

PZ CUSSONS NIGERIA PLC

Q2, 2021/22 UNAUDITED FINANCIAL STATEMENTS

(6 MONTHS ENDED, 30TH NOVEMBER 2021)

PZ Cussons Nigeria Plc
Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

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PZ Cussons Nigeria Plc

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Corporate information

Board of Directors

Mr. Gbenga Oyebode, MFR	- Chairman, Non - Executive Director
Mr. P. Usoro, SAN	- Non - Executive Director
Mrs. E. Ebi	- Independent Non-Executive Director
Mrs. Ifueko M. Omogui Okauru, MFR	Independent Non-Executive Director
Mr. Panagiotis Katsis	- Managing Director / Chief Executive Officer
Ms. J. Coker	- Executive Director
Mr. Zuber Momoniat	- Executive Director

Company Secretary / Legal Adviser

Mrs Jacqueline Ezeokwelum

Registered Office

45/47 Town Planning Way
Ilupeju Industrial Estate
P.M.B. 21132
Ikeja

Registration Number

RC 693

Registrars

First Registrars and Investors Service Limited
Plot 2, Abebe Village Road
Iganmu Complex
P.M.B. 12692
Lagos.

Independent Auditors

Deloitte & Touche (Chartered Accountants)
Civic Towers,
Plot GA1, Ozumba Mbadiwe Avenue
Victoria Island, Lagos, Nigeria

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Financial highlights

	Group		% Change
	6 months Ended, 30 Nov. 2021 ₦'000	6 months Ended, 30 Nov. 2020 ₦'000	
Revenue	47,087,843	37,379,426	26
Operating profit/(loss)	(285,345)	(851,152)	66
Profit/(Loss) before taxation	2,999,810	1,028,318	192
Taxation	(426,713)	(207,384)	106
Profit/(Loss) after tax	2,573,097	820,934	213
Non-controlling interest	384,438	(30,013)	1,381
Profit attributable to equity holders of parent company	2,188,659	850,947	157
Share capital	1,985,238	1,985,238	-
Total equity	37,128,688	35,380,887	5
Data per 50k share			
Based on 3,970,477,045 ordinary shares of 50k each:			
Basic and diluted earnings per share (Naira)	65	21	213

PZ Cussons Nigeria Plc
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Statement of profit or loss and other comprehensive income

	Note	Group			
		Quarter to date 30th Nov 2021	Year to date 30th Nov 2021	Quarter to date 30th Nov 2020	Year to date 30th Nov 2020
		₦'000	₦'000	₦'000	₦'000
Revenue		24,883,552	47,087,843	18,679,406	37,379,426
Cost of sales		(19,180,405)	(35,696,626)	(13,412,489)	(27,221,384)
Gross profit		5,703,146	11,391,217	5,266,917	10,158,042
Selling and distribution expenses		(2,582,436)	(4,940,342)	(2,191,959)	(4,539,242)
Impairment of trade receivables		(2,566)	(12,743)	(31,705)	(47,754)
Administrative expenses		(1,775,302)	(3,589,467)	(1,802,442)	(3,574,790)
Exchange loss		(1,878,809)	(3,134,009)	(1,795,261)	(2,847,408)
Operating profit/(loss)		(535,967)	(285,345)	(554,449)	(851,152)
Other income	18	3,051,194	3,100,412	1,785,500	1,828,257
Interest income		86,531	185,087	52,177	109,796
Interest cost		(330)	(345)	(42,553)	(58,584)
Net interest cost		86,200	184,742	9,625	51,213
Profit/(Loss) before tax		2,601,428	2,999,810	1,240,676	1,028,318
Income tax expense		(259,422)	(426,713)	(207,384)	(207,384)
Profit/(Loss) for the year		2,342,007	2,573,097	1,033,292	820,934
Total comprehensive income/(expense) for the year		2,342,007	2,573,097	1,033,292	820,934
Equity holders of the parent company		2,108,891	2,188,659	1,156,756	850,947
Non-controlling interest		233,115	384,438	(123,464)	(30,013)
		2,342,007	2,573,097	1,033,292	820,934
Basic and diluted earnings/(loss) per share (kobo)		59	65	26	21

The accompanying notes on pages 9 to 19 form an integral part of these financial statements.

