



International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022

International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022
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International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022
Certification of the unaudited condensed financial statements

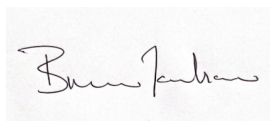
Further to the provisions of section 405 of the Companies and Allied Matters Act, 2020, we the Managing Director/CEO and Finance Director of International Breweries Plc ("the company") respectively hereby certify as follows:

- a) That we have reviewed the Unaudited condensed financial statements of the company for the period ended 31st March 2022.
- b) That the Unaudited condensed financial statements represents the true and correct financial position of our company as at the said date of 31st March 2022.
- c) That the Unaudited condensed financial statements does not contain any untrue statement of material fact or omit to state a material fact, which would make the statement misleading.
- d) That the Unaudited condensed financial statements fairly presents, in all material respects, the financial condition and results of operation of the company as of and for the period ended 31 March, 2022.
- e) That we are responsible for establishing and maintaining internal controls and affirm that the company's internal controls were effective as of 31st March, 2022.
- f) That all significant deficiencies in the design or operation of internal controls which could adversely affect the company's ability to record, process, summarise and report financial data have been disclosed to the independent Auditor and the Audit Committee.

Signed



Mr. Hugo, Dias Rocha
Managing Director
FRC/2022/003/00000022841
27 April, 2022



Mr. Bruno Zambrano
Finance Director
FRC/2020/003/00000020628
27 April, 2022



Ms. Chinyere Ezeugwu
Country Finance Manager
FRC/2013/ICAN/0000000078:
27 April, 2022

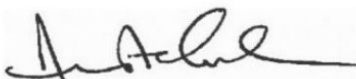
International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022
Statement of directors' responsibilities

The Companies and Allied Matters Act requires the directors to prepare financial statements for each financial year that give a true and fair view of the state of financial affairs of the Company at the end of the year and of its profit or loss. The responsibility includes:

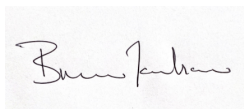
- a) ensuring that the Company keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Company and comply with the requirements of the Companies and Allied Matters Act;
- b) designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; and
- c) preparing the Company's financial statements using suitable accounting policies supported by reasonable and prudent judgements and estimates that are consistently applied.

The directors accept responsibility for the unaudited condensed quarterly financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and the requirements of the Companies and Allied Matters Act.

Nothing has come to the attention of the directors to indicate that the Company will not remain a going concern for at least twelve months from the date of this statement.



HRM Nnaemeka Alfred Achebe, CFR, MNI
Chairman
FRC/2013/NIM/0000001568
27 April, 2022



Bruno Zambrano
Finance Director
FRC/2020/003/0000020628
27 April, 2022



Mr. Hugo, Dias Rocha
Executive Director
FRC/2022/003/0000022841
27 April, 2022

International Breweries Plc
 Unaudited Condensed Financial Statements
 for the 3 months ended 31st March 2022
Statement of profit or loss

		3 Months Jan - Mar	3 Months Jan - Mar
		31 March 2022	31 March 2021
	Note	N'000	N'000
Revenue	3	57,521,606	38,964,318
Cost of sales	4	(37,567,213)	(32,478,909)
Gross profit		19,954,393	6,485,409
Administrative, Marketing and promotion expenses	4	(12,106,262)	(8,977,469)
Impairment charge on financial assets		(34,180)	(217,761)
Other expense	5	(4,114,607)	(167,671)
		3,699,344	(2,877,492)
Finance income	6	1,507,072	17
Finance cost	6	(3,349,982)	(684,385)
Finance costs - net		(1,842,909)	(684,368)
Profit/(Loss) before tax		1,856,435	(3,561,860)
Income tax (charge)/credit		(1,135,268)	982,948
Profit/ (Loss) for the period		721,167	(2,578,912)
Basic and diluted earnings/(loss) per share (Naira)	13	0.03	(0.10)

The notes on pages 9 to 12 are an integral part of these financial statements.

