Cost									
At 1 January 2020	4,118,961	7,027,664	553,164	276,614	249,695	951,960	13,178,058	143,938	143,938
Additions in the year	1,540,391	278,580	354,342	30,491	57,701	129,923	2,391,428	-	-
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Transfers (Note 16.5)	32,713	44,705	(80,761)	160	3,183	-	-	-	-
Asset Written off (Note 4)	-	-	(4,836)	-	-	-	(4,836)	-	-
Asset Disposed	(6,186)	(15,575)	-	(11,968)	(7,683)	(144,562)	(185,974)	(780)	(780)
At 31 December 2020	5,685,879	7,335,374	821,909	295,297	302,896	937,321	15,378,676	143,158	143,158
Additions in the year	192,132	189,123	660,038	36,751	18,580	170,597	1,267,221	11,263	11,263
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
Asset Disposed	(153)	(3,829)	-	(898)	(1,539)	(42,000)	(48,420)	(2,824)	(2,824)
At 30 September 2021	5,877,857	7,520,668	1,481,947	331,150	319,937	1,065,918	16,597,477	151,598	151,598
Accumulated Depreciation, Amortisation and Impairment									
At 1 January 2020	(360,142)	(2,454,027)	-	(140,886)	(101,845)	(349,533)	(3,406,433)	(47,936)	(47,936)
Charge for the year	(124,519)	(279,098)	-	(49,384)	(56,561)	(184,784)	(694,346)	(20,373)	(20,373)
Asset Disposed	3,926	14,839	-	10,830	6,341	84,553	120,489	1,395	1,395
At 31 December 2020	(480,735)	(2,718,286)	-	(179,440)	(152,065)	(449,764)	(3,980,290)	(66,914)	(66,914)
Charge for the year	(150,645)	(270,320)	-	(52,077)	(45,881)	15,946	(502,977)	(13,269)	(13,269)
Asset Disposed	(93)	(7,008)	-	(660)	(787)	(42,000)	(50,548)	(2,699)	(2,699)
At 30 September 2021	(631,473)	(2,995,614)	-	(232,178)	(198,733)	(475,818)	(4,533,816)	(82,882)	(82,882)
Net Book Value									
At 31 December 2020	5,205,144	4,617,088	821,909	115,857	150,831	487,557	11,398,386	76,243	76,244
At 30 September 2021	5,246,384	4,525,054	1,481,947	98,972	121,204	590,100	12,063,661	68,716	68,716

Note 19 (Continued)	Company							Intangibles	
	Property Plant and Equipment							Computer Software	Total Intangible Assets
	Land and Buildings	Plant and Machinery	Capital Work-In-Progress	Office Equipment	Furniture & Fittings	Motor Vehicles	Total PPE		
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Naira									
Cost									
At 1 January 2020	3,941,786	6,383,256	553,064	221,427	217,541	937,960	12,455,034	143,938	143,938
Additions in the year	1,524,450	248,593	351,135	28,832	53,913	129,923	2,336,846	-	-
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Transfers (Note 16.3)	32,713	44,705	(80,761)	160	3,183	-	-	-	-
Asset Written off (Note 4)	-	-	(4,836)	-	-	-	(4,836)	-	-
Asset Disposed	(6,186)	(8,201)	-	(7,537)	(6,844)	(137,562)	(166,330)	(780)	(780)
At 31 December 2020	5,492,763	6,668,353	818,602	242,882	267,793	930,321	14,420,714	143,158	143,158
Additions in the year	186,848.40	162,480	657,700	31,135	17,444	150,530	1,206,138	11,263	11,263
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
Asset Disposed	(153)	(3,829)	-	(898)	(1,539)	(42,000)	(48,420)	(2,824)	(2,824)
At 30 September 2021	5,679,458	6,827,004	1,476,302	273,119	283,698	1,038,851	15,578,432	151,598	151,598
Accumulated Depreciation, Amortisation and Impairment									
At 1 January 2020	(339,077)	(2,208,789)	-	(102,736)	(88,523)	(341,598)	(3,071,723)	(47,936)	(47,936)
Charge for the year	(115,436)	(235,983)	-	(42,007)	(49,921)	(183,384)	(626,731)	(20,373)	(20,373)
Asset Disposed	3,926	7,561	-	6,687	5,501	77,553	101,228	1,395	1,395
At 31 December 2020	(441,587)	(2,437,211)	-	(138,056)	(132,943)	(447,429)	(3,597,226)	(66,914)	(66,914)
Charge for the year	(147,133)	(247,486)	-	(34,811)	(40,962)	22,671	(447,721)	(13,269)	(13,269)
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
Asset Disposed	(93)	(1,508)	-	(660)	(787)	(42,000)	(45,048)	(2,699)	(2,699)
At 30 September 2021	(588,813)	(2,686,205)	-	(173,527)	(174,692)	(466,758)	(4,089,995)	(82,881)	(82,881)
Net Book Value									
At 31 December 2020	5,051,176	4,231,142	818,602	104,826	134,850	482,892	10,823,488	76,244	76,244
At 30 September 2021	5,090,645	4,140,799	1,476,302	99,592	109,006	572,093	11,488,437	68,717	68,716

Net realisable value is the estimated selling price in the ordinary course of business less applicable variable selling expenses.