PZ Cussons Nigeria Plc
Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

Statement of profit or loss and other comprehensive income

	Note	Company			
		Quarter to	Year to date	Quarter to	Year to date
		date 30th Nov 2021	30th Nov 2021	date 30th Nov 2020	30th Nov 2020
		₦'000	₦'000	₦'000	₦'000
Revenue		14,754,690	27,102,944	11,578,627	22,014,173
Cost of sales		(11,972,558)	(21,249,673)	(8,186,101)	(15,807,010)
Gross profit		2,782,133	5,853,271	3,392,526	6,207,163
Selling and distribution expenses		(1,817,124)	(3,385,778)	(1,634,435)	(3,161,602)
Impairment of trade receivables		14,945	4,768	(30,250)	(42,809)
Administrative expenses		(1,677,159)	(3,384,529)	(1,682,684)	(3,319,354)
Exchange loss		(615,961)	(928,872)	(278,117)	(654,007)
Operating profit/(loss)		(1,313,166)	(1,841,140)	(232,960)	(970,610)
Other income	18	3,084,800	3,170,698	1,820,643	1,898,543
Interest income		146,586	308,567	111,706	192,965
Interest cost		(441)	(455)	(445)	(7,965)
Net interest cost		146,145	308,112	111,261	184,999
Profit/(Loss) before tax		1,917,779	1,637,670	1,698,944	1,112,932
Income tax expense		(507,861)	(601,713)	(171,994)	(171,994)
Profit/(Loss) for the year		1,409,917	1,035,957	1,526,950	940,938
Total comprehensive income/(expense) for the year		1,409,917	1,035,957	1,526,950	940,938
Equity holders of the parent company		1,409,917	1,035,957	1,526,950	940,938
Non-controlling interest		-	-	-	-
		1,409,917	1,035,957	1,526,950	940,938
Basic and diluted earnings/(loss) per share (kobo)		36	26	38	24

The accompanying notes on pages 9 to 19 form an integral part of these financial statements.

Consolidated and separate statement of financial position as at 30 November 2021

	Note	The Group		The Company	
		Q2, 2021/22	2020/21	Q2, 2021/22	2020/21
		₦'000	₦'000	₦'000	₦'000
Assets					
Non-current assets					
Property, plant and equipment	2a	19,481,253	24,670,097	18,031,439	23,126,484
Right-of-use assets	2b	118,738	201,212	107,157	171,719
Intangible Assets	2c	582,790	635,770	582,790	635,770
Investments in subsidiaries	3	-	-	504,406	504,406
Deferred Taxation		991,402	991,402		
Other long-term receivables	4	56,969	113,937	56,969	113,937
		21,231,151	26,612,417	19,282,760	24,552,316
Current assets					
Inventories	5	29,434,285	23,227,964	20,617,980	15,282,696
Trade and other receivables	6	14,336,835	14,899,883	11,827,684	15,322,867
Other assets	7	2,255,673	1,404,984	2,175,911	1,271,027
Deposits for imports	8	1,807,492	615,194	318,745	127,520
Cash and cash equivalents	9	27,045,919	20,584,428	22,778,438	12,812,282
		74,880,204	60,732,453	57,718,758	44,816,392
Total assets		96,111,356	87,344,871	77,001,519	69,368,708
Equity					
Ordinary share capital	10	1,985,238	1,985,238	1,985,238	1,985,238
Share premium		6,878,269	6,878,269	6,878,269	6,878,269
Retained earnings		24,895,632	22,706,973	15,217,916	14,181,959
Equity attributable to equity holders of the company		33,759,139	31,570,480	24,081,423	23,045,466
Non controlling interest		3,369,549	2,985,111	-	-
Total equity		37,128,688	34,555,591	24,081,423	23,045,466
Liabilities					
Non-current liabilities					
Deferred income	13	-	5,025	-	5,025
Lease liability	2b	-	69,506	-	61,134
Deferred taxation	15	6,430,305	6,430,305	6,430,305	6,430,305
Provisions	16	296,554	281,817	-	-
		6,726,859	6,786,653	6,430,305	6,496,464
Current liabilities					
Trade and other payables	12	50,373,048	43,736,025	45,027,303	38,347,606
Lease liability	2b	118,738	131,706	107,157	110,585
Deferred income	13	-	586,752	-	276,551
Current taxation payable	14	1,627,090	1,423,121	1,355,331	1,092,037
Provisions	16	136,933	125,023	-	-
		52,255,808	46,002,627	46,489,791	39,826,779
Total liabilities		58,982,667	52,789,280	52,920,096	46,323,242
Net equity and liabilities		96,111,356	87,344,871	77,001,519	69,368,708

The 2nd quarter(Q2, 2021/22) unaudited financial statements were approved and authorised for issue by the board of directors on 16 December 2021 and signed on its behalf by:



Mr. Panagiotis Katsis
Chief Executive officer
FRC/2020/003/00000021969



Mr. Zuber Momoni
Executive Director
FRC/2018/IODN/00000018772



Mr. Evans Eghosa Enabulele
Head, Financial Reporting & Accounting
FRC/2017/ICAN/00000017126