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022
Statement of other comprehensive income

	3 Months Jan - Mar	3 Months Jan - Mar
	31 March 2022	31 March 2021
	N'000	N'000
Profit/(Loss) for the period	721,167	(2,578,912)
Other comprehensive income:		
<i>Items that will be subsequently reclassified to profit or loss:</i>		
Change in fair value of hedging instrument recognised in OCI	4,559,229	(64,892)
Other comprehensive income/(loss) for the period	4,559,229	(64,892)
Total comprehensive income/(loss) for the period	5,280,396	(2,643,804)
Basic and diluted earnings/(loss) per share (Naira)	0.03	(0.10)

The notes on pages 9 to 12 are an integral part of these financial statements.

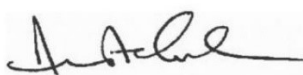
International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st March 2022
Statement of financial position

		31 March 2022	31 December 2021
	Note	N'000	N'000
ASSETS			
Non-current assets			
Deferred tax assets		25,247,778	25,664,863
Property, plant and equipment		244,606,210	245,189,955
Right of use assets		10,836,943	9,744,507
Intangible assets		697,312	714,235
Other receivables		62,249	111,636
		<u>281,450,491</u>	<u>281,425,196</u>
Current assets			
Investment securities		73,755,088	73,115,482
Inventories		25,622,609	22,540,690
Derivative financial instruments		-	433,945
Trade and other receivables		18,747,085	25,635,873
Restricted cash	0	7,373,526	7,373,526
Cash and cash equivalents	9	55,409,079	59,428,503
		<u>180,907,387</u>	<u>188,528,019</u>
Total assets		<u>462,357,879</u>	<u>469,953,215</u>
LIABILITIES			
Non-current liabilities			
Employee benefit obligations		2,368,893	2,323,911
Lease liabilities		6,462,490	6,645,969
		<u>8,831,383</u>	<u>8,969,880</u>
Current liabilities			
Current tax liabilities		2,132,291	1,414,108
Derivative financial instruments		2,411,901	2,611,094
Trade and other payables		128,503,748	143,562,398
Borrowings		175,809,024	175,409,112
Lease liabilities		4,085,234	2,682,722
		<u>312,942,198</u>	<u>325,679,434</u>
Total liabilities		<u>321,773,581</u>	<u>334,649,314</u>
EQUITY			
Share capital		13,431,034	13,431,034
Share premium		159,803,396	159,803,396
Other reserves		1,360,756	1,360,756
Cash flow hedge reserve		2,479,022	(2,080,207)
Employee benefit reserves		(531,756)	(531,756)
Retained losses		(35,958,155)	(36,679,322)
Total equity		<u>140,584,297</u>	<u>135,303,901</u>
Total equity and liabilities		<u>462,357,879</u>	<u>469,953,215</u>

The notes on pages 9 to 12 are an integral part of these financial statements.

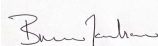
The financial statements on pages 4 to 12 were approved and authorised for issue by the board of Directors on 27 April 2022 and were signed on its behalf by:



Nnaemeka Alfred Achebe, CFR, MNI (Chairman) FRC/2013/NIM/0000001568



Mr. Hugo, Dias Rocha (Director) FRC/2021/003/00000022841



Mr. Bruno Zambrano (Director) FRC/2020/003/00000020628



Ms. Chinyere Ezeugwu (Country Finance Manager) FRC/2013/ICAN/0000000781

International Breweries Plc

Unaudited Condensed Financial Statements

for the 3 months ended 31st March 2022

Statement of changes in equity

	Share capital N'000	Share Premium N'000	Other reserves N'000	Cash flow hedge reserve N'000	Employee benefit reserves N'000	Retained (losses)/ earnings N'000	Total equity N'000
At 1 January 2022	13,431,034	159,803,396	1,360,756	(2,080,207)	(531,756)	(36,679,322)	135,303,901
Profit for the period	-	-	-	-	-	721,167	721,167
Other comprehensive income	-	-	-	4,559,229	-	-	4,559,229
Total comprehensive income for the period	-	-	-	4,559,229	-	721,167	5,280,396
Balance at 31 March 2022	13,431,034	159,803,396	1,360,756	2,479,022	(531,756)	(35,958,155)	140,584,297

The notes on pages 9 to 12 are an integral part of these financial statements.

