

Lafarge Africa Plc
Unaudited Condensed Financial Statements
30 September 2022

Lafarge Africa Plc

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Lafarge Africa Plc

Directors' and Other Corporate Information

Company registration number

RC 1858

Directors

Mr. Adebode Adefioye
Mr. Khaled Abdel Aziz El Dokani (Egyptian)
Mr. Lolu Alade-Akinyemi
Mrs. Elenda Giwa-Amu
Mrs. Adenike Ogunlesi
Mr. Grant Earnshaw (British)
Mrs. Karine Uzan Mercie (French)
Mr. Marco Licata (Italian) (resigned w.e.f April 5, 2022)
Mr. Gbenga Oyeboade, MFR
Mrs. Oyinkan Adewale (FCA)
Mrs. Virginie Darbo (French)
Mr. Kaspar Theiler (Swiss) (appointed w.e.f April 20, 2022)

Chairman
Group Managing Director/CEO
Executive Director/CFO
Non-Executive Director
Independent Non-Executive Director
Non-Executive Director
Non-Executive Director
Non-Executive Director
Independent Non-Executive Director
Independent Non-Executive Director
Non-Executive Director
Non-Executive Director

Company Secretary

Mrs. Adewunmi Alode

Company Registered Office

Lafarge Africa Plc
27B, Gerrard Road,
Ikoyi,
Lagos

Registrar

Cardinal Stone (Registrars) Limited
[formerly City Securities (Registrars) Limited]
335/337 Herbert Macaulay Road,
Yaba,
Lagos

Independent Auditors

KPMG Professional Services
KPMG Tower,
Bishop Aboyade Cole Street,
Victoria Island,
Lagos

Principal Bankers

Access Bank Plc
Citibank Nigeria Limited
Ecobank Nigeria Plc
First Bank of Nigeria Ltd
Guaranty Trust Bank Plc
Standard Chartered Bank Nigeria Ltd
Stanbic IBTC Bank Plc
United Bank for Africa Plc
Wema Bank Plc
Zenith Bank Plc
Globus Bank Limited
Union Bank of Nigeria Plc

Lafarge Africa Plc

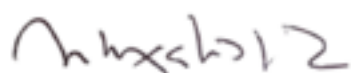
Consolidated and Separate Statements of Profit or Loss and Other Comprehensive Income for the period ended 30 September, 2022

	Notes	Group				Company			
		3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Revenue	3	83,265,798	74,181,632	269,852,450	219,197,595	77,947,448	66,477,828	246,265,243	196,496,352
Cost of sales (Production)	4	(44,562,627)	(44,592,320)	(135,078,559)	(117,086,525)	(39,132,049)	(29,278,175)	(116,950,067)	(101,681,916)
Gross profit		38,703,171	29,589,312	134,773,891	102,111,070	38,815,399	37,199,653	129,315,176	94,814,436
Selling and distribution costs	5	(25,000,948)	(14,786,840)	(62,654,051)	(40,676,131)	(23,469,337)	(23,519,316)	(58,073,463)	(36,494,929)
Administrative expenses	6	(5,776,678)	(5,107,355)	(15,889,582)	(14,277,502)	(5,831,677)	(4,914,823)	(15,636,755)	(13,711,257)
Other income	7	81,516	202,419	281,442	495,803	28,906	52,595	114,424	205,299
Impairment reversal on receivables	8.1	1,611	22,203	43,645	499,256	569	(23,198)	44,753	499,184
Other operating expenses	8	-	-	-	(13,970)	-	-	-	(13,970)
Operating profit		8,008,672	9,919,739	56,555,345	48,138,526	9,543,860	8,794,911	55,764,135	45,298,763
Finance income	9 (a)	242,318	206,077	433,950	568,922	227,938	189,872	389,685	540,862
Finance costs	9 (b)	(1,181,701)	(2,972,664)	(3,041,374)	(5,633,102)	(448,091)	(2,554,738)	(1,626,172)	(4,968,914)
Gain on disposal of investment in Joint venture	22.1	-	-	-	826,879	-	-	-	826,879
Profit before tax		7,069,289	7,153,152	53,947,921	43,901,225	9,323,707	6,430,045	54,527,648	41,697,590
Income tax expense	10	419,891	4,918,860	(9,048,383)	(3,506,628)	(184,243)	5,573,100	(9,124,687)	(2,725,458)
Profit after tax for the period		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
Other comprehensive income:									
Other comprehensive (loss)/income for the period, net of tax		-	-	-	-	-	-	-	-
Total comprehensive income for the period		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
Profit attributable to :									
- Owners		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
- Non-controlling interests		-	-	-	-	-	-	-	-
		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
Total comprehensive income for the period is attributable to:									
- Owners		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
- Non-controlling interests		-	-	-	-	-	-	-	-
		7,489,180	12,072,012	44,899,538	40,394,597	9,139,464	12,003,145	45,402,961	38,972,132
Earnings per share attributable to the ordinary equity holders of the Company:									
Basic earnings per share (Kobo)	21	46	75	279	251	57	75	282	242

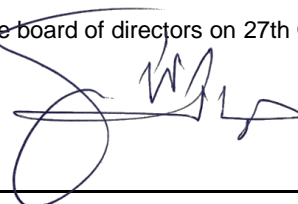
Consolidated and Separate Statement of Financial Position as at 30 September, 2022

	Notes	Group		Company	
		30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
ASSETS					
Non-current assets					
Property, plant and equipment	11	334,022,895	338,721,747	269,269,122	273,704,651
Intangible assets	12	162,641	713,746	94,930	578,322
Investments in subsidiaries	13.1	-	-	63,906,867	63,906,867
Other assets	16	63,575,208	35,535,403	60,692,952	32,699,442
Deferred tax assets		8,132,843	15,292,417	8,132,843	15,292,417
Total non-current assets		405,893,587	390,263,313	402,096,714	386,181,699
Current assets					
Inventories	17	53,222,433	45,010,127	38,619,477	36,656,494
Trade and other receivables	18	7,143,211	7,196,754	41,703,293	32,377,152
Other assets	16	17,238,714	15,275,129	16,233,805	14,734,768
Other financial assets	14	11,304	19,035,529	10,975	18,975,911
Cash and cash equivalents	19	82,127,912	50,057,345	74,195,174	45,128,099
Total current assets		159,743,574	136,574,884	170,762,724	147,872,424
Total assets		565,637,161	526,838,197	572,859,438	534,054,123
LIABILITIES					
Non-current liabilities					
Loans and borrowings	22	1,407,822	2,482,049	222,321	709,077
Employee benefit obligations	25	2,218,715	2,165,592	1,839,424	1,821,942
Deferred income	24	1,153,780	1,356,534	1,040,526	1,123,575
Provisions	23	2,736,815	2,103,557	1,631,427	1,193,962
Deferred tax liabilities		8,325,565	9,116,700	-	-
Total non-current liabilities		15,842,697	17,224,432	4,733,698	4,848,556
Current liabilities					
Loans and borrowings	22	31,102,730	20,805,272	29,286,149	19,846,836
Deferred income	24	279,163	326,474	110,732	110,732
Trade and other payables	26	105,689,657	103,177,397	110,152,761	109,116,338
Provisions	23	2,335,641	2,918,962	2,090,543	2,571,809
Current tax liabilities		3,034,855	3,824,984	1,840,920	2,210,383
Total current liabilities		142,442,046	131,053,089	143,481,105	133,856,098
Total liabilities		158,284,743	148,277,521	148,214,803	138,704,654
EQUITY					
Share capital	20.1	8,053,899	8,053,899	8,053,899	8,053,899
Share premium	20.2	435,148,731	435,148,731	435,148,731	435,148,731
Retained earnings		218,278,845	189,487,103	175,119,984	145,824,819
Other reserves arising on business combination and re-organisations		(254,129,057)	(254,129,057)	(193,677,979)	(193,677,979)
Capital and reserves attributable to owners		407,352,418	378,560,676	424,644,635	395,349,469
Total equity		407,352,418	378,560,676	424,644,635	395,349,469
Total equity and liabilities		565,637,161	526,838,197	572,859,438	534,054,123