The notes on pages 9 to 19 are an integral part of these financial statements

PZ Cussons Nigeria Plc
Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

Consolidated and separate statement of changes in equity

	The Group				
	Attributable to owners of the company				
	Share capital ₦'000	Share premium ₦'000	Retained earnings ₦'000	Non controlling interest ₦'000	Total ₦'000
At 1 June 2020	1,985,238	6,878,269	21,628,415	2,765,264	33,257,186
Profit for the year	-	-	1,475,606	219,847	1,695,453
Total comprehensive income for the year	-	-	1,475,606	219,847	1,695,453
Transactions with owners:					-
Dividend paid relating to year ended 31 May 2020			(397,048)		(397,048)
Unclaimed dividend forfeited					-
Total transaction with owners	-	-	(397,048)	-	(397,048)
At 31 May 2021	1,985,238	6,878,269	22,706,973	2,985,111	34,555,591
At 1 June 2021	1,985,238	6,878,269	22,706,973	2,985,111	34,555,591
Profit for the period	-	-	2,188,659	384,438	2,573,097
Total comprehensive income for the period	-	-	2,188,659	384,438	2,573,097
Transactions with owners:					-
Dividend paid relating to year ended 31 May 2021					-
Unclaimed dividend forfeited			-		-
Total transaction with owners	-	-	-	-	-
At 30 Nov 2021	1,985,238	6,878,269	24,895,632	3,369,549	37,128,688
At 30 Nov 2020	1,985,238	6,878,269	23,774,112	2,743,268	35,380,887

PZ Cussons Nigeria Plc
Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

Statement of changes in equity

	Company				
	Attributable to owners of the company				
	Share capital ₦'000	Share premium ₦'000	Retained earnings ₦'000	Non controlling interest ₦'000	Total ₦'000
At 1 June 2020	1,985,238	6,878,269	13,761,685	-	22,625,192
Loss for the year	-	-	817,322	-	817,322
Total comprehensive income for the year	-	-	817,322	-	817,322
Transactions with owners:					
Dividend paid relating to year ended 31 May 2020			(397,048)		(397,048)
Unclaimed dividend forfeited					-
Total transaction with owners	-	-	(397,048)	-	(397,048)
At 31 May 2021	1,985,238	6,878,269	14,181,959	-	23,045,466
At 1 June 2021	1,985,238	6,878,269	14,181,959	-	23,045,466
Profit for the year	-	-	1,035,957	-	1,035,957
Total comprehensive income for the year	-	-	1,035,957	-	1,035,957
Transactions with owners:					
Dividend paid relating to year ended 31 May 2021			-		-
Unclaimed dividend forfeited			-		-
Total transaction with owners	-	-	-	-	-
At 30 Nov 2021	1,985,238	6,878,269	15,217,916	-	24,081,423
At 30 Nov 2020	1,985,238	6,878,269	15,974,243	-	24,837,750

PZ Cussons Nigeria Plc
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Consolidated and separate statement of cash flows

	The Group			The Company		
	Q2 2021/22 N'000	Q2 2019/21 N'000	Year End 2020/21 N'000	Q2 2021/22 N'000	Q2 2019/21 N'000	Year End 2020/21 N'000
Cash flows from operating activities						
Cash generated from operations	(241,440)	7,085,312	9,283,027	3,075,231	1,086,728	3,333,512
Taxation	(397,744)	(214,715)	(258,992)	(338,418)	(214,715)	(258,992)
Net cash flow generated from operating activities	(639,184)	6,870,597	9,024,035	2,736,813	872,013	3,074,520
Cash flows from investing activities						
Interest received	185,087	109,796	238,564	308,567	192,965	408,040
Loan receivables	-	-	-	-	-	-
Purchase of property, plant and equipment	(264,218)	(121,407)	(1,126,955)	(258,919)	(121,407)	(958,598)
Proceeds from sale of property, plant and equipment	7,180,150	2,124,375	2,124,375	7,180,150	2,124,375	2,124,375
Net cash used in investing activities	7,101,020	2,112,764	1,235,984	7,229,798	2,195,933	1,573,817
Cash flows from financing activities						
Interest Expense	(345)	(58,584)	(71,481)	(455)	(7,965)	(12,329)
Loan payables	-	-	-	-	-	-
Lease payment	-	-	-	-	-	-
Dividends paid to Company shareholders	-	-	(397,048)	-	-	(397,048)
Net cash flow used in financing activities	(345)	(58,584)	(468,529)	(455)	(7,965)	(409,377)
Net increase in cash, cash equivalents and bank overdrafts	6,461,490	8,924,777	9,791,490	9,966,156	3,059,981	4,238,960
Cash, cash equivalents and bank overdrafts at the beginning of the year	20,584,428	10,792,938	10,792,938	12,812,282	8,573,322	8,573,322
Cash, cash equivalents and bank overdrafts at the end of the year	27,045,919	19,717,716	20,584,428	22,778,438	11,633,302	12,812,282

