

MORISON INDUSTRIES PLC

MONTHLY FINANCIAL REPORTS AS AT JUNE 30, 2022 (UNAUDITED)

MORISON INDUSTRIES PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE PERIOD ENDED 30 JUNE 2022

	Notes	APR TO JUNE 2022 N'000	APR TO JUNE 2021 N'000	JAN TO JUNE 2022 N'000	JAN TO JUNE 2021 N'000
Revenue	1	31,382	43,454	86,947	72,580
Cost of sales	2	<u>(28,882)</u>	<u>(29,859)</u>	<u>(67,292)</u>	<u>(50,438)</u>
Gross profit		2,501	13,594	19,655	22,141
Distribution expenses	3	(8,864)	(5,532)	(16,906)	<u>(11,525)</u>
Operating expenses	4	(35,307)	<u>(31,985)</u>	(67,196)	<u>(62,740)</u>
Other operating Income	5	<u>12,553</u>	<u>11,314</u>	<u>27,191</u>	<u>21,651</u>
Loss from operations		<u>(29,117)</u>	<u>(12,609)</u>	<u>(37,256)</u>	<u>(30,473)</u>
Finance income		-	-	-	-
Finance expenses	6	<u>(4,660)</u>	<u>(4,044)</u>	<u>(9,419)</u>	<u>(6,000)</u>
Net finance expenses		<u>(4,660)</u>	<u>(4,044)</u>	<u>(9,419)</u>	<u>(6,000)</u>
Loss before taxation		<u>(33,776)</u>	<u>(16,653)</u>	<u>(46,675)</u>	<u>(36,473)</u>
Tax expense		-	-	-	-
Loss for the year		<u>(33,776)</u>	<u>(16,653)</u>	<u>(46,675)</u>	<u>(36,473)</u>
Other comprehensive income					
Items that will not be reclassified to profit or loss:		-	-	-	-
Items that will or may be reclassified to profit or loss:	6(d)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other comprehensive income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive loss		<u>(33,776)</u>	<u>(16,653)</u>	<u>(46,675)</u>	<u>(36,473)</u>
Loss per share(kobo)		<u>(0.03)</u>	<u>(0.02)</u>	<u>(0.05)</u>	<u>(0.04)</u>

MORISON INDUSTRIES PLC

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2022 (UNAUDITED)

		30TH JUNE 2022 N'000	31ST, DECEMBER 2021 N'000
Assets	Notes		
Non-current assets			
Property, plant and equipment	7	1,489,560	1,506,695
Leased assets		-	-
		<u>1,489,560</u>	<u>1,506,695</u>
Current assets			
Inventories	8	40,682	47,323
Trade and other receivables	9	72,321	55,217
Cash and cash equivalents	10	5,487	5,422
		<u>118,491</u>	<u>107,962</u>
Total assets		<u>1,608,051</u>	<u>1,614,657</u>
Liabilities			
Current liabilities			-
Borrowings	11	127,341	119,798
Trade and other payables	12	275,084	242,561
Income tax payables		857	857
		<u>403,283</u>	<u>363,216</u>
Non-current liabilities			
Employees' benefit obligations	13	516	516
Deferred tax liabilities		184,163	184,163
		<u>184,678</u>	<u>184,679</u>
Total liabilities		<u>587,961</u>	<u>547,895</u>
Net assets		<u>1,020,090</u>	<u>1,066,763</u>
Equity			
Share capital	14	494,581	494,580
Share premium	15	84,477	84,477
Revenue reserve	16	(678,004)	(631,329)
		<u>1,119,035</u>	<u>1,119,035</u>
Total equity		<u>1,020,089</u>	<u>1,066,763</u>

The financial statements and accompanying notes were approved by the Board of Directors on July 26, 2022 and signed on behalf by:

TITILOYE, R. Olaniyi
Chairman
FRC/2013/ICAN/00000003887

OLADEJO, A. Adesoji
Managing Director
FRC/2021/003/00000022832

AYEGBO, Oluwafemi Olanrewaju
Financial Controller
FRC/2021/001/00000022831

STATEMENT OF CHANGES IN EQUITY(UNAUDITED)

FOR THE PERIOD ENDED 30 JUNE 2022

	Share Capital N'000	Share Premium N'000	Revenue Reserve N'000	Revaluation Reserve N'000	Total Equity N'000
Balance at 1 January 2021	494,580	84,477	(537,398)	-	41,659
Comprehensive income for the period:					
Loss for the period	-	-	(93,931)		(93,931)
Other comprehensive income	-	-	-	1,119,035	1,119,035
Total comprehensive income for the period	494,580	84,477	(631,329)	1,119,035	1,066,763
Transactions with owners recorded directly in equity	-	-			-
Dividends to equity holders		-	-		-
Total transactions with equity owners	-	-	-		-
Balance at 31 December 2021	494,580	84,477	(631,329)	1,119,035	1,066,763
Balance at 1 January 2022	494,580	84,477	(631,329)	1,119,035	1,066,763
Comprehensive income for the year/period					
Loss for the year/period	-	-	(46,675)		(46,675)
Other comprehensive income	-	-	-		-
Total comprehensive income for the year/period	-	-	(46,675)		(46,675)
Transactions with owners, recorded directly in equity	-				-
Dividends to equity holders	-	-			-
Total transactions with equity owners	-	-	-		-
Balance at 30 June 2022	494,580	84,477	(678,004)	1,119,035	1,020,088