International Breweries Plc
 Unaudited Condensed Financial Statements
 for the 3 months ended 31st March 2022
Statement of cash flows

		31 March 2022	31 March 2021
	Note	N'000	N'000
Cash flows from operating activities			
Cash generated from operations	14	6,208,913	6,726,399
Net cash inflow from operating activities		6,208,913	6,726,399
Cash flows from investing activities			
Acquisition of property, plant and equipment		(8,279,835)	(4,998,101)
Investment in debt securities		(639,606)	-
Interest received	6	1,507,072	17
Net cash outflow from investing activities		(7,412,368)	(4,998,083)
Cash flows from financing activities			
Interest paid		(2,815,969)	(638,490)
Net cash outflow from financing activities		(2,815,969)	(638,490)
Net increase in cash and cash equivalents		(4,019,424)	1,089,826
Cash and cash equivalents at the beginning of the period		66,802,029	50,807,690
Cash and cash equivalents at the end of the period	9	62,782,605	51,897,516

The notes on pages 9 to 12 are an integral part of these financial statements.

1 General information

These financial statements are the financial statements of International Breweries Plc ("the Company"). The Company was incorporated in Nigeria as a private limited liability company on 22 December 1971 under the Companies and Allied Matters Act, and is domiciled in Nigeria. The Company became a public limited liability company on 26 April, 1994.

The address of its registered office is:
Plot 5A Abuja Street, Banana Island,
Ikoyi,
Lagos, Nigeria

The principal activities of the Company are brewing, packaging and marketing of beer, alcoholic flavoured/ non-alcoholic beverages and soft drinks.
The parent company is AB InBev Nigeria Holdings BV, the ultimate parent company is Anheuser-Busch InBev SA/NV.

2 Summary of accounting policies

2.1 Introduction to summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.2 Basis of preparation

The condensed financial statements for the period ended 31 March 2022 have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). Additional information required by national regulations is included where appropriate. They do not include all the information required for a full annual financial statements, and should be read in combination with the year end financial statement of International Breweries Plc for the year ended 31st December, 2021.

All values are rounded to the nearest thousand, except when otherwise indicated. The financial statements are presented in thousands of Naira.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period the assumptions changed. Management believes that the underlying assumptions are appropriate and that the Company's financial statements therefore present the financial position and results fairly.

2.3 Going concern

The financial statements have been prepared on a going concern basis. The directors have no doubt that the company will be in existence after 12 months from the reporting date. The directors do not intend to cease operations or stop any of the production lines.

2.4 Changes in accounting policy and disclosures

The Company has applied the accounting policies in these condensed financial statements consistently with those applied in the financial statements for the year ended 31st December 2021.

No new accounting policy in the period under review has significant impact on the financial statements that require disclosure.