Notes to the condensed interim financial statements

1 General information

The Group

PZ Cussons Nigeria Plc is a Company incorporated in Nigeria on 4 December 1948 under the name of P.B. Nicholas and Company Limited. The name was changed to Alagbon Industries Limited in 1953 and to Associated Industries Limited in 1960. The Company became a public Company in 1972 and was granted a listing on the Nigerian Stock Exchange. The name was changed to Paterson Zochonis Industries Limited on 24 November 1976 and in compliance with the Companies and Allied Matters Act, it changed its name to Paterson Zochonis Industries Plc on 22 November 1990. On 21 September, 2006, the Company adopted its present name of PZ Cussons Nigeria Plc.

The principal activities of the group are the manufacture, distribution and sale of a wide range of consumer products and home appliances through owned depots. These products are leading brand names throughout the country in detergent, soap, cosmetics, refrigerators, freezers and air-conditioners. The group also distributes products of Nutricima Limited, Harefield Industrial Nigeria Limited and PZ Wilmar Food Limited.

The address of the registered office is 45/47 Town Planning Way, Ilupeju, Lagos.

The condensed interim consolidated and separate financial statements are presented in Nigerian Naira which is the functional currency of the primary economic environment in which the Group operates. The financial statements have been rounded to the nearest thousands.

These consolidated and separate financial statements comprises that of the group and the stand alone financial statements of the parent Company.

PZ Cussons Nigeria Plc

Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

Notes to the condensed interim financial statements

2a. Property, plant and equipment

The Group						
<u>Otr 2, 2021/22</u>						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2021	19,670,926	27,074,291	3,644,926	564,560	1,248,459	52,203,161
Additions					264,218	264,218
Reclassifications	130,462	407,441	50,990	-	(588,893)	-
Write Off	(2,001,187)	(3,366,686)	-	-		(5,367,873)
Disposals	(1,158,475)	(5,291)	(122,366)	-		(1,286,132)
At 30 Nov 2021	16,641,726	24,109,755	3,573,550	564,560	923,784	45,813,375
Depreciation						
At 1 June 2021	4,552,848	19,133,129	3,282,528	564,560	-	27,533,065
Charge for the year	187,051	878,168	125,505	-		1,190,723
On Write off	(257,992)	(1,683,343)	-	-		(1,941,334)
On Disposals	(328,072)	(4,249)	(118,011)	-		(450,332)
At 30 Nov 2021	4,153,836	18,323,704	3,290,022	564,560	-	26,332,122
Net book values						
At 30 Nov 2021	12,487,890	5,786,050	283,528	-	923,784	19,481,253
<u>2020/21</u>						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2020	19,694,904	25,281,119	3,560,997	564,560	2,051,989	51,153,568
Additions					1,126,954	1,126,954
Transfers	52,437	1,793,172	84,875	-	(1,930,484)	-
Write Off	-	-	(473)	-	-	(473)
Disposals	(76,415)		(473)			(76,888)
At 31 May 2021	19,670,926	27,074,291	3,644,926	564,560	1,248,459	52,203,161
At 1 June 2020	4,201,472	17,261,710	2,935,584	564,560	-	24,963,326
Charge for the year	377,148	1,871,419	347,050	-		2,595,617
Write off			(53)			(53)
On Disposals	(25,772)		(53)			(25,825)
At 31 May 2021	4,552,848	19,133,129	3,282,528	564,560	-	27,533,065
Net book values						
At 31 May 2021	15,118,078	7,941,162	362,398	-	1,248,459	24,670,097
At 31 May 2020	15,493,432	8,019,409	625,413	-	2,051,989	26,190,243

PZ Cussons Nigeria Plc

Q2, 2021/22 unaudited financial statement(6 months ended 30 November 2021)