Notes to the consolidated financial statements

				N'000	
24	Trade and other receivables	Group		Company	
		30 September 2021	31 Dec 2020	30 September 2021	31 Dec 2020
	Trade receivables	7,070,894	2,672,381	7,071,491	2,672,977
	Due from Group Companies (note 29)	-	-	-	636,725
	Less: Impairment of trade receivables	(60,222)	(60,222)	(59,991)	(59,991)
	Trade receivables – net	7,010,673	2,612,159	7,011,500	3,249,711
	Advances	20,604	2,767,639	21,103	2,767,821
	WHT receivables	1,014,814	874,190	1,014,814	874,190
	Bridging claims	449,965	248,225	449,965	248,225
	Sundry debtors	20,300	-	20,300	-
	Foreign exchange Forward contract	510,751	4,756,041	510,751	4,756,041
	Other receivables	1,180,122	1,354,480	1,175,672	1,332,053
	Less: Impairment of Other receivables	-	-	-	-
		10,207,229	12,612,734	10,204,106	13,228,041
25	Cash and Cash Equivalents	Group		Company	
		30 September 2021	31 Dec 2020	30 September 2021	31 Dec 2020
	Cash and bank	1,374,460	1,991,119	1,684,946	1,968,127
	Short term deposits with banks	-	65,166	-	65,166
	Cash and Cash equivalents	1,374,460	2,056,285	1,684,946	2,033,293
Short term investment represents short term bank deposits. For the purpose of the statements of cash flows the cash and cash equivalent balance includes bank overdraft.					
26	Borrowings	Group		Company	
		30 September 2021	31 Dec 2020	30 September 2021	31 Dec 2020
	Current				
	Opening balance	11,293,485	8,016,424	11,293,485	8,016,424
	Additions	55,671,531	48,091,874	55,671,531	48,091,874
	Interest on term loan	83,808	96,357	83,808	96,357
	Interest on trading cost	963,796	1,254,403	963,796	1,254,403
	Repayment	(47,433,013)	(46,165,573)	(47,433,013)	(46,165,573)
		20,579,606	11,293,485	20,579,606	11,293,485
	Bank overdraft	931,920	1,205,767	931,920	1,205,767
		21,511,527	12,499,252	21,511,527	12,499,252
	Current	20,774,313	12,050,514	20,774,313	12,050,514
	Non- current	737,214	448,738	737,214	448,738

Notes to the consolidated financial statements

N'000

31 Earnings per share

(a) Basic

Basic earnings per share is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the year.

	Group		Company	
	30 September 2021	31 Dec 2020	30 September 2021	31 Dec 2020
Profit for the year attributable to shareholders (in N'000)	415,988	193,572	397,178	243,763
Weighted average number of ordinary shares in issue	1,304,145	1,304,145	1,304,145	1,304,145
Basic earnings per share (in N'000)	0.32	0.15	0.30	0.19

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

	Group		Company	
	30 September 2021	31 Dec 2020	30 September 2021	31 Dec 2020
Profit for the year attributable to shareholders (in N'000)	415,988	193,572	397,178	243,763
Weighted average number of ordinary shares in issue	1,304,145	1,304,145	1,304,145	1,304,145
Adjustments for:				
- Share options	-	-	-	-
Weighted average number of ordinary shares for diluted earnings per share (thousands)	1,304,145	1,304,145	1,304,145	1,304,145
Basic earnings per share (in N'000)	0.32	0.15	0.30	0.19

32 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Eterna Plc maintains effective 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 is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the directors and other insiders and is not aware of any infringement of the policy during the period.

Consolidated five-year financial summary

The consolidated five-year financial summary is included for the purposes of the Companies and Allied Matters Act.

	September 2021	Dec 2020	Group Dec 2019	Dec 2018	Dec 2017
Financial performance					
Revenue	61,372,220	58,715,576	229,274,785	251,877,933	173,030,225
Profit/(loss) before tax	566,885	548,146	111,440	1,989,899	2,812,941
Taxation	(150,897)	392,896	(255,729)	(980,903)	(811,039)
Profit for the year	415,988	941,042	(144,289)	1,008,996	2,001,902
Actuarial gains or losses	-	-	-	(29,363)	(31,206)
Tax effect of actuarial gains and losses	-	-	-	8,809	9,362
Non - controlling interest	-	15	19	26	13
Total comprehensive income for the year	415,988	941,057	(144,270)	988,468	1,980,071
Basic earnings per share (kobo)	0.32	0.72	(0.11)	0.77	1.54
Diluted earnings per share (kobo)	0.32	0.72	(0.11)	0.77	1.54
Financial position					
Share capital	652,072	652,072	652,072	652,072	652,072
Share premium	5,796,053	5,796,053	5,796,053	5,796,053	5,796,053
Non -controlling interest	80	46	61	80	106
Retained Earnings/(Accumulated deficits)	7,316,739	6,900,750	5,959,693	6,430,000	5,968,811
Total equity	13,764,944	13,348,921	12,407,879	12,878,205	12,417,042
Property, plant and equipment	12,132,377	11,474,630	9,867,627	8,338,502	7,380,587
Other non-current assets	2,635,583	2,615,590	2,603,823	1,605,222	900,931
Net current (liabilities)/assets	1,242,663	1,213,924	1,952,059	6,375,455	6,087,182
Non-current liabilities	(2,245,680)	(1,955,225)	(2,015,630)	(3,440,974)	(1,951,658)
Net assets	13,764,943	13,348,919	12,407,879	12,878,205	12,417,042
Net assets per share (Naira)	10.55	10.24	9.51	9.87	9.52

Earnings per share is based on the profit attributable to shareholders computed on the basis of the number of issued ordinary shares as at the end of each financial years.

Net assets per share is based on the net assets as the number of issued ordinary shares as at the end of each financial years.