International Breweries Plc

Unaudited Condensed Financial Statements

for the 3 months ended 31st March 2022

Notes to the financial statements

3	Revenue	3 Months	3 Months		
		Jan - Mar	Jan - Mar		
		31 March 2022	31 March 2021		
		N'000	N'000		
	Revenue from contracts with customers	57,521,606	38,964,318		
4	Breakdown of Expense	3 Months	3 Months		
		Jan - Mar	Jan - Mar		
		31 March 2022	31 March 2021		
				N'000	N'000
		Materials consumed and allocated overheads	29,813,258	22,931,037	
		Employee benefit expenses	3,365,432	3,852,728	
		Technical management fees	1,725,648	974,108	
		Depreciation and Ammortization	10,169,759	9,180,355	
Business running costs	2,227,449	2,042,398			
Advertising and promotion	2,371,929	2,475,753			
		49,673,475	41,456,378		
5	Other expense	3 Months	3 Months		
		Jan - Mar	Jan - Mar		
		31 March 2022	31 March 2021		
				N'000	N'000
		Waste and scrap sales	5,301	10,068	
		Sundry expense	(20,755)	(7,194)	
		Royalty received	19,933	49,298	
		Net foreign exchange loss - realised	(629,829)	(300,980)	
		Net foreign exchange loss - unrealised	(3,489,257)	81,137	
				(4,114,607)	(167,671)
6	Finance income and costs	3 Months	3 Months		
		Jan - Mar	Jan - Mar		
		31 March 2022	31 March 2021		
				N'000	N'000
		Finance income			
		Interest income	1,507,072	17	
		Finance costs			
		Interest expense on borrowings	(2,815,969)	(638,490)	
		Interest expense on lease liabilities	(534,013)	(45,896)	
		Net finance costs	(1,842,910)	(684,369)	

7 Property, plant and equipment

Acquisitions:

During the 3 months period ended 31st March 2022, the company acquired plant, property and equipment with a total cost of N8.3 billion (3 months ended 31st March 2021: N4.9 billion)

Capital commitments:

As at 31st March 2022, the company's commitment for plant, property and equipment was N19 billion (31st March 2021: N6.9 billion)

8 Borrowings

The overdraft facilities from the various banks are usually all secured by corporate guarantee of the company. Interest on the bank overdrafts is payable at rates ranging from 7% to 13%; there are no overdraft facilities during the period.

A balance of a loan amounting to \$278m which was obtained in 2018 with maturity date of May 2021 was rolled over for an additional 3 years period. The Company has entered into non deliverable forward contracts to mitigate the forex risk on the contractual interest and principal repayments. There is also a loan (revolving credit facility) of N57 billion that has not been drawn down by the company as at end of the reporting period.

Interest rates on the Company's loans range from 4% to 13%. The Company's borrowings are within the period from one year to three years.

International Breweries Plc
 Unaudited Condensed Financial Statements
 for the 3 months ended 31st March 2022
 Notes to the financial statements

9 Cash and cash equivalents	31 March 2022 N'000	31 December 2021 N'000
Cash at bank	55,409,079	59,428,503
Restricted cash*	7,373,526	7,373,526
	<u>62,782,605</u>	<u>66,802,029</u>

The company classifies its cash on hand and in bank, and investments in short term liquid instruments as cash and cash equivalents.
 *Restricted cash is collateral deposit held by the bank till the maturity date of forward contracts.

10 Share capital	31 March 2022 N'000	31 December 2021 N'000
Authorised: 31,000,000,000 Ordinary shares of 50 kobo each	<u>15,000,000</u>	<u>15,000,000</u>
Issued and fully paid: 26,862,069,000 Ordinary shares of 50 kobo each	<u>13,431,034</u>	<u>13,431,034</u>

Brauhaase International Management GMBH and its ultimate holding company (AB InBev Nigeria Holding BV) as at 31 March, 2022 held an equity interest of 87.29% in International Breweries Plc.

Shareholding Structure/Free Float Status:

	31 March 2022		31 March 2021	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	26,862,065,850	100%	26,862,065,850	100%
Substantial Shareholdings (5% and above)				
AB INBEV NIGERIA HOLDINGS BV (THE "COMPANY")	21,069,512,368	78.44%	21,069,512,368	78.44%
BRAUHAASE INTERNATIONAL MANAGEMENT GMBH	2,377,579,013	8.85%	2,377,579,013	8.85%
Total Substantial Shareholdings	23,447,091,381	87.29%	23,447,091,381	87.29%
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
Olugbenga Awomolo	334,075,394	1.24%	334,075,394	1.24%
Michael Onochie Ajukwu	71,860,799	0.27%	62,000,000	0.23%
Nnaemeka Alfred Achebe	40,732,127	0.15%	40,732,127	0.15%
Sunday Akintoye Omole	1,345,109	0.01%	1,345,109	0.01%
Peter Nwokike Anugwu	5,000,000	0.02%	5,000,000	0.02%
Total Directors' Shareholdings	453,013,429	1.69%	443,152,630	1.65%
Other Influential Shareholdings				
Other Influential Shareholdings	0	0.00%	0	0.00%
Free Float in Units and Percentage	2,961,961,040	11.03%	2,971,821,839	11.06%
Free Float in Value	₦ 13,032,628,576.00		₦ 14,264,744,827.20	