The Company						
<u>Otr 2, 2021/22</u>						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2021	19,001,362	25,325,123	3,364,631	481,111	970,300	49,142,527
Additions					258,919	258,919
Reclassifications	130,462	407,441	49,009		(586,912)	-
Write off	(2,001,187)	(3,366,686)				(5,367,873)
Disposals	(1,158,475)	(5,291)	(122,366)			(1,286,132)
At 30 Nov 2021	15,972,162	22,360,587	3,291,275	481,111	642,307	42,747,442
Depreciation						
At 1 June 2021	4,480,623	18,015,436	3,038,873	481,111	-	26,016,043
Charge for the year	178,045	795,869	117,712			1,091,626
Write off	(257,992)	(1,683,343)				(1,941,334)
On disposals	(328,072)	(4,249)	(118,011)			(450,332)
At 30 Nov 2021	4,072,605	17,123,713	3,038,574	481,111	-	24,716,003
Net book values						
At 30 Nov 2021	11,899,558	5,236,874	252,701	-	642,307	18,031,439
<u>2020/21</u>						
Cost	Leasehold land and buildings	Plant and Machinery	fittings and IT equipment	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2020	19,025,340	23,629,427	3,294,321	481,111	1,831,091	48,261,290
Additions					958,598	958,598
Reclassification	52,437	1,695,696	71,256	-	(1,819,389)	-
write offs			(473)			(473)
Disposals	(76,415)		(473)			(76,888)
At 31 May 2021	19,001,362	25,325,123	3,364,631	481,111	970,300	49,142,527
Depreciation						
At 1 June 2020	4,147,177	16,302,519	2,701,620	481,111	-	23,632,427
Charge for the year	359,218	1,712,917	337,359	-		2,409,494
write offs			(53)			(53)
On disposals	(25,772)		(53)			(25,825)
At 31 May 2021	4,480,623	18,015,436	3,038,873	481,111	-	26,016,043
Net book values						
At 31 May 2021	14,520,739	7,309,687	325,758	-	970,300	23,126,484
At 31 May 2020						
	14,878,163	7,326,908	592,701	-	1,831,091	24,628,863

Notes to the condensed interim financial statements

2b. Right-of-use asset

	The Group			The Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cost						
Opening Balance	556,522	465,404	322,485	448,698	357,580	254,680
Additions	-	91,118	142,919	-	91,118	102,900
Opening Balance	556,522	556,522	465,404	448,698	448,698	357,580
Accumulated Amortizations						
Opening Balance	355,310	190,362	-	276,979	147,856	-
Charge for the year	82,474	164,948	190,362	64,562	129,123	147,856
Closing charge	437,784	355,310	190,362	341,541	276,979	147,856
Carrying amount						
	118,738	201,212	655,766	107,157	171,719	505,436
Lease liability						
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Opening Balance	201,212	275,042	322,485.38	171,719	209,724	254,680.31
Additions	-	91,118	142,918.78	-	91,118	102,899.78
Payments	(82,474)	(164,948)	(190,361.98)	(64,562)	(129,123)	(147,856.32)
Closing charge	118,738	201,212	275,042.18	107,157	171,719	209,723.76
Non Current	-	69,506	119,847	-	61,134	91,887
Current	118,738	131,706	155,195	107,157	110,585	117,837
Total	118,738	201,212	275,042	107,157	171,719	209,724

The application of IFRS 16 to leases previously classified as operating leases under IAS 17 resulted in the recognition of right-of-use assets and lease liabilities. The Group has chosen to use the table above to set out to show the implementation of IFRS 16.

2c. Intangible asset

	The Group			The Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cost						
Opening Balance	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618
Additions	-	-	-	-	-	-
Opening Balance	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618
Accumulated Amortizations						
Opening Balance	423,849	317,886	211,924	423,849	317,886	211,924
Charge for the year	52,980	105,963	105,962	52,980	105,963	105,962
Closing charge	476,828	423,849	317,886	476,828	423,849	317,886
Carrying amount						
	582,790	635,770	741,733	582,790	635,770	741,733

All intangible assets are non-current. The intangible assets of the Group have finite useful life and are amortised over 10 years in line with its accounting policy. The

Notes to the condensed interim financial statements

3. Investments in subsidiaries	The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
The Company			
At 31 May	504,406	504,406	504,406
Additions	-	-	-
Total	504,406	504,406	504,406

There are no restrictions in transfer of funds within the entities in the group

Principal investments	Investment	Proportion	Proportion
	Amount N'000	of shares held %	of shares held by NCI %
HPZ Limited	504,406	74.99	25.01
Total	504,406	74.99	25.01

4. Other long term receivables

The prepayments over one year relates to rents paid advance

	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Prepayments over 1 year	56,969	113,937	-	56,969	113,937	-
Others	-	-	-	-	-	-
Total	56,969	113,937	-	56,969	113,937	-