These financial statements were approved and authorised for issue by the board of directors on 27th October 2022 and were signed on its behalf by:



Adebode Adefioye
Chairman
FRC/2017/IODN/00000016512



Khaled Abdel Aziz El Dokani
Group Managing Director
FRC/2020/003/00000020762



Lolu Alade-Akinyemi
Chief Financial Officer
FRC/2020/001/00000020157

Lafarge Africa Plc

Consolidated and Separate Statement of Changes in Equity for the period ended 30 September 2022

Group

	Attributable to equity holders of the parent						
	Share capital N'000	Share premium N'000	Retained earnings N'000	Foreign currency translation reserve N'000	Other reserves arising on business combination and re-organisations N'000	Total N'000	Total equity N'000
Balance at 1 January 2021	8,053,899	435,148,731	170,579,540	(14,611)	(254,129,057)	359,638,502	359,638,502
Profit for the period ended 30 September 2021	-	-	40,394,597	-	-	40,394,597	40,394,597
Total comprehensive income for the period	-	-	40,394,597	-	-	40,394,597	40,394,597
Balance at 30 September 2021	8,053,899	435,148,731	210,974,137	(14,611)	(254,129,057)	400,033,099	400,033,099
Balance at 30 September 2021	8,053,899	435,148,731	210,974,137	(14,611)	(254,129,057)	400,033,099	400,033,099
Profit for the period (October 1 to December 31 2021)	-	-	10,608,952	-	-	10,608,952	10,608,952
Other comprehensive loss (Net of tax)	-	-	119,605	14,611	-	134,216	134,216
Total comprehensive income for the period	-	-	10,728,557	14,611	-	10,743,168	10,743,168
Transaction with owners:							
Dividends declared	-	-	(32,215,591)	-	-	(32,215,591)	(32,215,591)
Total transaction with owners	-	-	(32,215,591)	-	-	(32,215,591)	(32,215,591)
Balance at 31 December 2021	8,053,899	435,148,731	189,487,103	-	(254,129,057)	378,560,676	378,560,676
Balance at 1 January 2022	8,053,899	435,148,731	189,487,103	-	(254,129,057)	378,560,676	378,560,676
Profit for the period ended 30 September 2022	-	-	44,899,538	-	-	44,899,538	44,899,538
Total comprehensive income for the period	-	-	44,899,538	-	-	44,899,538	44,899,538
Transaction with owners:							
Dividends declared	-	-	(16,107,796)	-	-	(16,107,796)	(16,107,796)
Total transaction with owners	-	-	(16,107,796)	-	-	(16,107,796)	(16,107,796)
Balance at 30 September 2022	8,053,899	435,148,731	218,278,845	-	(254,129,057)	407,352,418	407,352,418

Lafarge Africa Plc

Consolidated and Separate Statement of Changes in Equity for the period ended 30 September 2022

Company	Attributable to equity holders of the parent					Total equity N'000
	Share capital N'000	Share premium N'000	Retained earnings N'000	Foreign currency translation reserve N'000	Other reserves arising on business combination and re-organisations N'000	
Balance at 1 January 2021	8,053,899	435,148,731	124,464,893	(14,611)	(193,677,979)	373,974,933
Profit for the period ended 30 September 2021	-	-	38,972,132	-	-	38,972,132
Total comprehensive income for the period	-	-	38,972,132	-	-	38,972,132
Balance at 30 September 2021	8,053,899	435,148,731	163,437,025	(14,611)	(193,677,979)	412,947,065
Balance at 30 September 2021	8,053,899	435,148,731	163,437,025	(14,611)	(193,677,979)	412,947,065
Profit for the period (October 1 to December 31 2021)	-	-	14,483,780	-	-	14,483,780
Other comprehensive loss (Net of tax)	-	-	119,605	14,611	-	134,216
Total comprehensive loss for the period	-	-	14,603,385	14,611	-	14,617,996
Transaction with owners:						
Dividends declared	-	-	(32,215,591)	-	-	(32,215,591)
Total transaction with owners	-	-	(32,215,591)	-	-	(32,215,591)
At 31 December 2021	8,053,899	435,148,731	145,824,819	-	(193,677,979)	395,349,470
At 1 January 2022	8,053,899	435,148,731	145,824,819	-	(193,677,979)	395,349,470
Profit for the period ended 30 September 2022	-	-	45,402,961	-	-	45,402,961
Total comprehensive income for the period	-	-	45,402,961	-	-	45,402,961
Transaction with owners:						
Dividends declared	-	-	(16,107,796)	-	-	(16,107,796)
Total transaction with owners	-	-	(16,107,796)	-	-	(16,107,796)
Balance at 30 September 2022	8,053,899	435,148,731	175,119,984	-	(193,677,979)	424,644,635

Lafarge Africa Plc

Consolidated and Separate Statement of Cash Flows for the period ended 30 September, 2022

