



DANGOTE CEMENT PLC

**CONDENSED CONSOLIDATED AND SEPARATE
INTERIM FINANCIAL STATEMENTS**

30 JUNE 2013

DANGOTE CEMENT PLC

CONTENTS

PAGE

Condensed consolidated and separate statement of profit or loss and other comprehensive income

i - ii

Condensed consolidated and separate statement of financial position

iii

Condensed consolidated and separate statement of changes in equity

iv - v

Condensed consolidated and separate statement of cash flows

vi

Notes to the condensed consolidated and separate financial statements

1 - 13

Dangote Cement Plc
Condensed consolidated statement of profit or loss and other Comprehensive Income
For the period ended 30 June 2013

	Notes	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	Year ended 31/12/12
		N'000	N'000	N'000	N'000	N'000
Revenue	3	103,035,288	198,463,296	86,093,065	154,495,164	298,454,068
Cost of sales	5	(36,933,936)	(66,326,844)	(34,283,013)	(62,599,567)	(118,304,340)
Gross profit		66,101,352	132,136,452	51,810,052	91,895,597	180,149,728
Administrative expenses	6	(4,540,822)	(8,937,590)	(3,698,484)	(8,487,345)	(22,953,374)
Selling and distribution expenses	7	(6,533,858)	(12,936,169)	(2,583,714)	(7,461,689)	(15,104,982)
Other income/expense	8	629,505	827,441	(280,804)	481,020	4,400,440
Profit from operating activities		55,656,177	111,090,134	45,247,050	76,427,583	146,491,812
Finance income	9	1,794,885	2,960,386	303,477	640,867	2,414,734
Finance costs	9	(3,454,025)	(6,369,563)	(4,462,121)	(6,250,977)	(13,258,957)
Profit before tax		53,997,037	107,680,957	41,088,406	70,817,473	135,647,589
Income tax expense	11.1	-	-	-	-	16,285,624
Profit for the period/year		53,997,037	107,680,957	41,088,406	70,817,473	151,933,213
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		(1,185,906)	(2,032,149)	(998,291)	54,713	(2,037,809)
Cash flow hedges		-	-	(99,418)	(38,029)	
Defined benefit plan actuarial gains (losses)		21,278	21,278	(68,084)	(136,168)	(272,336)
Other comprehensive income for the year, net of income tax		(1,164,628)	(2,010,871)	(1,165,793)	(119,484)	(2,310,145)
Total comprehensive income for the period/year		52,832,409	105,670,086	39,922,613	70,697,989	149,623,068
Profit for the year attributable to:						
Owners of the Company		54,100,994	107,863,109	41,102,682	71,018,010	152,020,690
Non-controlling interests		(103,957)	(182,152)	(14,276)	(200,537)	(87,477)
		53,997,037	107,680,957	41,088,406	70,817,473	151,933,213
Total comprehensive income for the year attributable to:						
Owners of the Company		53,367,668	106,785,340	40,363,945	70,949,340	150,304,492
Non-controlling interests		(535,259)	(1,115,254)	(441,332)	(251,351)	(681,424)
		52,832,409	105,670,086	39,922,613	70,697,989	149,623,068
Earnings per share, basic and diluted (Naira)	10	3.17	6.33	2.41	4.17	8.92

Dangote Cement Plc
Condensed separate statement of profit or loss and other Comprehensive Income
For the period ended 30 June 2013

