



DANGOTE CEMENT PLC

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS AND NINE MONTHS ENDED 30 SEPTEMBER 2023

Dangote Cement Plc
For the three months and nine months ended 30 September 2023

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Dangote Cement Plc
Condensed consolidated and separate statements of profit or loss
For the three months and nine months ended 30 September 2023

	Notes	Group					Company				
		3 months ended	9 months ended	3 months ended	9 months ended	Year ended	3 months ended	9 months ended	3 months ended	9 months ended	Year ended
		30/09/2023	30/09/2023	30/09/2022	30/09/2022	31/12/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022	31/12/2022
		₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	
Revenue	3	563,769	1,514,601	369,219	1,177,256	1,618,323	314,539	933,084	267,673	890,654	1,205,401
Production cost of sales	5	(259,655)	(642,743)	(161,370)	(483,831)	(662,890)	(165,716)	(410,380)	(114,824)	(336,854)	(455,122)
Gross profit		304,114	871,858	207,849	693,425	955,433	148,823	522,704	152,849	553,800	750,279
Administrative expenses	6	(28,939)	(74,421)	(16,281)	(50,415)	(79,879)	(12,883)	(36,169)	(8,800)	(27,586)	(42,532)
Selling and distribution expenses	7	(99,415)	(252,640)	(77,590)	(212,862)	(295,234)	(58,565)	(165,475)	(59,602)	(165,043)	(224,925)
Other income	8	5,578	16,635	1,514	3,115	5,333	3,926	13,307	680	2,379	3,550
Impairment of financial assets		(366)	(424)	10	360	223	(349)	(307)	-	338	(705)
Profit from operating activities		180,972	561,008	115,502	433,623	585,876	80,952	334,060	85,127	363,888	485,667
Finance income	9	19,070	20,667	6,833	28,834	38,715	83,128	588,255	45,667	70,566	121,864
Finance costs	9	(41,657)	(91,081)	(19,592)	(54,167)	(76,441)	(30,593)	(73,053)	(15,822)	(44,466)	(62,541)
Net exchange loss on foreign denominated transactions	9	-	(99,016)	(31,733)	(72,390)	(53,929)	-	-	-	-	-
Gain on net monetary positions	32	6,642	13,312	-	-	29,022	-	-	-	-	-
Share of profit from associate		-	-	-	-	759	-	-	-	-	-
Profit before tax		165,027	404,890	71,010	335,900	524,002	133,487	849,262	114,972	389,988	544,990
Income tax expense	11.1	(66,082)	(127,342)	(30,013)	(122,799)	(141,691)	(54,049)	(101,897)	(27,087)	(116,411)	(142,133)
Profit for the period/year		98,945	277,548	40,997	213,101	382,311	79,438	747,365	87,885	273,577	402,857
Profit for the period/year attributable to:											
Owners of the Company	10	92,234	270,837	38,891	209,513	375,988	79,438	747,365	87,885	273,577	402,857
Non-controlling interests		6,711	6,711	2,106	3,588	6,323	-	-	-	-	-
		98,945	277,548	40,997	213,101	382,311	79,438	747,365	87,885	273,577	402,857
Earnings per share, basic and diluted (Naira)	10	5.48	16.08	2.30	12.41	22.27	4.72	44.38	5.21	16.20	23.87

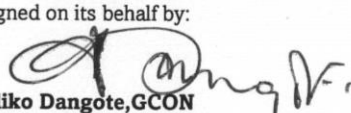
Dangote Cement Plc
Condensed consolidated and separate statements of comprehensive Income
For the three months and nine months ended 30 September 2023


	Group					Company				
	3 months ended 30/09/2023	9 months ended 30/09/2023	3 months ended 30/09/2022	9 months ended 30/09/2022	Year ended 31/12/2022	3 months ended 30/09/2023	9 months ended 30/09/2023	3 months ended 30/09/2022	9 months ended 30/09/2022	Year ended 31/12/2022
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Profit for the period/year	98,945	277,548	40,997	213,101	382,311	79,438	747,365	87,885	273,577	402,857
Other comprehensive income, net of income tax: <i>Items that may be reclassified subsequently to profit or loss:</i>										
Exchange differences on translating net investments in foreign operations	(2,311)	392,537	21,341	14,242	23,074	-	-	-	-	-
Other comprehensive income for the period/year, net of income tax	(2,311)	392,537	21,341	14,242	23,074	-	-	-	-	-
Total comprehensive income for the period/year	96,634	670,085	62,338	227,343	405,385	79,438	747,365	87,885	273,577	402,857
Total comprehensive income for the period/year attributable to:										
Owners of the Company	93,445	656,254	62,731	226,191	399,106	79,438	747,365	87,885	273,577	402,857
Non-controlling interests	3,189	13,831	(393)	1,152	6,279	-	-	-	-	-
	96,634	670,085	62,338	227,343	405,385	79,438	747,365	87,885	273,577	402,857

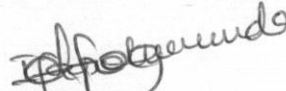
Dangote Cement Plc
Condensed consolidated and separate statements of financial position
As at 30 September 2023