	Notes	Group		Company	
		30 September 2022	30 September 2021	30 September 2022	30 September 2021
		N'000	N'000	N'000	N'000
Cash flows from operating activities:					
Profit after tax		44,899,538	40,394,597	45,402,961	38,972,132
Adjustments to reconcile Profit for the period to net cash flows:					
Depreciation	11.2	18,398,835	21,655,008	16,303,308	19,692,876
Amortization of intangible assets	12	551,105	912,728	483,392	702,494
Gain on disposal of Investments in Joint venture	22.1	-	(826,879)	-	(826,879)
Other non-cash items	27.3	402,241	(12,165)	374,571	(12,562)
Net unrealized foreign exchange movement		(30,000)	376,794	175,405	332,510
Finance costs	9(b)	2,074,087	4,409,451	1,626,876	3,904,638
Finance income	9(a)	(433,950)	(568,922)	(389,685)	(540,862)
Income tax expense	10.1	9,048,383	3,506,628	9,124,687	2,725,458
Provisions and net movement on employee benefits	27.2	(654,574)	278,605	(572,763)	227,005
Change in net working capital	27.1	(21,246,329)	(649,380)	(24,904,983)	5,045,543
Cash flow generated from operations		53,009,336	69,476,466	47,623,768	70,222,352
Income taxes paid		(3,418,813)	(2,728,833)	(2,283,316)	(1,031,973)
Net cash flow generated from operating activities		49,590,523	66,747,632	45,340,452	69,190,379
Cash flows from investing activities					
Acquisition of property, plant and equipment	11.1	(11,589,549)	(12,029,279)	(10,247,344)	(10,259,610)
Interest income received		386,919	419,710	342,654	391,650
Proceeds from disposal of investment in joint venture, net of earn-out obligation paid	22.2	-	1,206,311	-	1,206,311
Loan to related party repaid	22.2	-	1,936,550	-	1,936,550.00
Net cash flow used in investing activities		(11,202,630)	(7,484,969)	(9,904,690)	(5,743,360)
Cash flows from financing activities					
Interest paid		(1,413,787)	(4,480,868)	(1,280,020)	(4,304,175)
Dividend paid to equity holders of the company	26.2	(13,556,130)	(24,702,624)	(13,556,130)	(24,702,624)
Proceeds from loans and borrowings	22.3	22,573,560	11,884,605	21,552,233	11,659,473
Repayment of lease liabilities	22.3	(2,039,240)	(5,548,059)	(2,039,240)	(5,548,059)
Repayment of loans and borrowings	22.3	(11,930,081)	(35,875,003)	(11,090,572)	(35,048,186)
Net cash flow used in financing activities		(6,365,678)	(58,721,949)	(6,413,729)	(57,943,571)
Net increase in cash and cash equivalents		32,022,215	540,714	29,022,033	5,503,448
Cash and cash equivalents at the beginning of the period	19.2	48,625,884	52,056,686	43,696,638	38,483,421
Effects of exchange rate changes on cash and cash equivalents		48,352	326,292	45,042	305,646
Cash and cash equivalents at the end of the period	19.2	80,696,451	52,923,692	72,763,713	44,292,515

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 30 September, 2022

1 Business description

Lafarge Africa Plc (Lafarge Africa) was incorporated in Nigeria on 26 February, 1959 and commenced business on 10 January 1961. The Company, formerly known as Lafarge Cement WAPCO Nigeria Plc, changed its name after a special resolution was passed by the shareholders at an Annual General Meeting held on Wednesday 9 July 2014. The change of name became effective with the acquisition of shares in Lafarge South Africa Holdings (Proprietary) Limited (LSAH), which were disposed of in 2019, United Cement Company of Nigeria Limited (UNICEM), AshakaCem Ltd (AshakaCem) and Atlas Cement Company Limited (Atlas). The Company's corporate head office is situated at 27B Gerrard Road, Ikoyi, Lagos which is the same as the registered office.

Lafarge Africa is in the business of manufacturing and marketing of cement and other cementitious products such as ready-mix Concrete, Aggregates, Fly-Ash etc. On July 15, 2016, Lafarge S.A. France and Holcim Limited, Switzerland, two large global players, merged to form LafargeHolcim Group, based in Zurich, Switzerland. Consequently Lafarge Africa is now a subsidiary company of LafargeHolcim (now Holcim Group, by virtue of a name change resolution passed by the shareholders at an Annual General Meeting held on 4 May 2021).

The Group's subsidiaries are as stated below;

30 September 2022	31 December 2021	30 September 2021
AshakaCem Limited Wapsila Nigeria Limited	AshakaCem Limited Wapsila Nigeria Limited	AshakaCem Limited Wapsila Nigeria Limited

These consolidated and separate financial statements cover the financial period from 1 January 2021 to 30 September 2022, with September 2021 and December 2021 as comparative for Income statement and statement of financial position, respectively.

1.1 Shareholding structure

Description	30 September 2022		30 September 2021	
	Units	Percentage	Units	Percentage
Issued Share Capital	16,107,795,721	100%	16,107,795,721	100%
Substantial Shareholdings (5% and above)				
Names of Shareholders				
Caricement BV	9,027,365,874	56.04%	9,027,365,874	56.04%
Associated Intl Cements Ltd U.K	4,473,044,718	27.77%	4,473,044,718	27.77%
Total Substantial Shareholdings	13,500,410,592	83.81%	13,500,410,592	83.81%

Details of Directors Shareholdings (direct and indirect), excluding directors' holding substantial interests				
Name(s) of Directors				
Mr. Adebode Adefioye	-	-	-	-
Mr. Khaled El Dokani	-	-	-	-
Mrs. Elenda Giwa-Amu	203,550	0.0015%	203,550	0.0015%
Mrs. Adenike Ogunlesi	-	-	-	-
Mr. Grant Earnshaw	-	-	-	-
Ms. Karine Uzan Mercie	-	-	-	-
Mr. Kaspar Theiler	-	-	-	-
Mr. Lolu Alade-Akinoyemi	-	-	-	-
Mr. Gbenga Oyebode MFR	-	-	-	-
Mrs. Oyinkan Adewale	-	-	-	-
Mrs. Virginie Darbo	-	-	-	-
Total Directors' Shareholdings	203,550	0.0015%	203,550	0.0015%
Details of Other Influential shareholdings, if any (E.g. Government, Promoters)				
Name(s) of Entities/ Government	-	-	-	-
Osun State Government	5,093,271	0.03%	5,093,271	0.03%
Total Other Influential Shareholdings	5,093,271	0.03%	5,093,271	0.03%
Free Float in Unit and Percentage	2,602,088,308	16.16%	2,602,088,308	16.16%
Free Float in Value (NGN)	63,751,163,546.00		59,587,822,253.20	

Lafarge Africa Plc

Notes to the Consolidated and Separate Financial Statements for the period ended 30 September, 2022

Declaration:

- A) Lafarge Africa Plc, with a free float value of N63,751,163,546.00 as at September 30, 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.
- (B) Lafarge Africa Plc, with a free float value of N59,587,822,253.20 as at September 30, 2021, was compliant with The Exchange's free float requirements for companies listed on the Main Board.

1.2 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule), Lafarge Africa Plc maintains a 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 undergoes periodic reviews 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 under review.

2 Summary of significant accounting policies

The Group financial statements of Lafarge Africa Plc for the period ended 30 September 2022 have been prepared in accordance with International Financial Reporting Standards ("IFRS") and interpretations issued by the IFRS Interpretations Committee (IFRIC) applicable to companies reporting under IFRS and the requirements of the Companies and Allied Matters Act CAP C.20 Laws of the Federation of Nigeria, 2004 and the Financial Reporting Council of Nigeria Act, 2011.

Lafarge Africa Plc Group has consistently applied the same accounting policies and methods of computation in its interim condensed consolidated and separate financial statements as in its annual financial statements. There were no new standards, interpretations and amendments, effective for the first time from 1st January 2022, which had a material effect on these financial statements.

2.1 Basis of preparation

i) Compliance with IFRS

These interim condensed consolidated and separate financial statements of Lafarge Africa Plc Group have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2021 annual report. The financial statements were prepared on a going concern basis.