5. Inventories

	The Group			The Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Raw materials and consumables	11,479,392	9,577,187	8,629,003	9,921,294	7,251,136	6,249,569
Finished goods and goods for resale	8,879,041	5,669,792	7,811,192	5,853,634	4,393,861	5,151,788
Engineering spares and other stocks	1,856,508	2,458,961	2,785,674	1,538,112	2,267,893	2,536,303
Goods in transit	7,219,343	5,522,024	7,032,830	3,304,939	1,369,806	1,717,087
Total	29,434,285	23,227,964	26,258,699	20,617,980	15,282,696	15,654,747

6a. Trade and other receivables

Receivables due within one year:	Group			Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Trade receivables	7,769,138	6,635,416	6,908,872	3,204,264	2,723,451	3,099,446
Less: provision for impairment of trade receivables	(520,308)	(443,134)	(1,370,296)	(421,447)	(361,774)	(1,109,437)
Net trade receivables	7,248,831	6,192,282	5,538,576	2,782,817	2,361,677	1,990,009
Receivables from subsidiary companies	-	-	-	2,489,236	5,368,797	-
Receivables from related party companies	5,480,998	6,941,692	2,940,331	5,480,998	6,304,553	2,940,331
WHT credit note receivable	808,720	761,259	456,773	562,503	547,022	262,341
Other receivables	798,287	1,004,650	1,129,891	512,129	740,818	943,494
Total	14,336,835	14,899,883	10,065,571	11,827,684	15,322,867	6,136,175

Notes to the condensed interim financial statements

6c. Trade and other receivables continued

	The Group			The Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Movements in the provision for impairment of trade receivables are as follows:						
Opening	(443,134)	(1,233,054)	(1,126,844)	(361,774)	(871,275)	(772,301)
Provision for receivables impairment	(77,174)	789,920	(106,210)	(59,673)	509,501	(98,974)
Receivables written off during the year	-	-	-	-	-	-
Closing	(520,308)	(443,134)	(1,233,054)	(421,447)	(361,774)	(871,275)

All trade receivables are denominated in Nigerian Naira.

The credit risk of customers is assessed at a subsidiary and group level, taking into account their financial positions, past experiences and other factors. Individual customer credit limits are imposed based on these factors.

The credit period taken on sales ranges from 30 to 90 days due to the differing nature of trade receivables in the group's segments.

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
7. Other current assets	56,969	56,969				
Prepayments	694,636	266,122	19,833	684,490	266,122	19,833
Advance to Distributors & Suppliers	1,561,038	1,138,862	990,479	1,491,421	1,004,905	829,653
	2,255,673	1,404,984	1,010,312	2,175,911	1,271,027	849,486

8. Deposits for imports

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
19 Deliverable Forwards	-	-	668,100	-	-	266,045
Deposits for Letters of credits	1,807,492	615,194	533,975	318,745	127,520	52,324
	1,807,492	615,194	1,202,075	318,745	127,520	318,369

Deliverable forwards and Deposit for letters of credit represents committed cash no longer available for another purpose other than that for which it has been designated for. They represent naira deposits for foreign currencies purchased for funding of letters of credit and forwards; all related to settlement of invoices emanating from importation of raw materials, spare parts and machinery.

9. Cash and cash equivalents

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cash at bank and in hand	27,045,919	20,584,428	10,792,938	22,778,438	12,812,282	8,573,322
Bank Overdrafts	-	-	-	-	-	-
Cash and cash equivalents	27,045,919	20,584,428	10,792,938	22,778,438	12,812,282	8,573,322

There are no short-term borrowing as at 31 August 2021. There were no assets pledged as security for borrowing.

Notes to the condensed interim financial statements

10. Ordinary share capital

Group and company	Q2, 2021/22	
	Number in thousands	Amount N'000
Authorised:		
Ordinary shares of 50k each	4,000,000	2,000,000
Total authorised share capital	4,000,000	2,000,000
Allotted, called up and fully paid:		
Ordinary shares of 50k each	3,970,478	1,985,238
Total called up share capital	3,970,478	1,985,238

Group and company	Full Year 2020/2021	
	Number in thousands	Amount N'000
Authorised:		
Ordinary shares of 50k each	4,000,000	2,000,000
Total authorised share capital	4,000,000	2,000,000
Allotted, called up and fully paid:		
Ordinary shares of 50k each	3,970,478	1,985,238
Total called up share capital	3,970,478	1,985,238

11. Related party transactions

Group and company

The group and company are controlled by PZ Cussons (Holdings) Limited, incorporated in the UK, which owns 73.27% (2021: 73.27%) of the group and company's shares. The remaining 26.73% (2021: 26.73%) of the shares are widely held. The group's ultimate parent is PZ Cussons (Holdings) Limited (incorporated in the UK).