	Notes	Group		Company	
		30/09/2023 N'million	31/12/2022 N'million	30/09/2023 N'million	31/12/2022 N'million
ASSETS					
Non-current assets					
Property, plant and equipment	12	2,019,007	1,527,293	481,551	498,893
Intangible assets	13	11,262	6,225	125	114
Right-of-use assets	14	39,597	23,551	1,879	1,628
Investments in subsidiaries	15.2	-	-	249,262	249,262
Investment in associate	15.3	2,580	2,580	1,582	1,582
Prepayments	16	38,679	1,267	211	211
Deferred tax assets	11.4	18,645	14,193	-	-
Lease receivables	17	14,885	17,085	14,885	17,085
Receivables from subsidiaries	18	-	-	1,458,466	959,639
Total non-current assets		2,144,655	1,592,194	2,207,961	1,728,414
Current assets					
Inventories	19	367,351	239,563	197,922	132,704
Trade and other receivables	20	67,536	45,490	24,475	16,842
Prepayments and other current assets	21	369,507	447,149	508,050	577,474
Lease receivables	17	5,673	5,981	5,673	5,981
Current tax assets	11.2	4,749	1,435	911	911
Cash and cash equivalents	22	385,262	283,843	214,210	196,137
Total current assets		1,200,078	1,023,461	951,241	930,049
TOTAL ASSETS		3,344,733	2,615,655	3,159,202	2,658,463
LIABILITIES					
Current liabilities					
Trade and other payables	23	499,110	334,899	176,201	154,463
Lease liabilities	29	3,244	1,713	70	-
Current tax liabilities	11.3	193,955	167,971	161,235	156,940
Financial liabilities	24	573,431	392,378	456,935	327,331
Other current liabilities	26	127,351	124,724	128,695	137,106
Total current liabilities		1,397,091	1,021,685	923,136	775,840
Non current liabilities					
Deferred tax liabilities	11.5	175,878	154,026	100,107	112,691
Financial liabilities	24	368,851	333,498	259,794	263,171
Lease liabilities	29	12,615	8,057	110	148
Deferred revenue	25	501	320	2	-
Provisions	27	14,735	10,575	7,641	6,834
Employee benefit obligations	31	9,052	8,547	8,406	8,244
Total non-current liabilities		581,632	515,023	376,060	391,088
Total liabilities		1,978,723	1,536,708	1,299,196	1,166,928
Net assets		1,366,010	1,078,947	1,860,006	1,491,535
EQUITY					
Share capital	30	8,520	8,520	8,520	8,520
Share premium	30	42,430	42,430	42,430	42,430
Treasury shares		(86,579)	(45,156)	(86,579)	(45,156)
Capital contribution		2,877	2,877	2,828	2,828
Currency translation reserve		461,637	76,220	-	-
Retained earnings		898,717	969,478	1,892,807	1,482,913
Equity attributable to owners of the company		1,327,602	1,054,369	1,860,006	1,491,535
Non-controlling interest		38,408	24,578	-	-
Total equity		1,366,010	1,078,947	1,860,006	1,491,535
TOTAL EQUITY AND LIABILITIES		3,344,733	2,615,655	3,159,202	2,658,463

These financial statements were approved and authorised for issue by the Board of Directors on 26 October 2023 and were signed on its behalf by:


Aliko Dangote, GCON
Chairman, Board of Directors
FRC/2013/IODN/00000001766


Arvind Pathak
Group Chief Executive Officer/GMD
FRC/2023/PRO/DIR/003/236066


Gbenga Fapohunda
Acting Group Chief Finance Officer
FRC/2019/ICAN/00000019333

Dangote Cement Plc

**Condensed consolidated statement of changes in equity
For the nine months ended 30 September 2023**

	Group								
	Share capital N'million	Share premium N'million	Treasury Shares N'million	Retained earnings N'million	Currency translation reserve N'million	Capital contribution N'million	Attributable to the owners of the parent N'million	Non -controlling interests N'million	Total equity N'million
Balance at 1 January 2022	8,520	42,430	(9,833)	868,274	53,102	2,877	965,370	18,299	983,669
Profit for the period	-	-	-	209,513	-	-	209,513	3,588	213,101
Other comprehensive income/(loss) for the period, net of tax	-	-	-	-	16,678	-	16,678	(2,436)	14,242
Total comprehensive income/(loss) for the period	-	-	-	209,513	16,678	-	226,191	1,152	227,343
Payment of dividends	-	-	-	(337,471)	-	-	(337,471)	-	(337,471)
Effect of shares buy-back (Note 30)	-	-	(35,323)	-	-	-	(35,323)	-	(35,323)
Balance at 30 September 2022	8,520	42,430	(45,156)	740,316	69,780	2,877	818,767	19,451	838,218
Balance at 1 January 2023	8,520	42,430	(45,156)	969,478	76,220	2,877	1,054,369	24,578	1,078,947
Profit for the period	-	-	-	270,837	-	-	270,837	6,711	277,548
Other comprehensive loss for the period, net of tax	-	-	-	-	385,417	-	385,417	7,120	392,537
Total comprehensive income/(loss) for the period	-	-	-	270,837	385,417	-	656,254	13,831	670,085
Payment of dividends	-	-	-	(337,471)	-	-	(337,471)	-	(337,471)
Effect of shares buy-back (Note 30)	-	-	(41,423)	-	-	-	(41,423)	-	(41,423)
Loss on monetary positions (Note 32)	-	-	-	(4,127)	-	-	(4,127)	(1)	(4,128)
Balance at 30 September 2023	8,520	42,430	(86,579)	898,717	461,637	2,877	1,327,602	38,408	1,366,010

Dangote Cement Plc

**Condensed separate statement of changes in equity
For the nine months ended 30 September 2023**

	Company					
	Share capital ₦'million	Share premium ₦'million	Treasury Shares ₦'million	Capital contribution ₦'million	Retained earnings ₦'million	Total equity ₦'million
Balance at 1 January 2022	8,520	42,430	(9,833)	2,828	1,417,527	1,461,472
Profit for the period	-	-	-	-	273,577	273,577
Other comprehensive income for the period, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	273,577	273,577
Payment of dividends	-	-	-	-	(337,471)	(337,471)
Effect of shares buy-back (Note 30)	-	-	(35,323)	-	-	(35,323)
Balance at 30 September 2022	8,520	42,430	(45,156)	2,828	1,353,633	1,362,255
Balance at 1 January 2023	8,520	42,430	(45,156)	2,828	1,482,913	1,491,535
Profit for the period	-	-	-	-	747,365	747,365
Other comprehensive income for the period, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	747,365	747,365
Payment of dividends	-	-	-	-	(337,471)	(337,471)
Effect of shares buy-back (Note 30)	-	-	(41,423)	-	-	(41,423)
Balance at 30 September 2023	8,520	42,430	(86,579)	2,828	1,892,807	1,860,006