The financial statements comprise the consolidated and separate statements of profit or loss and other comprehensive income, the consolidated and separate statements of financial position, the consolidated and separate statement of changes in equity, the consolidated and separate statement of cash flows and the notes to the financial statements.

ii) Basis of measurement

The financial statements have been prepared in accordance with the going concern assumption under the historical cost concepts, except for the following:

- non-derivative financial instruments – initially at fair value and subsequently at amortized cost using effective interest rate
- derivative financial instruments – measured at fair value
- defined benefit pension plans - plan assets measured at fair value
- inventory - lower of cost and net realisable value
- lease liabilities- measured at present value of future lease payments

The historical financial information is presented in Naira and all values are rounded to the nearest thousand (N'000), except where otherwise indicated. The accounting policies are applicable to both the Company and Group.

	Group				Company			
	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
3 Revenue								
Sale of goods	83,265,798	74,181,632	269,852,450	219,197,595	77,947,448	66,477,828	246,265,243	196,496,352
The following is an analysis of revenue by product:								
Cement	80,370,098	72,204,438	261,464,448	213,558,572	75,110,993	64,500,634	238,103,704	190,769,716
Aggregates and concrete	2,788,253	1,891,119	8,003,868	5,481,352	2,788,253	1,891,119	8,003,868	5,481,352
Other products (Note 3.1)	107,447	86,075	384,134	157,671	48,202	86,075	157,671	245,284
	83,265,798	74,181,632	269,852,450	219,197,595	77,947,448	66,477,828	246,265,243	196,496,352

3.1 Other products represent revenue earned from the sale of mortar for the Company, while sales of mortal and power for the Group

	Group				Company			
	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
4 Production cost of sales by nature								
Production variable costs (Note 4.2)	28,933,420	27,038,516	87,918,307	65,966,679	26,349,115	15,335,105	78,397,422	60,450,838
Production fixed costs (Note 4.1)	4,900,871	6,803,095	16,241,819	20,851,928	3,173,789	4,137,988	10,489,440	13,428,198
Maintenance fixed costs	5,004,969	3,575,091	13,389,145	9,639,760	4,543,001	3,288,280	12,351,596	8,771,322
Depreciation (Note 11.2)	5,723,367	7,175,618	17,529,288	20,628,158	5,066,144	6,516,802	15,711,609	19,031,558
	44,562,627	44,592,320	135,078,559	117,086,525	39,132,049	29,278,175	116,950,067	101,681,916

4.1 Production fixed costs

Included in production costs are personnel expenses, by-products costs and electrical energy expenses.

	Group				Company			
	3months ended	3months ended	9months ended	9months ended	3months ended	3months ended	9months ended	9months ended
	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
5 Selling and distribution costs								
Distribution variable cost (Note 5.1)	19,788,600	12,192,552	52,170,004	35,109,452	18,541,237	21,174,463	48,384,430	31,554,404
Distribution fixed costs (Note 5.1)	3,637,429	1,527,008	6,780,657	3,045,981	3,353,181	1,277,573	5,985,643	2,419,827
Advertising expenses	847,005	302,405	1,183,559	415,365	847,005	302,405	1,183,559	318,746
Campaign and innovation expenses	-	-	3,328	21	-	-	3,328	21
Marketing staff salaries and other costs	727,914	764,875	2,516,503	2,105,312	727,914	764,875	2,516,503	2,201,931
	25,000,948	14,786,840	62,654,051	40,676,131	23,469,337	23,519,316	58,073,463	36,494,929

5.1 Distribution costs

In December 2021, the Group and Company modified the classification of distribution costs on its products to reflect more appropriately the nature of the expense, which is consistent with the accounting policy of the Group and Company. Comparative amounts in the statement of profit or loss were reclassified for consistency. As a result, ₦58.9 billion (2021: ₦38.2 billion) for the Group and ₦54.3.5 billion (2021: ₦33.9 billion) for the Company, relating to distribution costs, were reclassified from September 2022 cost of sales to selling and distribution costs.

	Group				Company			
	3months ended	3months ended	9months ended	9months ended	3months ended	3months ended	9months ended	9months ended
	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
6 Administrative expenses by nature								
Salaries and other staff related costs	1,807,320	2,052,725	5,015,815	5,340,704	1,807,320	2,060,630	5,015,816	5,348,609
Advance payment of taxes and levies	453,079	453,080	1,359,237	1,359,237	453,079	453,079	1,359,236	1,359,236
Office and general expenses	2,090,188	885,874	4,057,848	2,401,236	2,191,496	887,432	4,150,581	2,402,852
Depreciation (Note 11.2)	243,984	356,449	869,547	1,026,850	197,675	224,532	591,699	661,318
Amortisation of intangible assets	3,748	295,989	551,105	912,728	3,748	225,911	483,392	702,494
Technical service fees (Note 6.1)	1,178,359	1,063,239	4,036,031	3,236,748	1,178,359	1,063,239	4,036,031	3,236,748
	5,776,678	5,107,355	15,889,582	14,277,502	5,831,677	4,914,823	15,636,755	13,711,257

6.1 Technical service fees

	Group				Company			
	3months ended	3months ended	9months ended	9months ended	3months ended	3months ended	9months ended	9months ended
	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Provision during the period	1,178,359	1,063,239	4,036,031	3,726,147	1,178,359	1,063,239	4,036,031	3,726,147
Write back of over provision no longer required	-	-	-	(489,399)	-	-	-	(489,399)
	1,178,359	1,063,239	4,036,031	3,236,748	1,178,359	1,063,239	4,036,031	3,236,748

	Group				Company			
	3months ended	3months ended	9months ended	9months ended	3months ended	3months ended	9months ended	9months ended
	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
7 Other income								
Gain on disposal of property, plant and equipment	-	-	24,597	74,094	-	-	24,597	74,094
Government grants	80,293	177,509	250,065	373,553	27,683	27,684	83,048	83,049
Sale of Scraps and other miscellaneous income	1,223	24,910	6,780	48,156	1,223	24,911	6,779	48,156
	81,516	202,419	281,442	495,803	28,906	52,595	114,424	205,299

	Group				Company			
	3months ended	3months ended	9months ended	9months ended	3months ended	3months ended	9months ended	9months ended
	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021	30/09/2022	30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
8 Other operating expenses								
Write off of assets	-	-	-	13,970	-	-	-	13,970
	-	-	-	13,970	-	-	-	13,970

	Group				Company			
	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
8.1 Impairment of receivables								
Impairment reversal on trade receivables	1,611	(22,203)	43,645	(20,501)	569	(23,198)	44,753	(20,573)
Write back of other receivables over provision	-	-	-	519,757	-	-	-	519,757
	1,611	(22,203)	43,645	499,256	569	(23,198)	44,753	499,184
	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
9 Finance income and costs								
a) Interest income under the effective interest method and other finance income:								
Interest income from Short term fixed deposits and current accounts	242,318	206,077	386,919	419,710	227,938	189,872	342,654	391,650
Other Interest income	-	-	47,031	-	-	-	47,031	-
Interest on loan receivable	-	-	-	149,212	-	-	-	149,212
	242,318	206,077	433,950	568,922	227,938	189,872	389,685	540,862
	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	3months ended 30/09/2022 N'000	3months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
b) Finance costs:								
Interest on borrowings	(98,327)	(381,060)	(881,229)	(3,505,398)	(37,199)	(161,919)	(475,845)	(3,037,376)
Interest cost on employees' long service awards	(46,220)	(30,566)	(151,275)	(91,697)	(39,175)	(25,670)	(131,029)	(77,010)
Interest cost on defined benefit obligations	(38,577)	(15,534)	(53,277)	(23,880)	(38,577)	(15,534)	(53,277)	(23,880)
Bank charges**	(816,452)	(172,905)	(988,306)	(788,476)	(812,320)	(166,209)	(966,725)	(766,372)
Finance costs per statement of cash flows	(999,576)	(600,065)	(2,074,087)	(4,409,451)	(927,271)	(369,332)	(1,626,876)	(3,904,638)
Foreign exchange (loss)/ gain (net)	(182,125)	(2,372,599)	(967,287)	(1,223,651)	479,180	(2,185,406)	704	(1,064,276)
Finance costs	(1,181,701)	(2,972,664)	(3,041,374)	(5,633,102)	(448,091)	(2,554,738)	(1,626,172)	(4,968,914)
Net finance costs recognised in the profit or loss	(939,383)	(2,766,587)	(2,607,424)	(5,064,180)	(220,153)	(2,364,866)	(1,236,487)	(4,428,052)