	Notes	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	Year ended 31/12/12
		N'000	N'000	N'000	N'000	N'000
Revenue	3	98,448,126	190,770,731	82,257,741	147,746,567	285,635,278
Cost of sales	5	(32,628,453)	(59,111,641)	(30,767,393)	(56,327,031)	(106,326,020)
Gross profit		65,819,673	131,659,090	51,490,348	91,419,536	179,309,258
Administrative expenses	6	(3,911,478)	(7,851,588)	(3,157,085)	(7,146,053)	(20,789,983)
Selling and distribution expenses	7	(6,464,458)	(12,787,576)	(2,577,027)	(7,449,757)	(14,789,012)
Other income/expense	8	607,352	787,876	(295,621)	450,591	4,374,446
Profit from operating activities		56,051,089	111,807,802	45,460,615	77,274,317	148,104,709
Finance income	9	1,792,559	2,951,649	255,018	531,243	2,391,030
Finance costs	9	(3,402,962)	(6,236,944)	(4,401,316)	(6,166,173)	(12,407,023)
Profit before tax		54,440,686	108,522,507	41,314,317	71,639,387	138,088,716
Income tax expense	11.1	-	-	-	-	14,836,382
Profit for the period/year		54,440,686	108,522,507	41,314,317	71,639,387	152,925,098
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		-	-	-	-	-
Cash flow hedges		-	-	-	-	-
Defined benefit plan actuarial gains (losses)		21,278	21,278	(136,168)	(136,168)	(272,336)
Other comprehensive income for the year, net of income tax		21,278	21,278	(136,168)	(136,168)	(272,336)
Total comprehensive income for the period/year		54,461,964	108,543,785	41,178,149	71,503,219	152,652,762
Profit for the year attributable to:						
Owners of the Company		54,440,686	108,522,507	41,314,317	71,639,387	152,925,098
Non-controlling interests		-	-	-	-	-
		54,440,686	108,522,507	41,314,317	71,639,387	152,925,098
Total comprehensive income for the year attributable to:						
Owners of the Company		54,461,964	108,543,785	41,178,149	71,503,219	152,652,762
Non-controlling interests		-	-	-	-	-
		54,461,964	108,543,785	41,178,149	71,503,219	152,652,762
Earnings per share, basic and diluted (Naira)	10	3.20	6.37	2.42	4.20	8.98

Dangote Cement Plc
Condensed consolidated and separate statement of financial position
As at 30 June 2013

		Group		Company	
	Notes	As at 30/06/13 N'000	As at 31/12/12 N'000	As at 30/06/13 N'000	As at 31/12/12 N'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	538,121,461	478,091,577	394,025,991	377,864,231
Intangible assets	13	2,269,946	1,726,734	770,470	848
Investments	14	389	-	25,097,306	25,096,917
Deferred tax assets	11.3	24,880,361	24,937,023	23,572,556	23,572,556
Prepayments	15	44,421,203	45,015,692	21,062,209	21,062,209
Total non-current assets		609,693,360	549,771,026	464,528,532	447,596,761
Current assets					
Inventories	16	38,264,324	32,477,938	35,851,511	30,853,539
Trade and other receivables	17	9,885,207	15,776,078	6,249,257	4,990,785
Due from related companies	24	15,889,355	4,121,465	141,098,885	90,047,435
Prepayments	15	19,885,639	27,094,397	19,688,323	24,279,076
Cash and cash equivalents	23	48,702,563	44,425,319	44,486,310	41,698,513
Total current assets		132,627,088	123,895,197	247,374,286	191,869,348
TOTAL ASSETS		742,320,448	673,666,223	711,902,818	639,466,109
EQUITY & LIABILITIES					
Equity					
Share capital	18	8,520,254	8,520,254	8,520,254	8,520,254
Share premium	18	42,430,000	42,430,000	42,430,000	42,430,000
Capital contribution		2,876,642	2,876,642	2,828,497	2,828,497
Currency translation reserve		(2,542,909)	(1,443,862)	-	-
Employee benefit reserve		(725,004)	(746,282)	(725,004)	(746,282)
Retained earnings		418,636,142	361,130,672	432,738,992	374,574,125
Equity attributable to owners of the Company		469,195,125	412,767,424	485,792,739	427,606,594
Non-controlling interests		6,119,213	7,234,467	-	-
Total equity		475,314,338	420,001,891	485,792,739	427,606,594
NON CURRENT LIABILITIES					
Deferred tax liabilities	11.4	585,217	530,227	-	-
Borrowings	20	125,479,100	112,462,464	94,872,505	83,050,601
Provisions for liabilities and other charges	22	994,647	487,310	221,151	274,782
Retirement benefits obligation		2,335,349	1,743,676	2,214,146	1,743,676
Deferred revenue	21	2,410,238	2,410,391	2,410,238	2,410,238
Total non-current liabilities		131,804,551	117,634,068	99,718,040	87,479,297
Current liabilities					
Bank overdraft	23	162,003	1,262,966	-	-
Trade and other payables	19	82,847,536	63,171,933	74,202,409	54,110,567
Current income tax payable	11.2	825,512	2,504,925	823,122	2,504,925
Deferred revenue	21	293,969	602,101	293,969	602,101
Borrowings	20	35,956,500	50,433,729	35,956,500	50,433,729
Due to related parties	24	15,116,039	18,054,610	15,116,039	16,728,896
Total current liabilities		135,201,559	136,030,264	126,392,039	124,380,218
TOTAL EQUITY AND LIABILITIES		742,320,448	673,666,223	711,902,818	639,466,109