Dangote Cement Plc

Condensed consolidated and separate statements of cash flows
For the nine months ended 30 September 2023

	Notes	Group			Company		
		9 months ended 30/09/2023 ₦'million	9 months ended 30/09/2022 ₦'million	Year ended 31/12/2022 ₦'million	9 months ended 30/09/2023 ₦'million	9 months ended 30/09/2022 ₦'million	Year ended 31/12/2022 ₦'million
Cash flows from operating activities							
Profit before tax		404,890	335,900	524,002	849,262	389,988	544,990
Adjustments for:							
Depreciation and amortisation	12, 13 & 14	101,754	81,963	120,390	39,699	44,965	60,265
Write off and impairment of property plant and equipment		-	293	1,972	-	(21)	129
Interest expenses	9	90,178	53,393	75,242	72,151	43,694	61,388
Interest & dividend income	9	(20,667)	(28,834)	(38,715)	(63,478)	(58,459)	(78,247)
Net exchange (gain)/loss on borrowings and non-operating assets		48,041	56,174	25,958	(543,709)	(18,743)	(61,327)
Gain on net monetary assets	32	(13,312)	-	(29,022)	-	-	-
Share of income from associate		-	-	(759)	-	-	-
Change in deferred revenue	25	160	(348)	(332)	2	(299)	(299)
Provisions		4,160	1,201	2,147	807	959	1,261
Provision for employee benefits obligations		505	381	5,328	162	372	5,272
Loss/(gain) on disposal of property, plant and equipment		19	-	(21)	-	-	-
		615,728	500,123	686,190	354,896	402,456	533,432
Changes in:							
Inventories		(127,788)	(70,619)	(70,345)	(65,218)	(52,325)	(44,283)
Trade and other receivables		(22,046)	5,596	457	(7,631)	1,657	(1,044)
Trade and other payables		164,098	(54,072)	(22,429)	21,318	(49,201)	(46,199)
Prepayments and other current assets		(55,085)	13,812	(42,316)	115,028	81,376	81,973
Other current liabilities		2,648	9,887	(23,570)	(7,975)	10,718	(26,877)
		577,555	404,727	527,987	410,418	394,681	497,002
Change in lease receivables	17	7,248	7,369	10,614	7,248	7,369	10,614
Income tax paid	11.3	(124,482)	(110,083)	(150,766)	(110,186)	(103,412)	(143,431)
Net cash generated from operating activities		460,321	302,013	387,835	307,480	298,638	364,185
Cash flows from Investing activities							
Interest received		18,619	4,911	37,097	14,550	2,610	33,280
Dividend received	9	-	4,707	4,707	-	4,707	4,707
Acquisition of intangible assets	13	(171)	(311)	(307)	(51)	-	(19)
Additional receivables from subsidiaries		-	-	-	(89,486)	(43,756)	(53,822)
Repayment by subsidiaries		-	-	-	72,061	6,689	29,790
Net loans repaid/(obtained) by parent company	21	132,812	(80,312)	(93,812)	132,812	(80,312)	(93,812)
Proceeds from disposal of property, plant and equipment		-	-	106	-	-	-
Acquisition of property, plant and equipment		(105,798)	(58,091)	(74,613)	(24,021)	(30,534)	(38,609)
Additions to property, plant and equipment	12	(68,386)	(49,762)	(65,945)	(24,021)	(18,374)	(26,449)
Change in prepayments for property, plant and equipment		(37,412)	3,831	3,492	-	-	-
Net suppliers' credit obtained/(repaid)		-	(12,160)	(12,160)	-	(12,160)	(12,160)
Net cash used in investing activities		45,462	(129,096)	(126,822)	105,865	(140,596)	(118,485)
Cashflows from Financing activities							
Interest paid		(63,754)	(39,425)	(68,840)	(51,031)	(31,221)	(57,432)
Lease payment		(1,987)	(981)	(3,421)	(890)	(860)	(1,300)
Shares buy-back	30	(41,423)	(35,323)	(35,323)	(41,423)	(35,323)	(35,323)
Dividends paid		(337,471)	(337,471)	(337,471)	(337,471)	(337,471)	(337,471)
Loans obtained		267,133	269,192	338,454	246,930	245,818	290,107
Loans repaid		(170,407)	(198,238)	(267,178)	(158,300)	(183,815)	(239,162)
Net cash used in financing activities		(347,909)	(342,246)	(373,779)	(342,185)	(342,872)	(380,581)
Increase/(Decrease) in cash and cash equivalents		157,874	(169,329)	(112,766)	71,160	(184,830)	(134,881)
Cash and cash equivalents at beginning of period/year	22	150,854	263,368	263,368	68,928	203,809	203,809
Effects of exchange rate changes		(4,576)	(7,186)	252	-	-	-
Cash and cash equivalents at end of the period/year	22	304,152	86,853	150,854	140,088	18,979	68,928

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

1 General Information

Dangote Cement Plc (“the Company”) was incorporated in Nigeria as a public limited liability company on 4 November 1992 and commenced operations in January 2007 under the name Obajana Cement Plc. The name was changed on 14 July 2010 to Dangote Cement Plc.

Its parent company is Dangote Industries Limited (“DIL” or “the Parent Company”). Its ultimate controlling party is Alhaji Aliko Dangote.

The registered address of the Company is located at 1 Alfred Rewane Road, Ikoyi, Lagos, Nigeria.

The principal activity of the Company and its subsidiaries (together referred to as “the Group”) is to operate plants for the preparation, manufacture, and distribution of cement and related products. The Company’s production activities are currently undertaken at Obajana town in Kogi State, Gboko in Benue State and Ibese in Ogun State; all in Nigeria. Information in respect of the subsidiaries locations is disclosed in note 15.