**Bank charges represent Letter of credit charges and other bank account operational charges

10 Income tax expense

This note provides an analysis of the Group and Company's income tax expense.

	Group				Company			
	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021	3months ended 30/09/2022	3months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Current taxation								
Company income tax	(198,046)	426,008	1,508,577	1,408,950	272,532	(367,860)	870,488	341,900
Education tax	113,028	211,041	1,116,177	541,931	135,731	180,092	1,039,435	457,442
Police fund levy -current year (Note 10.3)	110	-	1,981	-	110	-	1,981	-
Police fund levy -prior year (Note 10.3)	478	-	1,949	-	478	-	1,949	-
Total current tax expense	(84,430)	637,049	2,628,684	1,950,881	408,851	(187,768)	1,913,853	799,342
Deferred taxation								
Deferred income tax expense to profit or loss	(335,461)	(5,555,909)	6,419,699	1,555,747	(224,608)	(5,385,332)	7,210,834	1,926,116
Income tax expense	(419,891)	(4,918,860)	9,048,383	3,506,628	184,243	(5,573,100)	9,124,687	2,725,458

10.1 Effective tax rate

The effective tax rate is as follows:

	Group		Company	
	9months ended 30/09/2022	9months ended 30/09/2021	9months ended 30/09/2022	9months ended 30/09/2021
Effective tax rate	17%	8%	17%	7%

10.2 Pioneer status incentive

The Group benefited from a tax relief arising from the pioneer tax relief granted on one of the Company's production lines in the Mfamosing Plant. The Company was granted pioneer tax status for additional two years with an effective production date from 1 January 2021 duly certified by the Nigerian Investment Promotion Commission via a letter dated 30 July 2021.

10.3 Police fund levy

The Nigerian Police Trust Fund Act (the "Act") was signed into law by the President on 24 June 2019. The Act establishes a Fund; proceeds from which will be used to train police personnel and procure security machinery and equipment. The Act imposes a levy of 0.005% of the "net profit" of companies 'operating business' in Nigeria.

Lafarge Africa Plc has made a provision of ₦1.98m both Company and the Group respectively in its income statement for the 9months ended September 2022. Additionally, in the current period, police fund levy of ₦1.95m was recognised in respect of 2021 assessment year.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 September, 2022

11 Property, plant and equipment

Group	Leasehold Land	Buildings	Production Plant	Capitalised Spares	Furniture	Motor Vehicles	Computer Equipment	Exploration and evaluation assets	Construction Work in Progress	**Right of use assets	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost:											
As at 1 January 2022	14,866,389	116,321,154	345,767,234	2,955,455	1,397,051	5,096,876	1,951,116	1,959,013	52,925,653	32,076,173	575,316,114
Capital expenditure	-	-	-	-	-	-	-	-	13,614,899	-	13,614,899
Construction expenditure capitalised	-	1,262,321	6,413,408	-	55,751	61,492	1,141	-	(7,794,112)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	-	1,248,754	1,248,754
Disposals	-	-	(470,571)	-	-	(6,805)	-	-	-	-	(477,376)
Modification of right of use assets	-	-	-	-	-	-	-	-	-	(991,862)	(991,862)
At 30 September 2022	14,866,389	117,583,475	351,710,071	2,955,455	1,452,801	5,151,563	1,952,257	1,959,013	58,746,440	32,333,065	588,710,530
Accumulated depreciation:											
As at 1 January 2022	4,924,640	36,407,715	142,460,421	1,615,708	1,157,917	3,369,375	1,778,205	188,538	16,144,134	28,547,714	236,594,367
Charge for the year	16,818	2,968,719	12,193,200	122,887	69,410	312,232	44,001	30,220	-	2,641,348	18,398,835
Disposals	-	-	(298,762)	-	-	(6,805)	-	-	-	-	(305,567)
At 30 September 2022	4,941,458	39,376,435	154,354,858	1,738,595	1,227,327	3,674,802	1,822,206	218,758	16,144,134	31,189,061	254,687,635
Carrying amount											
At 30 September 2022	9,924,931	78,207,040	197,355,213	1,216,859	225,474	1,476,761	130,051	1,740,255	42,602,306	1,144,004	334,022,895
At 31 December 2021	9,941,749	79,913,439	203,306,813	1,339,747	239,134	1,727,501	172,911	1,770,475	36,781,519	3,528,459	338,721,747

**See note 11.3 for details on right of use assets

Company	Leasehold Land	Buildings	Production Plant	Capitalised Spares	Furniture	Motor Vehicles	Computer Equipment	Exploration and evaluation assets	Construction Work in Progress	**Right of use assets	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost:											
As at 1 January 2022	7,719,084	97,554,312	312,145,335	2,202,433	813,343	4,211,241	1,557,012	-	25,159,587	31,414,061	482,776,409
Capital expenditure	-	-	-	-	-	-	-	-	11,775,598	-	11,775,598
Construction expenditure capitalised	-	996,311	5,777,145	-	55,751	3,495	1,141	-	(6,833,842)	-	-
Addition to right of use assets	-	-	-	-	-	-	-	-	-	1,248,754	1,248,754
Disposal	-	-	(470,571)	-	-	(6,805)	-	-	-	-	(477,376)
Modification of right of use assets	-	-	-	-	-	-	-	-	-	(984,764)	(984,764)
At 30 September 2022	7,719,084	98,550,623	317,451,910	2,202,433	869,094	4,207,930	1,558,153	-	30,101,343	31,678,051	494,338,621
Accumulated depreciation:											
As at 1 January 2022	4,908,641	29,416,530	128,024,911	1,303,024	684,052	2,798,066	1,281,980	-	12,394,270	28,260,284	209,071,758
Charge for the year	16,818	2,392,497	11,101,998	59,791	28,204	261,921	34,879	-	-	2,407,199	16,303,308
Disposals	-	-	(298,762)	-	-	(6,805)	-	-	-	-	(305,567)
At 30 September 2022	4,925,459	31,809,027	138,828,147	1,362,815	712,256	3,053,182	1,316,859	-	12,394,270	30,667,483	225,069,499
Carrying amount											
At 30 September 2022	2,793,625	66,741,596	178,623,763	839,618	156,838	1,154,748	241,294	-	17,707,073	1,010,568	269,269,122
At 31 December 2021	2,810,443	68,137,782	184,120,424	899,409	129,291	1,413,175	275,033	-	12,765,317	3,153,777	273,704,651