Declaration:

International Breweries Plc's Board is aware of the free float percentage of 11.03% (N13,032,628,576.00) as at 31 March 2022 and compliance plans to be shared with The Exchange has been initiated.

11 Share premium	31 March 2022 N'000	31 December 2021 N'000
Balance as at 31 March	<u>159,803,396</u>	<u>159,803,396</u>

12 Fair Value
 IFRS 13 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable input reflect market data obtained from independent sources; unobservable inputs reflect the Company's market assumptions.
 At the reporting date, the Company valued its derivatives as measured at fair value in the level 2 fair value hierarchy. The carrying amounts of all other financial assets and liabilities at the reporting date approximate their fair values.

13 Earnings per share
 Basic earnings/(loss) per share (EPS) is calculated by dividing the loss after taxation by the weighted average number of ordinary shares in issue at the end of the reporting period.

	3 Months Jan - Mar 31 March 2022	3 Months Jan - Mar 31 March 2021
Profit/ (Loss) attributable to shareholders (N'000)	721,167	(2,578,912)
Weighted average number of ordinary shares in issue ('000)	26,862,069	26,862,069
Basic and diluted profit/(loss) per share (Naira)	0.03	(0.10)

14 Cash generated from operating activities

14.1 Reconciliation of cash generated from operations

	31 March 2022 N'000	31 March 2021 N'000
Profit/(Loss) before tax	1,856,435	(3,561,860)
Adjustment for non cash items:		
Depreciation and Impairment	8,943,047	9,180,355
Interest received	1,507,072	17
Interest expense	2,815,969	684,386
Employee benefit expense	-	413,684
Impairment loss on financial assets	34,180	217,761
Unrealised exchange (gain)/loss	3,489,257	251,682
Changes in working capital:		
Decrease/(increase) in trade and other receivables	6,093,993	(1,815,511)
Increase in inventories	(3,081,619)	(1,011,685)
(Decrease)/Increase in trade and other payables	(16,259,121)	2,367,570
Net cash generated from operations	<u>6,208,913</u>	<u>6,726,399</u>

International Breweries Plc

Unaudited Condensed Financial Statements

for the 3 months ended 31st March 2022

Notes to the financial statements

15 Related Party Transactions

The company's related parties include the ultimate parent company, AB InBev, SAB-Miller Finance BV and SAB-Miller Plc a subsidiary of AB InBev; its group entities; the directors, their close family members and employees who are able to exert a significant influence on the company's operating policies. These may also include key management personnel having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly.

All outstanding balances with these related parties are priced on arm's length basis and are to be settled within the agreed periods. None of the balances are secured and do not bear interest.

16 Events after the reporting period

There were no events which could have materially impacted on the affairs of the company within the reporting period which have not been adequately disclosed in the unaudited condensed results for the period ended 31st March, 2022.

17 Securities Dealing Policy

International Breweries Plc has in place a Securities Trading Policy "The Policy" which guides the Board and Employees when effecting transactions in the Company's shares. The Policy provides for periods for Dealing in Shares and other Securities, established communication protocols on periods when transactions are not permitted to be effected on the Company's Shares (Closed Period) as well as disclosure requirements when effecting such transactions.

Insiders covered in this Policy have not notified the Company of any dealing in the Company's Securities within this period and the Company is not aware of any breach of this Policy within the period.