The condensed consolidated interim financial statements of the Group for the period ended 30 September 2023 comprise the Company and its subsidiaries.

The condensed separate interim financial statements of the Company for the period ended 30 September 2023 comprise the Company only.

1.1 Securities trading policy

The Board has established an Insider Trading Policy designed to prohibit dealing in Dangote Cement Plc. shares or securities on the basis of potentially price-sensitive information that is not yet in the public domain. This is in line with the Rules of the NGX, the Investment and Securities Act (ISA) 2007 and the SEC Rules and Regulations. Having enquired, we can confirm that all Directors complied with the Insider Trading Policy during the period under review.

2 Significant accounting policies

The Group and Company’s financial statements for the year ended 31 December 2022 have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB (together “IFRS Standards”) and requirements of the Companies and Allied Matters Act (CAMA), 2020 and the Financial Reporting Council (FRC) of Nigeria Act, 2011.

Dangote Cement Plc. Group has consistently applied the same accounting policies and methods of computation in its condensed consolidated and separate interim financial statements as in its 2022 annual financial statements except for the application of new standards. None of the new standards, interpretations and amendments, effective for the first time from 1 January 2023, have had a material effect on the condensed consolidated and separate interim financial statements.

Standards issued but not yet effective

A number of new standards are issued but not yet effective. Earlier application is permitted; however, the Group has not early adopted any of the forthcoming new or amended standards in preparing these condensed consolidated and separate interim financial statements.

Basis of preparation

These condensed consolidated and separate interim financial statements for the three months and nine months ended 30 September 2023 have been prepared in accordance with IAS 34 Interim Financial Reporting, and should be read in conjunction with the Group and Company’s last annual consolidated and separate financial statements as at and for the year ended 31 December 2022 (“last annual consolidated and separate financial statements”). They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group and Company’s financial position and performance since last annual consolidated and separate financial statements.

The condensed consolidated and separate interim financial statements have been prepared on the historical cost basis except for derivatives which are measured at fair value and balances of entities in hyper-inflation economies. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure in these condensed consolidated interim financial statements is determined on such a basis, except for leasing transactions that are within the scope of IFRS 16, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in IAS 2 or value in use in IAS 36. Derivatives are carried at fair value.

Basis of consolidation

The Group condensed interim financial statements incorporate the financial statements of the Company and its subsidiaries over whom it has control, made up to 30 September 2023. Control is achieved where the investor; (i) has power over the investee entity (ii) is exposed, or has rights, to variable returns from the investee entity as a result of its involvement, and (iii) can exercise some power over the investee to affect its returns.

The Company reassesses whether or not it still controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date that control commences until the date that control ceases. The accounting policies of subsidiaries have been changed where necessary to align them with the policies adopted by the Group.

Income and expenses of subsidiaries acquired or disposed of during the period are included in the condensed consolidated statement of profit or loss and condensed consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. Total comprehensive income of subsidiaries is attributed to the owners’ of the Company and to the non-controlling interests even if this results in the non-controlling interest having a deficit balance.

In the Company’s condensed separate interim financial statements, investments in subsidiaries are carried at cost less any impairment that has been recognised in profit or loss.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

3 REVENUE

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
Volumes	'000 tonnes	'000 tonnes	'000 tonnes	'000 tonnes	'000 tonnes	'000 tonnes	'000 tonnes	'000 tonnes
Cement production and bagging capacity (for the year)	52,000	52,000	51,550	51,550	29,250	29,250	29,250	29,250
Production volume*	6,576	19,825	6,544	20,384	2,848	9,380	3,588	12,176
Trade cement purchase	103	278	120	322	977	2,626	371	1,243
Decrease/(increase) in stocks**	189	185	(73)	91	84	11	179	62
Sales volume*	6,868	20,288	6,591	20,797	3,909	12,017	4,138	13,481

* includes both cement and clinker volumes

** Decrease/(increase) in stocks refers to the difference between the opening and closing stocks for the period.

An analysis of revenue in naira is as follows:

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
Revenue from contracts with customers	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Revenue from sales of cement & clinker	563,767	1,514,596	369,219	1,177,254	314,539	933,084	267,673	890,654
Revenue from sales of other products	2	5	-	2	-	-	-	-
Sales value	563,769	1,514,601	369,219	1,177,256	314,539	933,084	267,673	890,654

All group sales exclude intra-group sales.

4 Segment Information

4.1 Products and services from which reportable segments derive their revenue

The Executive Management Committee is the Company's Chief Operating Decision Maker. Management has determined operating segments based on the information reported and reviewed by the Executive Management Committee for the purposes of allocating resources and assessing performance. The Executive Management Committee reviews internal management reports on at least a quarterly basis. These internal reports are prepared on the same basis as the accompanying consolidated and separate financial statements.

Segment information is presented in respect of the Group's reportable segments. For management purposes, the Group is organised into business units by geographical areas in which the Group operates. The Group has 2 reportable segments based on location of the principal operations as follows:

- Nigeria (includes Company and all subsidiaries operating in Nigeria. See Note 15.1)
- Pan Africa (includes entities operating outside Nigeria. See Note 15.1)

4.2 Segment revenues and results

Performance is measured based on segment sales revenue, Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) and profit from operating activities, as included in the internal management reports that are reviewed by the Executive Management Committee. Segment sales revenue, EBITDA and profit from operating activities are used to measure performance as management believes that such information is the most relevant in evaluating results of certain segments relative to other entities that operate within these industries.