**See note 11.3 for details on right of use assets.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 September, 2022

11.1 Reconciliation of acquisition of property, plant and equipment in the statements of cash flows:

	Group		Company	
	30 September 2022 N'000	30 September 2021 N'000	30 September 2022 N'000	30 September 2021 N'000
Acquisition of property, plant and equipment	13,614,899	13,556,116	11,775,598	11,133,913
Property, plant and equipment accrual movement	(2,025,350)	(1,526,837)	(1,528,254)	(874,303)
Cash paid for additional property, plant and equipments during the year	11,589,549	12,029,279	10,247,344	10,259,610

11.2 Depreciation

Depreciation for the period, including those charged on Right of Use Assets, has been allocated as follows:

	Group		Company	
	30 September 2022 N'000	30 September 2021 N'000	30 September 2022 N'000	30 September 2021 N'000
Cost of sales (Note 4)	17,529,288	20,628,158	15,711,609	19,031,558
Administrative expenses (Note 6)	869,547	1,026,850	591,699	661,318
	18,398,835	21,655,008	16,303,308	19,692,876

11.3 Right of Use Assets

Group	Leasehold Land N'000	Buildings N'000	Production Plant N'000	Motor Vehicles N'000	Total N'000
Cost:					
As at 1 January 2022	170,439	2,218,006	4,319,582	25,368,146	32,076,173
Additions	6,000	84,650	656,657	501,447	1,248,754
Modification of leases	-	-	-	(991,862)	(991,862)
As at 30 September 2022	176,439	2,302,656	4,976,239	24,877,731	32,333,065
Accumulated depreciation:					
As at 1 January 2022	85,715	1,791,867	3,847,700	22,822,431	28,547,714
Depreciation charge for the period	30,629	277,086	788,619	1,545,014	2,641,348
As at 30 September 2022	116,344	2,068,953	4,636,319	24,367,445	31,189,061
Carrying amount					
As at 30 September 2022	60,095	233,703	339,920	510,287	1,144,004
As at 31 December 2021	84,724	426,139	471,882	2,545,715	3,528,459
Company					
Cost:					
As at 1 January 2022	170,439	2,200,982	3,674,493	25,368,147	31,414,061
Additions	6,000	84,650	656,657	501,447	1,248,754
Modification of leases	-	-	-	(984,764)	(984,764)
As at 30 September 2022	176,439	2,285,632	4,331,150	24,884,830	31,678,051
Accumulated depreciation:					
As at 1 January 2022	85,715	1,774,844	3,577,293	22,822,431	28,260,284
Depreciation charge for the period	30,629	277,086	547,373	1,552,111	2,407,199
As at 30 September 2022	116,344	2,051,930	4,124,667	24,374,542	30,667,483
Carrying amount					
As at 30 September 2022	60,095	233,702	206,483	510,289	1,010,568
As at 31 December 2021	84,724	426,138	97,200	2,545,716	3,153,777

The Company leases several assets including cement depots and residential apartments. The average lease term of the contracts is 2 years.

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Notes to the Consolidated and Separate Financial Statements for the period ended 30 September, 2022

12 Intangible assets

	Group	
	Intangible Assets	Total
	N'000	N'000
Cost		
Balance at 1 January 2021	4,823,863	4,823,863
Balance at 31 December 2021	4,823,863	4,823,863
Balance at 1 January 2022	4,823,863	4,823,863
Additions	-	-
At 30 September 2022	4,823,863	4,823,863
Accumulated Amortisation		
Balance at 1 January 2021	2,884,653	2,884,653
Charge for the year	1,225,464	1,225,464
Balance at 31 December 2021	4,110,117	4,110,117
Balance at 1 January 2022	4,110,117	4,110,117
Charge for the period	551,105	551,105
At 30 September 2022	4,661,222	4,661,222
Carrying amount		
At 30 September 2022	162,641	162,641
At 31 December 2021	713,746	713,746
	Company	
	Intangible Assets	Total
	N'000	N'000
Cost		
Balance at 1 January 2021	3,323,900	3,323,900
Balance at 31 December 2021	3,323,900	3,323,900
Balance at 1 January 2022	3,323,900	3,323,900
Additions	-	-
At 30 September 2022	3,323,900	3,323,900
Accumulated Amortisation		
Balance at 1 January 2021	1,799,636	1,799,636
Charge for the year	945,942	945,942
Balance at 31 December 2021	2,745,578	2,745,578
Balance at 1 January 2022	2,745,578	2,745,578
Charge for the period	483,392	483,392
At 30 September 2022	3,228,970	3,228,970
Carrying amount		
At 30 September 2022	94,930	94,930
At 31 December 2021	578,322	578,322

Intangible assets represents mineral rights and computer software in the Group's operations.

13 Interests in other entities

13.1 Investments in subsidiaries

The Group's principal subsidiaries at 30 June 2022 are set out below. Unless otherwise stated, they have share capital consisting solely of ordinary shares that are held directly by the Group, and the proportion of ownership interests held equals the voting rights held by the Group. The place of incorporation is also their principal place of business.

30 September 2022

Name of entity	Principal activities	Place of Incorporation	Proportion	Cost
			%	N'000
AshakaCem Limited	Cement	Nigeria	100	63,896,867
Wapsila Nigeria Limited	Power Generation and Sale	Nigeria	100	10,000
				63,906,867

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31 December 2021

Name of entity	Principal Activities	Place of Incorporation	Proportion	Cost
			%	N'000
AshakaCem Limited	Cement	Nigeria	100	63,896,867
Wapsila Nigeria Limited	Power Generation and Sale	Nigeria	100	10,000
				63,906,867

14 Other financial assets	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Current:				
Other financial assets (Note 14.1)	11,304	19,035,529	10,975	18,975,911
	11,304	19,035,529	10,975	18,975,911

14.1 Other financial assets - Current

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Short term receivables	11,304	151,029	10,975	91,411
Security deposit receivables (Note 14.2)	-	18,884,500	-	18,884,500
	11,304	19,035,529	10,975	18,975,911

14.2 Security deposit receivables

The balance as at 31 Dec 2021 represented the security deposit on a foreign exchange forward contract with a bank in Nigeria. The amount was received during the period.

16 Other assets

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Non current	63,575,208	35,535,403	60,692,952	32,699,442
Current	17,238,714	15,275,129	16,233,805	14,734,768
	80,813,922	50,810,532	76,926,757	47,434,210
Advance payment to suppliers	13,758,062	7,803,331	12,904,118	7,363,915
Prepayment for Gas	32,875,623	28,714,124	32,875,623	28,714,124
Prepaid rent	120,299	58,473	41,533	58,473
Prepaid insurance	1,897,430	1,074,065	1,825,232	973,121
Advance payment to transporters	27,880,253	9,506,239	27,880,253	9,506,239
Advance payment of taxes and levies	1,399,998	818,338	1,399,998	818,338
Letters of credit (Note 16.1)	2,882,256	2,835,962	-	-
	80,813,921	50,810,532	76,926,757	47,434,210

16.1 Letters of credit

The balance represents funded letters of credit in respect of capital expenditure for which the transaction value still resides with the bank and is awaiting transmission to the foreign supplier. The balance has been classified as non-current due to uncertainty of the timing of the usage of the facility for the Ashaka debottlenecking project, which is currently on hold.