Notes to the condensed interim financial statements

12 Trade and other payables

	Group			Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Trade payables	3,504,494	10,155,646	1,977,658	2,924,052	3,315,603	1,740,422
Unclaimed Dividend	1,915,611	1,915,611	1,860,703	1,915,611	1,915,611	1,860,703
Accruals	5,726,072	5,602,519	4,096,190	3,901,127	3,492,408	2,398,200
Amounts owed to subsidiaries	(0)	0		5,444,766	6,590,201	4,452,649
Amounts owed to related parties	35,726,918	24,183,977	27,883,726	27,121,163	21,607,362	16,455,286
Sundry creditors	3,499,952	1,878,271	1,382,279	3,720,585	1,426,421	1,130,205
Total	50,373,048	43,736,025	37,200,556	45,027,303	38,347,606	28,037,465
	Days	Days	Days	Days	Days	Days
Average credit period taken for trade purchases	90	90	90	90	90	90

Trade and other payables comprise amounts outstanding for trade purchases and ongoing costs. The Directors consider the carrying amount of trade and other payables to approximate their fair value.

13 Deferred Income

	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Advance from customers		238,080	54,442	-	203,764	-
Rent received in advance	-	77,812	27,432	-	77,812	27,432
	-	315,891	81,874	-	281,575	

Deferred income relates to income received from customers for which goods are yet to be supplied and rent received from third parties on warehouses belonging to PZ Cussons Nigeria Plc.

	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Non-Current	-	5,025	61,047	-	5,025	6,605
Current		586,752	20,827		276,551	20,827
	-	591,777	81,874	-	281,575	27,432

Notes to the condensed interim financial statements

14. Taxation

Current tax payable	Group			Company		
	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q2, 2021/22 N'000	2020/21 N'000	2019/20 N'000
At 1 June	1,423,121	581,685	154,682	1,092,037	424,503	154,682
Effect on initial application of IFRIC 23 - prior year	-	-	219,833	-	-	219,833
Effect on initial application of IFRIC 23 - current year	-	-	14,241	-	-	14,241
Charge for the year & CGT	601,713	1,100,428	384,023	601,713	926,526	226,673
Prior year adjustment	-	-	(168)	-	-	-
WHT Utilised during the year	-	-	(178,671)	-	-	(178,671)
Payment during the year	(397,744)	(258,992)	(441)	(338,418)	(258,992)	(441)
Payment during the year(ECC)	-	-	(11,814)	-	-	(11,814)
Closing balance	1,627,090	1,423,121	581,685	1,355,331	1,092,037	424,503

15. Deferred taxation

The Group

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2020	(1,093,594)	5,887,924	4,794,330
Charge to income statement	621,796	22,777	644,573
At 31 May 2021	(471,798)	5,910,701	5,438,903
Adjustments	-	-	-
Charge to income statement	-	-	-
At 30 Nov 2021	(471,798)	5,910,701	5,438,903

The Company

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2020	1,675,685	4,615,912	6,291,597
Charge to income statement	879,062	(740,354)	138,708
At 31 May 2021	2,554,747	3,875,558	6,430,305
Adjustments	-	-	-
Charge to income statement	-	-	-
At 30 Nov 2021	2,554,747	3,875,558	6,430,305

	The Group N'000	The Company N'000
Deferred tax assets	(991,402)	-
Deferred tax liabilities	6,430,305	6,430,305
	5,438,903	6,430,305

Group and company

At the statement of financial position date, the group and the company have no unused tax losses available for offset against future profits. There was no offset of deferred tax assets and deferred tax liabilities.

16. Provisions

Warranty provisions	The Group		
	Q2, 2021/22 N'000	Full Year 2021 N'000	Full Year 2020 N'000
Openin Balance	406,840	344,848	259,348
Charged to the income statement	59,341	452,407	344,848
Utilised in the year	(32,693)	(390,415)	(259,348)
Closing Balance	433,487	406,840	344,848
The ageing of the provisions are as follows:	433,487	406,840	344,848
Within 12 months	136,933	125,023	99,430
Greater than 12 months	296,554	281,817	245,418
Total	433,487	406,840	344,848

Warranty provisions

The group generally offers 1- to 3-year warranties for its electrical products and components. Directors estimates the related provision for future warranty claims based on historical warranty claim information, as well as recent trends that might suggest

Factors that could impact the estimated claim information include the success of the group's productivity and quality initiatives, as well as parts and labour costs.