The following is an analysis of the Group's revenue and results by reportable segment:

Group	3 month ended 30/09/2023				
	Nigeria	Pan Africa	Administrative cost	Eliminations	Total
	N'million	N'million	N'million	N'million	N'million
Revenue	314,539	251,854	-	(2,624)	563,769
EBITDA*	149,060	76,368	(5,984)	63	219,507
Other income	3,843	1,744	-	(9)	5,578
Profit from operating activities	132,089	54,402	(5,984)	465	180,972
Profit for the period	127,118	(54,698)	(5,984)	32,509	98,945

* represents earnings before interest, taxes, depreciation, amortisation & impairment

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Segment results

Group	9 months ended 30/09/2023				
	Nigeria N'million	Pan Africa N'million	Central Administra- tive cost N'million	Eliminations N'million	Total N'million
Revenue	933,084	588,243	-	(6,726)	1,514,601
EBITDA*	508,116	170,017	(16,382)	1,011	662,762
Other Income	12,632	4,022	-	(19)	16,635
Profit from operating activities	457,896	117,306	(16,382)	2,188	561,008
Profit for the period	856,451	(54,346)	(16,382)	(508,175)	277,548

* represents earnings before interest, taxes, depreciation, amortisation & impairment

Total segment operating profit agrees to the profit from operating activities. A reconciliation of profit from operating activities to profit before tax is presented on the face of the profit and loss account.

Group	3 months ended 30/09/2022				
	Nigeria N'million	Pan Africa N'million	Central Administra- tive cost N'million	Eliminations N'million	Total N'million
Revenue	267,673	103,453	-	(1,907)	369,219
EBITDA*	130,538	16,124	(4,043)	97	142,716
Other Income	743	803	-	(32)	1,514
Profit from operating activities	111,937	7,088	(4,043)	520	115,502
Profit/(loss) for the period	113,996	(52,854)	(4,043)	(16,102)	40,997

Group	9 months ended 30/09/2022				
	Nigeria N'million	Pan Africa N'million	Central Administra- tive cost N'million	Eliminations N'million	Total N'million
Revenue	890,654	288,509	-	(1,907)	1,177,256
EBITDA*	479,924	47,844	(12,063)	174	515,879
Other Income	2,288	1,197	-	(370)	3,115
Profit from operating activities	426,596	17,640	(12,063)	1,450	433,623
Profit/(loss) for the period	336,246	(127,665)	(12,063)	16,583	213,101

* represents earnings before interest, taxes, depreciation, amortisation & impairment.

A reconciliation of Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) to the profit for the period is presented below:

	Group			
	3 months ended 30/09/2023 N'million	9 months ended 30/09/2023 N'million	3 months ended 30/09/2022 N'million	9 months ended 30/09/2022 N'million
EBITDA	219,507	662,762	142,716	515,879
Depreciation, amortisation, write-off and impairment	(38,535)	(101,754)	(27,214)	(82,256)
Profit from operating activities	180,972	561,008	115,502	433,623
Finance income	19,070	20,667	6,833	28,834
Finance costs	(41,657)	(190,097)	(51,325)	(126,557)
Gain/(loss) on net monetary positions	6,642	13,312	-	-
Profit before tax	165,027	404,890	71,010	335,900
Income tax expense	(66,082)	(127,342)	(30,013)	(122,799)
Profit for the period	98,945	277,548	40,997	213,101

4.2 Segment assets and liabilities

	Nigeria N'million	Pan Africa N'million	Eliminations N'million	Total N'million
	30 September 2023			
Total assets	3,383,440	1,812,134	(1,850,841)	3,344,733
Segment liabilities	1,303,749	2,240,702	(1,565,728)	1,978,723
31 December 2022				
Total assets	2,928,499	1,101,054	(1,413,898)	2,615,655
Segment liabilities	1,199,177	1,361,137	(1,023,606)	1,536,708

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5 Production cost of sales

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Material consumed	67,144	169,906	47,887	144,896	91,190	232,714	62,174	158,212
Fuel & power consumed	98,425	255,445	68,195	198,152	44,538	99,693	28,963	107,590
Royalty (Note 5(a))	1,073	2,818	593	1,463	398	1,204	309	760
Salaries and related staff costs	19,196	46,745	10,346	34,162	8,036	20,877	4,955	18,105
Depreciation & amortisation	31,626	82,682	20,636	62,224	10,438	30,865	10,320	30,796
Plant maintenance cost	20,105	49,939	11,587	37,179	7,097	19,289	5,669	20,039
Other production expenses	16,208	39,257	8,172	21,048	5,759	13,463	3,599	8,720
Increase/(decrease) in finished goods and work in process	5,878	(4,049)	(6,046)	(15,293)	(1,740)	(7,725)	(1,165)	(7,368)
Total production cost of sales	259,655	642,743	161,370	483,831	165,716	410,380	114,824	336,854

(a) Royalty payable is charged based on volume of extraction made during the period.

6 Administrative expenses

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Salaries and related staff costs	8,908	21,774	4,902	15,319	4,170	11,011	2,800	8,657
Corporate social responsibility	539	1,361	361	885	252	612	233	496
Management fee (Note 6(a))	1,967	5,634	1,271	4,146	1,967	5,634	1,271	4,146
Depreciation and Amortisation	3,203	8,673	1,659	5,064	431	1,301	525	1,719
Rent, rate and insurance	2,941	6,775	1,579	4,690	628	1,893	502	1,574
Repairs and maintenance	612	1,642	687	1,390	330	987	572	998
Travel expenses	1,741	4,834	1,164	3,201	619	1,755	645	1,692
Bank charges	1,633	5,136	874	2,274	460	2,527	400	1,118
Professional and consultancy fees	1,109	2,957	336	1,804	586	1,631	130	964
Security expenses	1,068	2,839	749	2,229	226	663	223	667
Janitorial and office cleaning	489	1,283	397	1,048	222	692	254	694
General administrative expenses	3,455	8,618	1,319	4,766	2,179	5,092	575	2,763
Others	1,274	2,895	983	3,599	813	2,371	670	2,098
Total administrative expenses	28,939	74,421	16,281	50,415	12,883	36,169	8,800	27,586

(a) The management fee is charged by Dangote Industries Limited (DIL) for management and corporate services provided to Dangote Cement Plc. (DCP). It is an apportionment of DIL's shared-service cost to DCP plus mark-up.