17 Inventories

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Raw materials	7,801,782	8,555,834	6,895,799	8,257,774
Semi finished & finished goods	6,939,519	12,316,746	2,295,182	9,694,350
Spare parts	27,764,576	17,819,245	22,956,939	15,663,520
Other supplies (Note 17.1)	10,716,556	6,318,302	6,471,557	3,040,850
	53,222,433	45,010,127	38,619,477	36,656,494

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17.1 Other supplies

Other supplies consists of safety equipment, packaging materials, traditional fuel and production materials.

18 Trade and other receivables

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Trade receivables:				
Third party sales	4,390,113	2,793,130	4,024,151	2,617,516
Related party sales	-	-	1,286,319	4,804,757
	4,390,113	2,793,130	5,310,470	7,422,273
Impairment on trade receivables (Note 18.2)	(214,887)	(280,495)	(210,688)	(269,431)
Net trade receivables	4,175,226	2,512,634	5,099,782	7,152,841
Other receivables (Note 18.1)	2,690,639	4,206,173	2,517,396	4,133,505
Due from related parties (Note 18.3)	277,346	477,947	34,086,115	21,090,806
Other short term receivables	2,967,985	4,684,120	36,603,511	25,224,311
Total trade and other receivables	7,143,211	7,196,754	41,703,293	32,377,152

18.1 Other receivables

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Withholding tax receivable	990,756	970,570	990,756	970,570
Staff advances	-	4,040	-	4,040
Short term receivables	1,699,883	3,231,563	1,526,640	3,158,895
	2,690,639	4,206,173	2,517,396	4,133,505

18.2 Movement in impairment allowance on trade receivables

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
At 1 January	280,495	254,892	269,431	244,970
Impairment losses (write off)/written back	(65,608)	25,603	(58,743)	24,461
At Closing	214,887	280,495	210,688	269,431

18.3 Due from related parties

The balance for the company includes Intra-group and Inter-company receivables from operations ranging from employee recharge costs to other back end expenses. The Intra-group receivables has been eliminated in arriving at the Group figures

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
19 Cash and cash equivalents				
Restricted cash (Note 19.1)	1,431,461	1,431,461	1,431,461	1,431,461
Cash in hand and at bank (Note 19.2)	80,696,451	48,625,884	72,763,713	43,696,638
Cash and cash equivalents in the statement of financial position	82,127,912	50,057,345	74,195,174	45,128,099

19.1 Restricted cash

Restricted cash represents unclaimed dividend.

19.2 Cash and cash equivalents in the statement of cash flows

	Group		Company	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	N'000	N'000	N'000	N'000
Cash in hand and at bank	80,696,451	48,625,884	72,763,713	43,696,638
Cash and cash equivalents in the statement of cash flows	80,696,451	48,625,884	72,763,713	43,696,638

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20 Share capital and Share premium

	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Authorised:				
20,000,000,000 ordinary shares of 50k each	10,000,000	10,000,000	10,000,000	10,000,000
Issued and fully paid				
Ordinary shares of 50k each				
			No of shares '000	Share capital N'000
At 1 January 2021			16,107,796	8,053,899
Issued during the period			-	-
At 30 September 2022			16,107,796	8,053,899
At 1 January 2021			16,107,796	8,053,899
Issued during the year			-	-
At 31 December 2021			16,107,796	8,053,899

20.2 Share premium

	Share premium N'000
At 1 January 2021	435,148,731
At 30 September 2022	435,148,731
At 31 December 2021	435,148,731

21 Earnings per share

Earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding at the end of the reporting period.

	Group		Company	
	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
Profit attributable to equity holders of the Company	44,899,538	40,394,597	45,402,961	38,972,132
Number of ordinary shares in issue (Basic)	16,107,796	16,107,796	16,107,796	16,107,796
Basic earnings per share (Kobo)	279	251	282	242

22 Disposal of investment in Joint Venture

On January 20, 2021, the Board of Directors of Lafarge Africa Plc approved the disposal of the Company's investment in Continental Blue Investment Ghana Ltd (CBI) via a sale of the total equity interest held by the Company in CBI to a third party, F. Scott AG. The sale was concluded on June 30, 2021. The proceeds realized by Lafarge Africa Plc from the transaction amounted to USD 8.2m after repayment of the loan granted by Lafarge Africa Plc to CBI Ghana (USD 5.8m), settlement of earn out obligation by Lafarge Africa Plc (USD 3.6m) and payment for Lafarge Africa Plc's shares by F. Scott AG (USD 6m).

22.1 Gain on disposal of the investment

	USD'000	Rate	30 June 2021 N'000
Sales value of the investment	6,041	503	3,038,740
			3,038,740
Less:			
Derecognition of Investment carrying value			(379,432)
Earn out obligation paid	(3,643)	503	(1,832,429)
Gain on disposal			826,879

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	USD'000	USD'000	Rate	30 June 2021 N'000
22.2 Cashflow from the disposal of the investment				
Proceeds received from sales		8,200	503	4,124,600
				4,124,600
Split into:				
Repayment of loan principal		3,850	503	1,936,550
Repayment of loan interest		1,952	503	981,739
Sales value of investment	6,041			
Earn out obligation paid	(3,643)	2,398	503	1,206,311
				4,124,600

22 Loans and borrowings

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Non-current	1,407,822	2,482,049	222,321	709,077
Current	31,102,730	20,805,272	29,286,149	19,846,836
Total loans and borrowings	32,510,552	23,287,321	29,508,470	20,555,913
Split into:				
Power Fund (Note 22.1)	2,438,782	3,268,947	555,964	903,795
Bank loans	28,939,365	17,004,788	26,999,366	16,141,855
Related party loan	-	-	972,863	894,702
Lease liabilities	1,132,405	3,013,586	980,277	2,615,561
Total loans and borrowings	32,510,552	23,287,321	29,508,470	20,555,913

22.1 Power Fund

Lafarge Africa Plc accessed ₦5.3 billion from the CBN/BOI Power and Aviation Intervention Fund in September 2013 through Guaranty Trust Bank Plc (GTB). Principal and Interest are paid quarterly. The facility has a 10-year tenure with a fixed interest rate of 4% per annum and an effective interest rate of 15.23% per annum. The outstanding balance disclosed in the Company's books amounts to ₦0.56 billion, which is the amortised cost to date.

Ashakacem Ltd also accessed an additional ₦6.4 billion from the CBN/BOI intervention fund in March 2019 through Zenith Bank. The loan assessed amounted to ₦6.4 billion. Principal repayment commenced in December 2019. The facility has a 7.5-years tenure and an interest rate of 5% per annum. The outstanding balance, at amortised cost, amounts to ₦1.88 billion.

22.2 Bank loans represents funded letter of credits by bank of which Lafarge Africa Plc have the obligations to repay when the foreign exchange becomes available.