Dangote Cement Plc

Condensed consolidated statement of changes in equity For the period ended 30 June 2013

	Share capital N'000	Share premium N'000	Retained Earnings N'000	Employee Benefit reserve N'000	Currency translation reserve N'000	Capital Contribution N'000	Attributable to the owners of the parent N'000	Non - controlling interests N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	361,130,672	(746,282)	(1,443,862.00)	2,876,642	412,767,424	7,234,467	420,001,891
Prior year correction	-	-	763,883	-	-	-	763,883	-	763,883
Profit for the period	-	-	107,863,109	-	-	-	107,863,109	(182,152)	107,680,957
Other comprehensive income for the period, net of income tax	-	-	-	21,278	(1,099,047)	-	(1,077,769)	(933,102)	(2,010,871)
Total comprehensive income for the period	-	-	-	21,278	(1,099,047)	-	(1,077,769)	(933,102)	(2,010,871)
Payment of dividends	-	-	(51,121,522)	-	-	-	(51,121,522)	-	(51,121,522)
Balance at 30th June 2013	8,520,254	42,430,000	418,636,142	(725,004)	(2,542,909)	2,876,642	469,195,125	6,119,213	475,314,338
Balance at 1 January 2012	7,745,685	42,430,000	229,245,844	(473,946)	-	2,876,642	281,824,225	8,546,661	290,370,886
Profit for the period	-	-	71,018,010	-	-	-	71,018,010	(200,537)	70,817,473
Other comprehensive income for the period, net of income tax	-	-	(24,339)	(136,168)	91,836	-	(68,670)	(50,814)	(119,484)
Total comprehensive income for the period	-	-	70,993,671	(136,168)	91,836	-	70,949,339	(251,351)	70,697,989
Effect of acquisition of subsidiaries under common control	-	-	2,921	-	-	-	2,921	(630,770)	(627,849)
Bonus shares	774,569	-	(774,569)	-	-	-	-	-	-
Payment of dividends	-	-	(19,364,214)	-	-	-	(19,364,214)	-	(19,364,214)
Balance at 30 June 2012	8,520,254	42,430,000	280,103,653	(610,114)	91,836	2,876,642	333,412,271	7,664,541	341,076,812

Dangote Cement Plc

Condensed separate statement of changes in equity For the period ended 30 June 2013

	Share capital N'000	Share premium N'000	Capital contribution N'000	Retained earnings N'000	Employee benefit reserve N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	2,828,497	374,574,125	(746,282)	427,606,594
Effect of prior year error correction	-	-	-	763,883	-	763,883
	8,520,254	42,430,000	2,828,497	375,338,008	(746,282)	428,370,477
Profit for the period	-	-	-	108,522,506	-	108,522,506
Other comprehensive income for the period, net of income tax	-	-	-	-	21,278	21,278
Total comprehensive income for the period	-	-	-	108,522,506	21,278	108,543,784
Payment of dividends	-	-	-	(51,121,522)	-	(51,121,522)
Balance at 30 June 2013	<u>8,520,254</u>	<u>42,430,000</u>	<u>2,828,497</u>	<u>432,738,992</u>	<u>(725,004)</u>	<u>485,792,739</u>
Balance at 1 January 2012	7,745,685	42,430,000	2,828,497	241,787,810	(473,946)	294,318,046
Profit for the period	-	-	-	71,639,386	-	71,639,386
Other comprehensive income for the period, net of income tax	-	-	-	-	(136,168)	(136,168)
Total comprehensive income for the period	-	-	-	71,639,386	(136,168)	71,503,218
Bonus share	774,569	-	-	(774,569)	-	-
Payment of dividends	-	-	-	(19,364,214)	-	(19,364,214)
Balance at 30 June 2012	<u>8,520,254</u>	<u>42,430,000</u>	<u>2,828,497</u>	<u>293,288,413</u>	<u>(610,114)</u>	<u>346,457,050</u>

Dangote Cement Plc
Condensed consolidated and separate statement of cash flows
For the period ended 30 June 2013