7 Selling and distribution expenses

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Salaries and related staff costs	7,795	20,991	4,950	14,893	4,297	13,096	3,419	10,305
Depreciation	3,706	10,399	4,896	14,675	2,479	7,533	4,251	12,450
Advertisement and promotion	4,129	6,088	2,688	5,086	3,735	5,173	2,588	4,663
Haulage expenses	82,737	212,220	63,755	175,601	47,410	137,769	48,213	135,452
Others	1,048	2,942	1,301	2,607	644	1,904	1,131	2,173
Total selling and distribution expenses	99,415	252,640	77,590	212,862	58,565	165,475	59,602	165,043

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8 Other income

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Insurance claims	125	582	290	974	94	441	249	821
Government grant	18	4,973	8	26	-	4,920	-	1
Sundry income	5,435	11,080	1,216	2,115	3,832	7,946	431	1,557
Total other income	5,578	16,635	1,514	3,115	3,926	13,307	680	2,379

9 Finance income and costs

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Finance income								
Interest income	4,460	20,667	6,833	28,834	21,144	63,478	17,598	53,752
Dividend income	-	-	-	-	-	-	678	4,707
Foreign exchange gain	14,610	-	-	-	61,984	524,777	27,391	12,107
Total finance income	19,070	20,667	6,833	28,834	83,128	588,255	45,667	70,566
Finance costs								
Gross interest expenses	43,337	92,166	19,334	53,393	30,285	72,151	15,564	43,694
Less: amounts included in the cost of qualifying assets	(1,988)	(1,988)	-	-	-	-	-	-
Interest expenses	41,349	90,178	19,334	53,393	30,285	72,151	15,564	43,694
Other finance costs	308	903	258	774	308	902	258	772
Total finance costs	41,657	91,081	19,592	54,167	30,593	73,053	15,822	44,466
Net exchange loss on foreign denominated transactions*	-	99,016	31,733	72,390	-	-	-	-
	41,657	190,097	51,325	126,557	30,593	73,053	15,822	44,466

*Net exchange loss on foreign denominated transactions is due to material devaluation of the Nigerian Naira in June 2023. The Naira moved from ₦465/\$ at end of May 2023 to close at ₦756/\$ in June 2023 giving rise to a net exchange loss of ₦116.1 billion from third party loans and payables in the Nigerian entities.

10 Earnings per share

	Group				Company			
	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
	30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Profit for the period attributable to owners of the Company	92,234	270,837	38,891	209,513	79,438	747,365	87,885	273,577
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share (million)	16,841	16,841	16,883	16,883	16,841	16,841	16,883	16,883
Basic and diluted earnings per share (Naira)	5.48	16.08	2.30	12.41	4.72	44.38	5.21	16.20

There are no dilutive instruments. Consequently, Basic and diluted earnings per share are the same.

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11 Income tax

11.1	Income tax expense recognised in profit or loss	Group				Company			
		3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended	3 months ended	9 months ended
		30/09/2023	30/09/2023	30/09/2022	30/09/2022	30/09/2023	30/09/2023	30/09/2022	30/09/2022
		₦million	₦million	₦million	₦million	₦million	₦million	₦million	₦million
	Current tax expense	(46,104)	(141,653)	(34,932)	(131,872)	(35,878)	(114,481)	(32,012)	(123,718)
	Deferred tax credit/(expense)	(19,978)	14,311	4,919	9,073	(18,171)	12,584	4,925	7,307
	Total income tax expense recognised in the current period	(66,082)	(127,342)	(30,013)	(122,799)	(54,049)	(101,897)	(27,087)	(116,411)

Income tax expense is recognised at an amount determined by multiplying the profit/loss before tax for the interim reporting period by management's best estimate of the weighted average annual income tax rate expected for the full year, adjusted for the effect of certain items recognised in full in the interim period. As such, the effective tax rate in the Interim financial statements may differ from management's estimate of the effective tax rate for the annual financial statements.

11.2	Current tax assets	Group		Company	
		30/09/2023	31/12/2022	30/09/2023	31/12/2022
		₦million	₦million	₦million	₦million
	Balance, beginning of the period/year	1,435	3,051	911	2,542
	Charge for the period/year	2,270	(374)	-	-
	Payments during the period/year	970	386	-	-
	Additional road infrastructure tax credit	-	183	-	183
	Tax credit utilised to offset current tax liabilities	-	(1,814)	-	(1,814)
	Effect of foreign currency exchange rates differences	74	3	-	-
	Balance, end of the period/year	4,749	1,435	911	911
	11.3 Current tax liabilities				
	Balance, beginning of the period/year	167,971	153,385	156,940	146,517
	Charge for the period/year	143,923	168,227	114,481	155,668
	Payments during the period/year	(123,512)	(150,380)	(110,186)	(143,431)
	Withholding tax credit and grant utilized	-	(1,522)	-	-
	Tax credit utilised to offset current tax liabilities	-	(1,814)	-	(1,814)
	Effect of foreign currency exchange rates differences	5,573	75	-	-
	Balance, end of the period/year	193,955	167,971	161,235	156,940
	11.4 Deferred tax assets				
	Balance, beginning of the period/year	14,193	5,163	-	-
	Credit/(charge) for the period/year	902	8,684	-	-
	Effect of foreign currency exchange rates differences	3,550	346	-	-
	Balance, end of the period/year	18,645	14,193	-	-
	11.5 Deferred tax liabilities				
	Balance, beginning of the period/year	154,026	135,003	112,691	126,226
	Charge for the period/year	(13,409)	(18,224)	(12,584)	(13,535)
	Effect of foreign currency exchange rates differences	35,261	37,247	-	-
	Balance, end of the period/year	175,878	154,026	100,107	112,691