MORISON INDUSTRIES PLC

STATEMENT OF CASH FLOW (UNAUDITED)

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FOR THE PERIOD ENDED 30 JUNE 2022

	JUNE 2022 N'000	JUNE 2021 N'000	31ST, DECEMBER 2021 N'000
Net cash flow from Operating Activities	(4,647)	(12,248)	(42,023)
Net cash flow from Investing Activities	4,711	12,977	(1,614)
Net cash flow from Financing Activities	-	-	45,857
Cash and Cash equivalent for the year	65	729	2,220
Cash and cash equivalent at the beginning of the year	5,422	3,202	3,202
Cash and cash equivalent at the end of the year/period	5,487	3,931	5,422

MORISON INDUSTRIES PLC
 FINANCIAL STATEMENTS, 30 JUNE 2022 (UNAUDITED)
 NOTES TO THE FINANCIAL STATEMENTS

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	JUNE 2022			JUNE 2021		
	Revenue	Cost of sales	Gross profit	Revenue	Cost of sales	Gross profit
1. Revenue and Profit	N'000	N'000	N'000	N'000	N'000	N'000
Analysis by activities:						
Pharmaceuticals	2,853	2,624	228	3,240	2,301	939
LMP-Consumers	66,331	53,789	12,542	49,743	47,869	1,874
Others/Contracts	17,764	10,879	6,885	19,597	269	19,328
	<u>86,947</u>	<u>67,292</u>	<u>19,655</u>	<u>72,580</u>	<u>50,438</u>	<u>22,141</u>
2. <u>Cost of sales</u>				2022		2021
Cost of sales includes:				N'000		N'000
Materials consumed				45,712		28,405
Production salaries and wages				9,366		11,446
Repairs and maintenance				2,153		2,030
Electricity				2,359		2,118
Depreciation of property, plant and equipment				1,474		1,098
Production - Products Registration				491		90
Factory Annual Registration				675		335
Production - Laboratory Expenses				717		789
Oil & Gas				4,263		1,557
Technical & Analytical Charges				81		129
				<u>67,292</u>		<u>47,998</u>
3. <u>Distribution expenses</u>				N'000		N'000
Advertisement and Tender Expenses				5,629		302
Discount allowed and commission				1,612		516
Trade Samples				537		283
Salaries, bonuses and commission				5,803		7,741
Freight				1,583		1,679
Transportation				756		434
Travel Expenses				986		571
				<u>16,906</u>		<u>11,525</u>
4. <u>Operating expenses</u>				N'000		N'000
Audit fees				1,000		1,000
Salaries and wages				22,300		18,958
Bank charges				171		140
Depreciation on property, plant and equipment				17,017		14,645
Directors' emoluments				800		750
Directors' fees				-		-
Electricity				1,011		908
Meals and Entertainment				388		297
Hotel Accomodation				30		-
Insurance, licence and fees				450		779
Computer expenses				263		312
Donations & Company Social Responsibility				80		-
Land use charges				242		242
Office expenses -Note 6('c)				12,344		6,196
Postages and telephones				1,209		1,198

	31/03/2022	31/12/2021
8. <u>Inventories</u>	N'000	N'000
Raw materials	28,593	38,264
Finished goods	22,149	19,236
	50,742	57,500
Provision for obsolete inventory	(10,177)	(10,177)
	<u>40,565</u>	<u>47,323</u>
(a) No inventory was pledged as security for borrowings.		
9. <u>Trade and other receivables</u>	N'000	N'000
Trade receivables	127,420	123,259
Provision for trade receivables	(96,339)	(96,339)
	31,081	26,920
<i>Total financial assets other than</i>	41,240	28,297
<i>Other receivables and prepayments</i>	72,321	55,217
(a) <u>Provision for trade receivables</u>	N'000	N'000
Balance at the beginning of the year	96,339	82,340
Provision for the period	-	13,999
Write back during the year	-	-
Balance at the end of the period	<u>96,339</u>	<u>96,339</u>
Trade receivables represents receivables from customers for goods sold and other trading services		
(b) <i>The age analysis of trade receivables is as follows:</i>	N'000	N'000
Past due < 90days	12,792	15,708
Past due 91-180 days	6,990	6,198
Past due 181-360 days	4,132	5,014
Past due 360days and above	103,507	96,339
	<u>127,420</u>	<u>123,259</u>
(c) <i>The carrying value of trade and other receivables classified as loans and receivables approximates fair</i>		
Staff receivables	410	65
Withholding tax receipts	14,911	14,911
Withholding tax receivables	19,383	18,419
Provision for WHT and other receivables	(16,045)	(17,423)
Advance to suppliers	12,798	3,686
Unpaid invoices	3,743	-
Receivable from Unosource	-	500
Other receivables	5,736	1,595
	40,936	21,753
Prepayments	304	6,544
	<u>41,240</u>	<u>28,297</u>
(f) <u>Prepayments</u>	N'000	N'000
Insurance and Rates	304	6,544
	<u>304</u>	<u>6,544</u>
10. <u>Cash and cash equivalents</u>		
Cash and cash equivalents comprise:	N'000	N'000
Cash at bank	5,485	5,279
Cash in hand	2	143
Cash and cash equivalents for the purpose of cash flows	<u>5,487</u>	<u>5,422</u>