22.3 Movement in loans and borrowings

	Group N'000	Company N'000
At 1 January 2022	23,287,321	20,555,913
Additions:		
Finance lease	1,248,754	1,248,754
Loans received	22,573,560	21,552,233
	47,109,635	43,356,900
Interest expensed	509,481	306,646
Interest paid on borrowings	(127,185)	(30,108)
Interest paid on leases	(167,261)	(150,358)
Principal repaid	(11,930,081)	(11,090,572)
Repayment of lease liabilities	(2,039,240)	(2,039,240)
Impact of modification of leases	(844,797)	(844,798)
At 30 September 2022	32,510,552	29,508,470
At 1 January 2021	49,732,830	47,233,357
Additions:		
Finance lease	2,409,246	1,764,158
Loans received	14,566,748	14,037,942
	66,708,824	63,035,457
Interest expensed	3,763,760	3,380,277
Interest paid on borrowings	(2,888,751)	(2,685,207)
Interest paid on leases	(986,072)	(986,072)
Principal repaid	(36,045,934)	(35,180,135)
Repayment of lease liabilities	(7,208,823)	(6,952,724)
Impact of modification of leases	(55,683)	(55,683)
At 30 December 2021	23,287,321	20,555,913

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23 Provisions

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Non current (Note 23.1)	2,736,815	2,103,557	1,631,427	1,193,962
Current (Note 23.2)	2,335,641	2,918,962	2,090,543	2,571,809
	5,072,456	5,022,519	3,721,970	3,765,771

23.1 Non current

	Group	Company
	N'000	N'000
Site restoration cost		
At 1 January 2022	2,103,557	1,193,962
Provision made	1,054,368	726,387
Payment / Utilised	(395,417)	(288,923)
At 30 September 2022	2,736,815	1,631,427
At 1 January 2021	1,510,577	817,124
Provision made	678,230	351,983
Utilised	(225,710)	(50,704)
Unwinding of discount	140,460	75,559
At 31 December 2021	2,103,557	1,193,962

23.2 Current

	N'000	N'000
	Employee related provision	
At 1 January 2022	2,918,962	2,571,809
Provision made during the period	1,355,401	1,216,528
Payment in the period	(1,938,723)	(1,697,794)
At 30 September 2022	2,335,640	2,090,542
At 1 January 2021	2,644,965	2,405,497
Provision made during the year	1,741,973	1,449,032
Payment in the year	(1,467,976)	(1,282,720)
At 31 December 2021	2,918,962	2,571,809

24 Deferred income

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Non-current	1,153,780	1,356,534	1,040,526	1,123,575
Current	279,163	326,474	110,732	110,732
	1,432,943	1,683,008	1,151,258	1,234,307

Deferred income results from the benefit received from a below-market-interest rate government loan (CBN/BOI Intervention Fund loans). The revenue is recognised in profit or loss over the useful life of the asset financed with the loan.

25 Employee benefit obligations

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Non current				
Employee long service award scheme	1,994,495	1,822,894	1,615,204	1,479,244
Staff gratuities	224,220	342,698	224,220	342,698
	2,218,715	2,165,592	1,839,424	1,821,942

26 Trade and other payables

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Trade payables	33,268,889	17,817,698	28,060,092	15,990,324
	33,268,889	17,817,698	28,060,092	15,990,324
Other payables:				
Related party - technical service fee	5,767,853	4,298,825	5,767,853	4,298,825
Customers' deposits	17,571,308	43,361,653	15,036,397	36,414,142
Related companies	8,001,051	3,882,324	27,947,999	22,893,620
Withholding tax payable	1,505,250	1,455,980	1,523,530	1,469,805
Value added tax payable	665,909	466,345	555,991	466,179
Accruals	7,984,157	7,873,451	7,380,717	7,192,865
Other liabilities (note 26.1)	14,873,163	10,520,710	7,828,105	6,890,166
Dividend payable (note 26.2)	16,052,077	13,500,412	16,052,077	13,500,412
	72,420,768	85,359,699	82,092,669	93,126,014
	105,689,657	103,177,397	110,152,761	109,116,338

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26.1 Other Liabilities

Included in the other liabilities are unclaimed dividend payable, pension fund liability, capital gain tax payable, customers rebate liability, litigation provision, non income tax provisions and capital expenditures payable.

26.2 Dividend payable to equity holders of the Company

	Group N'000	Company N'000
At 1 January 2022	13,500,412	13,500,412
Final 2021 Dividend declared	16,107,796	16,107,796
Payment to the equity holders of the parent	(13,556,130)	(13,556,130)
At 30 September 2022	16,052,077	16,052,077
At 1 January 2021	8,594,829	8,594,829
Dividend declared	32,215,591	32,215,591
Payment to the equity holders of the parent	(27,310,008)	(27,310,008)
At 31 December 2021	13,500,412	13,500,412

The current balance on dividend payable is due to Caricement B.V and Associated International Cement Ltd. This represents outstanding balance of 2021 dividend declared.

26.3 Dividend paid

The following dividend was paid during the period:

	Group		Company	
	30 September 2022 N'000	31 December 2021 N'000	30 September 2022 N'000	31 December 2021 N'000
Equity holders	13,556,130	27,310,008	13,556,130	27,310,008
Total	13,556,130	27,310,008	13,556,130	27,310,008

Dividend paid to equity holders in current period relates to the outstanding balance of 2021 dividend declared.

27 Additional cash flow information

27.1 Working capital with adjustments after adjustment for non-cash movements:

	Group		Company	
	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
Increase in inventories	(8,212,307)	(8,395,284)	(1,962,983)	(4,819,418)
Decrease/(Increase) in trade and other receivables	9,898	(113,370)	(9,370,894)	(1,105,436)
(Increase) in other assets	(30,003,390)	(6,809,883)	(29,492,547)	(7,416,239)
Decrease/(increase) in other financial assets	19,024,225	(582,158)	18,964,936	823,749
(Decrease)/Increase in trade and other payables	(2,064,756)	15,251,314	(3,043,496)	18,816,334
	(21,246,329)	(649,380)	(24,904,983)	6,298,991

27.2 Provisions and net movement on employee benefits

	Group		Company	
	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
Employee Long Service Award - service cost	129,130	84,264	108,885	67,112
Productivity bonus payment during the period	(1,938,723)	(1,866,173)	(1,697,794)	(1,646,918)
Staff gratuity benefits paid	(96,428)	(79,724)	(96,428)	(79,724)
Provision for productivity bonus for the period	1,355,401	2,140,238	1,216,528	1,886,535
	(654,574)	278,605	(572,763)	227,005

27.3 Other non cash items

	Group		Company	
	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000	9months ended 30/09/2022 N'000	9months ended 30/09/2021 N'000
Write offs for Property, plant and equipment	-	13,970	-	13,970
Gain on sale of property, plant and equipment	(24,597)	(74,094)	(24,597)	(74,094)
Impairment allowance on trade receivables	43,645	(20,501)	44,753	(20,573)
Movement in site restoration provision	633,258	442,013	437,464	151,184
Government grants (Note 7)	(250,065)	(373,553)	(83,049)	(83,050)
	402,241	(12,165)	374,571	(12,563)