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12 Property, plant and equipment

12.1 Group

	Land, leasehold improvements and buildings	Plant and machinery	Motor vehicles	Aircraft	Furniture & equipment	Capital work-in-progress	Total
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Cost							
At 1 January 2022	281,115	1,215,657	273,429	4,028	14,671	378,939	2,167,839
Additions	861	9,887	4,531	-	448	50,218	65,945
Reclassifications	4,842	194,019	8,612	-	1,049	(208,522)	-
Transfers	-	(19)	(95)	-	(10)	(24,939)	(25,063)
Disposals	-	-	(95)	-	-	-	(95)
Write-off	(73)	(248)	(182)	-	(10)	(33)	(546)
Effect of foreign currency exchange rates differences	34,402	161,759	10,652	-	2,275	2,664	211,752
Balance at 31 December 2022	321,147	1,581,055	296,852	4,028	18,423	198,327	2,419,832
At 1 January 2023	321,147	1,581,055	296,852	4,028	18,423	198,327	2,419,832
Additions	348	12,164	4,992	-	1,602	49,280	68,386
Reclassification	2,179	98,944	7,637	-	992	(109,752)	-
Transfers (Note 12.1.1)	-	(26)	(4,215)	-	(10)	(2,005)	(6,256)
Disposals	-	-	(23)	-	-	-	(23)
Effect of foreign currency exchange rates differences	150,922	497,978	63,122	-	8,692	87,559	808,273
Balance at 30 September 2023	474,596	2,190,115	368,365	4,028	29,699	223,409	3,290,212
Accumulated depreciation & impairment							
At 1 January 2022	65,123	417,571	200,232	3,132	8,922	-	694,980
Depreciation expense	12,487	72,380	30,895	403	1,690	-	117,855
Transfers	-	-	(22)	-	-	-	(22)
Disposal	-	-	(95)	-	-	-	(95)
Impairment	(66)	(234)	1,733	-	(7)	-	1,426
Effect of foreign currency exchange rates differences	12,685	54,522	9,839	-	1,349	-	78,395
Balance at 31 December 2022	90,229	544,239	242,582	3,535	11,954	-	892,539
At 1 January 2023	90,229	544,239	242,582	3,535	11,954	-	892,539
Depreciation expense	13,067	67,178	17,582	17	1,550	-	99,394
Transfers (Note 12.1.1)	-	-	(1,421)	-	-	-	(1,421)
Disposal	-	-	(4)	-	-	-	(4)
Effect of foreign currency exchange rates differences	48,433	176,820	50,157	-	5,287	-	280,697
Balance at 30 September 2023	151,729	788,237	308,896	3,552	18,791	-	1,271,205
Carrying amounts:							
At 1 January 2022	215,992	798,086	73,197	896	5,749	378,939	1,472,859
At 31 December 2022	230,918	1,036,816	54,270	493	6,469	198,327	1,527,293
At 30 September 2023	322,867	1,401,878	59,469	476	10,908	223,409	2,019,007

12.1.1 Represents transfers principally to customers on leases.

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12 Property, plant and equipment

12.2 Company

	Land, leasehold improvements and buildings N'million	Plant and machinery N'million	Motor vehicles N'million	Aircraft N'million	Furniture & equipment N'million	Capital work-in- progress N'million	Total N'million
Cost							
At 1 January 2022	89,917	647,146	193,065	4,028	5,198	50,693	990,047
Additions	32	1,942	110	-	26	24,339	26,449
Reclassifications	358	17,394	8,206	-	479	(26,437)	-
Transfers	-	(19)	(95)	-	(10)	(22,810)	(22,934)
Balance at 31 December 2022	90,307	666,463	201,286	4,028	5,693	25,785	993,562
At 1 January 2023	90,307	666,463	201,286	4,028	5,693	25,785	993,562
Additions	-	4	-	-	52	23,965	24,021
Reclassification	940	8,866	7,989	-	406	(18,201)	-
Transfers (Note 12.2.1)	-	-	(4,215)	-	(10)	429	(3,796)
Balance at 30 September 2023	91,247	675,333	205,060	4,028	6,141	31,978	1,013,787
Accumulated depreciation & impairment							
At 1 January 2022	21,368	269,917	136,601	3,132	4,146	-	435,164
Depreciation expense	3,512	30,250	24,599	403	634	-	59,398
Transfers	-	-	(22)	-	-	-	(22)
Impairment	-	-	129	-	-	-	129
Balance at 31 December 2022	24,880	300,167	161,307	3,535	4,780	-	494,669
At 1 January 2023	24,880	300,167	161,307	3,535	4,780	-	494,669
Depreciation expense	2,640	22,972	12,914	17	445	-	38,988
Transfers (Note 12.2.1)	-	-	(1,421)	-	-	-	(1,421)
Balance at 30 September 2023	27,520	323,139	172,800	3,552	5,225	-	532,236
Carrying amounts:							
At 1 January 2022	68,549	377,229	56,464	896	1,052	50,693	554,883
At 31 December 2022	65,427	366,296	39,979	493	913	25,785	498,893
At 30 September 2023	63,727	352,194	32,260	476	916	31,978	481,551