	Group			Company		
	6 months ended 30/06/13	6 months ended 30/06/12	Year ended 31/12/12	6 months ended 30/06/13	6 months ended 30/06/12	Year ended 31/12/12
	N'000	N'000	N'000	N'000	N'000	N'000
Cash flows from operating activities						
Profit before tax	107,680,957	70,817,472	135,647,589	108,522,506	71,639,386	138,088,716
Adjustments for:						
Depreciation	16,180,806	12,157,980	27,593,659	16,022,036	11,667,965	27,267,634
Write off of property plant and equipment	357,370	-	399,202	340,330	-	397,436
Amortization of intangible assets	45,406	6,400	27,140	38,717	3,093	7,801
Impairment loss on investment and receivables from related parties	-	-	2,026,828	-	-	2,026,828
Finance cost	6,369,563	6,250,977	12,425,621	6,528,437	6,166,173	12,210,419
Interest income	(2,960,386)	(640,867)	(2,213,027)	(2,951,649)	(531,243)	(2,189,323)
Amortisation of deferred revenue	(308,285)	(254,228)	(558,636)	(308,132)	(254,228)	(541,277)
Provision for restoration	507,338	(27,167)	20,417	(53,630)	23,854	132,959
Provisions for employee benefits	612,951	260,448	616,505	491,748	260,448	616,505
Amortisation of non-current prepayment - gas pipeline	-	4,283,001	4,283,001	-	4,283,001	4,283,001
	<u>128,485,720</u>	<u>92,854,016</u>	<u>180,268,299</u>	<u>128,630,364</u>	<u>93,258,449</u>	<u>182,300,699</u>
Changes in working capital:						
Change in inventory	(5,786,385)	(9,106,407)	(12,829,351)	(4,997,972)	(9,007,047)	(12,117,341)
Change in trade and other receivables	13,694,120	(24,875,373)	(15,982,272)	3,332,280	(32,561,237)	(17,599,991)
Change in due from related parties	(11,767,890)	(942,285)	(323,793)	(51,051,450)	(2,804,776)	(17,740,166)
Change in due to related parties	(2,771,975)	(13,251,189)	(12,626,835)	(1,612,858)	(11,395,995)	(13,727,132)
Change in trade and other payables	22,244,950	51,816,229	17,097,699	24,724,102	47,572,746	12,909,466
Gratuity Paid	-	(87,856)	(517,677)	-	(87,856)	(517,677)
Income tax paid	(1,681,803)	(2,184,606)	(2,538,919)	(1,681,803)	(2,174,931)	(2,558,679)
<i>Net cash generated from operating activities</i>	<u>142,416,737</u>	<u>94,222,528</u>	<u>152,547,151</u>	<u>97,342,663</u>	<u>82,799,354</u>	<u>130,949,179</u>
Investing activities						
Interest received	2,960,386	890,867	2,213,027	2,951,649	781,243	2,189,323
Additions to intangible assets	(832,242)	-	(64,978)	(808,339)	-	-
Acquisition of property, plant and equipment and investment	(83,078,529)	(62,282,060)	(129,068,608)	(30,319,460)	(49,920,084)	(76,043,345)
	-	-	10,902,824	-	-	10,902,824
<i>Net cash provided by investing activities</i>	<u>(80,950,385)</u>	<u>(61,391,193)</u>	<u>(116,017,735)</u>	<u>(28,176,150)</u>	<u>(49,138,841)</u>	<u>(62,951,198)</u>
Financing activities						
Interest paid	(6,459,513)	(10,825,446)	(12,072,027)	(6,709,513)	(10,825,446)	(11,856,826)
Dividend paid	(51,121,522)	(19,364,214)	(19,364,214)	(51,121,522)	(19,364,214)	(19,364,214)
Loans obtained	11,931,540	34,500,545	59,911,863	8,765,018	34,500,545	30,500,000
Loans repaid	(17,312,698)	(37,973,435)	(39,180,384)	(17,312,698)	(37,973,435)	(39,180,388)
<i>Net cash provided by financing activities</i>	<u>(62,962,194)</u>	<u>(33,662,549)</u>	<u>(10,704,762)</u>	<u>(66,378,716)</u>	<u>(33,662,549)</u>	<u>(39,901,428)</u>
(Decrease)/increase in cash and cash equivalent	(1,495,842)	(831,215)	25,824,654	2,787,797	(2,037)	28,096,553
Effects of exchange rate changes on the none monetary assets held in foreign currencies	6,874,049	(457,647)	(980,921)	-	-	-
Cash and cash equivalents at beginning of period	43,162,353	18,318,620	18,318,620	41,698,513	13,601,960	13,601,960
Cash and cash equivalents at end of period	<u>48,540,560</u>	<u>17,029,758</u>	<u>43,162,353</u>	<u>44,486,310</u>	<u>13,599,923</u>	<u>41,698,513</u>