Notes to the condensed interim financial statements

17 Cash generated from operating activities

	Group			Company		
	Q2, 2021/22 N'000	Q2 2020/21 N'000	Year End 2020/21 N'000	Q2, 2021/22 N'000	Q2 2020/21 N'000	Year End 2020/21 N'000
Cash flows from operating activities						
Profit before taxation	2,999,810	1,028,318	3,419,578	1,637,670	1,112,932	1,909,696
Adjustment to reconcile net income to cash provided:						
Depreciation	1,190,723	1,263,575	2,583,447	1,091,626	1,155,193	2,380,999
Depreciation - right of use assets	82,474		164,948	64,562		
Amortization charge	52,980	52,981	105,962	52,980	52,981	105,962
Write off property, plant & equipment	3,426,538	-	-	3,426,538	-	-
(Profit)/loss on disposal of fixed assets	(6,345,198)	(1,742,449)	(1,899,252)	(6,345,198)	(1,742,449)	(1,899,252)
Unclaimed dividend forfeited	-	-	-	-	-	-
Interest expense	345	58,584	71,481	455	7,965	12,329
Interest income	(185,087)	(109,796)	(238,564)	(308,567)	(192,965)	(408,040)
	1,222,584	551,212	4,207,600	(379,935)	393,657	2,101,694
Changes in assets and liabilities						
(Increase)/decrease in trade and other receivables	620,016	(592,319)	(4,792,948)	3,324,277	(213,665)	(2,958,311)
Decrease/(increase) in other assets	(850,689)	(596,564)	(480,178)	(904,884)	(689,479)	(1,056,035)
Decrease in deposit for imports	(1,192,298)	531,737	586,881	(191,224)	126,996	190,849
Decrease/(increase) in inventories	(6,206,321)	3,857,052	3,030,736	(5,335,285)	(1,646,190)	353,951
Increase/(decrease) in trade, other payables and provisions	6,165,267	3,334,194	6,730,935	6,562,282	3,115,409	4,701,364
Cash flows from operating activities	(241,440)	7,085,312	9,283,027	3,075,231	1,086,728	3,333,512

18 Other incomes

	Group		Company	
	Q2, 2021/22 N'000	Q2, 2020/21 N'000	Q2, 2021/22 N'000	Q2, 2020/21 N'000
Scrap sales and rental income	117,086	85,808	187,371	156,094
Net Profit realised - Disposal and impairment of fixed assets	2,983,327	1,742,449	2,983,327	1,742,449
	3,100,412	1,828,257	3,170,698	1,898,543

19 Events after reporting date

Covid 19 impact

On 11 March 2020, the World Health Organization declared the Coronavirus (COVID-19) outbreak to be a pandemic in recognition of its rapid spread across the globe, with about 150 countries affected. Many governments, including the Nigerian government, are taking measures to contain the spread of the virus. Currently, due to upsurge in covid-19 cases globally as a result of new variants (Delta, Omicron, etc.) lingering economic disruptions still exist that may have impact on business operations.

Consequently, for the Company's 30 November 2021 financial statements, there is no impact on the recognition and measurement of assets and liabilities. Due to the uncertainties of the outcome of current events, the Company cannot reasonably estimate the impact these events will have on the Company's financial position, result of operations and cash flows in the future.

20 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of The Exchange 2015 (Issuers' Rule), PZ Cussons 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.

Notes to the condensed interim financial statements

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Free Float Computation

Shareholding Structure/Free Float Status

Description	30-Nov-21		30-Nov-20	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	3,970,477,000	100%	3,970,477,000	100%
Substantial Shareholdings (5% and above)				
PZ Cussons(Holdings) Limited, UK	2,909,565,546	73.28%	2,909,565,546	73.28%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Substantial Shareholdings	2,909,565,546	73.28%	2,909,565,546	73.28%
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
Ms. Joyce Coker	3,889	0.00%	3,889	0.00%
Paul Usoro	1,000,000	0.03%	1,000,000	0.03%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Directors' Shareholdings	1,003,889	0.03%	1,003,889	0.03%
Other Influential Shareholdings				
		0.00%		0.00%
		0.00%		0.00%
Total Other Influential Shareholdings	0	0.00%	0	0.00%
Free Float in Units and Percentage	1,059,907,565	26.69%	1,059,907,565	26.69%
Free Float in Value	₦ 6,306,450,011.75		₦ 5,299,537,825.00	

Declaration:

(A) PZ Cussons Nigeria Plc with a free float percentage of 26.7% as at 30 November 2021, is compliant with The Exchange's free float requirements for companies listed on the Main Board.

(B) PZ Cussons Nig Plc with a free float value of N5,299,537,825 as at 30 November 2020, is compliant with The Exchange's free float requirements for companies listed on the Main Board.