12.2.1 Represents transfers principally to customers on leases.

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

13 Intangible assets

	Group			Company	
	Computer software ₦'million	Exploration assets ₦'million	Total ₦'million	Computer software ₦'million	Total ₦'million
Cost					
At 1 January 2022	5,767	3,612	9,379	1,570	1,570
Additions	49	258	307	19	19
Write-off	(118)	-	(118)	-	-
Effect of foreign currency exchange rates differences	732	1,288	2,020	-	-
Balance at 31 December 2022	6,430	5,158	11,588	1,589	1,589
At 1 January 2023	6,430	5,158	11,588	1,589	1,589
Additions	56	115	171	51	51
Effect of foreign currency exchange rates differences	3,342	4,848	8,190	-	-
Balance at 30 September 2023	9,828	10,121	19,949	1,640	1,640
Accumulated amortisation					
At 1 January 2022	3,973	284	4,257	1,423	1,423
Amortisation expense	281	80	361	52	52
Impairment	(118)	-	(118)	-	-
Effect of foreign currency exchange rates differences	653	210	863	-	-
Balance at 31 December 2022	4,789	574	5,363	1,475	1,475
At 1 January 2023	4,789	574	5,363	1,475	1,475
Amortisation expense	281	117	398	40	40
Effect of foreign currency exchange rates differences	2,424	502	2,926	-	-
Balance at 30 September 2023	7,494	1,193	8,687	1,515	1,515
Carrying amounts:					
At 1 January 2022	1,794	3,328	5,122	147	147
At 31 December 2022	1,641	4,584	6,225	114	114
At 30 September 2023	2,334	8,928	11,262	125	125

Computer software is amortized on a straight line basis.

Exploration assets are amortized in line with the useful life of the mines.

There are no development expenditure capitalised as internally generated intangible asset.

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**Notes to the condensed consolidated and separate interim financial statements
For the three months and nine months ended 30 September 2023**

14 Right-of-use assets

14.1 Group

	Land and buildings	Plant and machinery	Motor vehicles	Total
	₦'million	₦'million	₦'million	₦'million
Cost				
At 1 January 2022	21,343	1,166	1,586	24,095
Additions	2,076	-	3	2,079
Disposal	-	-	(300)	(300)
Write off	-	-	(121)	(121)
Effect of foreign currency exchange rates differences	6,129	52	58	6,239
Balance at 31 December 2022	29,548	1,218	1,226	31,992
At 1 January 2023	29,548	1,218	1,226	31,992
Additions	2,696	-	142	2,838
Effect of foreign currency exchange rates differences	17,956	683	730	19,369
Balance at 30 September 2023	50,200	1,901	2,098	54,199
Accumulated depreciation & impairment				
At 1 January 2022	3,973	502	1,054	5,529
Depreciation expense	1,525	360	289	2,174
Disposal	-	-	(215)	(215)
Write-off	-	-	(114)	(114)
Effect of foreign currency exchange rates differences	988	33	46	1,067
Balance at 31 December 2022	6,486	895	1,060	8,441
At 1 January 2023	6,486	895	1,060	8,441
Depreciation expense	1,419	388	155	1,962
Effect of foreign currency exchange rates differences	2,941	618	640	4,199
Balance at 30 September 2023	10,846	1,901	1,855	14,602
Carrying amounts:				
At 1 January 2022	17,370	664	532	18,566
At 31 December 2022	23,062	323	166	23,551
At 30 September 2023	39,354	-	243	39,597

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**Notes to the condensed consolidated and separate interim financial statements
For the three months and nine months ended 30 September 2023**

14 Right-of-use assets

14.2 Company

	Land and buildings N'million	Total N'million
Cost		
At 1 January 2022	3,487	3,487
Additions	1,078	1,078
Balance at 31 December 2022	4,565	4,565
At 1 January 2023	4,565	4,565
Additions	922	922
Balance at 30 September 2023	5,487	5,487
Accumulated depreciation & impairment		
At 1 January 2022	2,122	2,122
Depreciation expense	815	815
Balance at 31 December 2022	2,937	2,937
At 1 January 2023	2,937	2,937
Depreciation expense	671	671
Balance at 30 September 2023	3,608	3,608
Carrying amounts:		
At 1 January 2022	1,365	1,365
At 31 December 2022	1,628	1,628
At 30 September 2023	1,879	1,879

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

15 Investments

Details of the Group's subsidiaries at the end of the reporting period are as follows:

15.1 Name of subsidiary	Place of incorporation and operation	Proportion of ownership or voting power held by the Group	
		30/09/2023	31/12/2022
Dangote Cement South Africa (Pty) Limited	South Africa	64.00%	64.00%
Dangote Cement (Ethiopia) Plc	Ethiopia	99.97%	99.97%
Dangote Cement Zambia Limited	Zambia	99.96%	99.96%
Dangote Cement Senegal S.A	Senegal	99.99%	99.99%
Dangote Cement Cameroun S.A	Cameroun	99.97%	99.97%
Dangote Cement Limited, Tanzania	Tanzania	99.70%	99.70%
Dangote Cement Congo S.A	Congo	100.00%	100.00%
Dangote Cement (Sierra Leone) Limited	Sierra Leone	99.60%	99.60%
Dangote Cement Cote D'Ivoire S.A	Cote D'Ivoire	80.00%	80.00%
Dangote Industries Gabon S.A	Gabon	80.00%	80.00%
Dangote Cement Ghana Limited	Ghana	100.00%	100.00%
Dangote Cement - Liberia Ltd.	Liberia	100.00%	100.00%
Dangote Cement Burkina Faso S.A	Burkina Faso	95.00%	95.00%
Dangote Cement Chad S.A	Chad	95.00%	95.00%
Dangote Cement Mali S.A	Mali	95.00%	95.00%
Dangote Cement Niger S.A	Niger	95.00%	95.00%
Dangote Industries Benin S.A	Benin	98.00%	98.00%
Dangote Cement Togo S.A	Togo	90.00%	90.00%
Dangote Cement Kenya Limited	Kenya	90.00%	90.00%
Dangote Quarries Kenya Limited	Kenya	90.00%	90.00%
Dangote Cement Madagascar Limited	Madagascar	95.00%	95.00%
Dangote Quarries Mozambique Limitada	Mozambique	95.00%	95.00%
Dangote Cement Nepal Pvt. Limited	Nepal	100.00%	100.00%
Dangote Zimbabwe Holdings (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Cement Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Energy Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Mining Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Cement Guinea SA	Guinea	95.00%	95.00%
Cimenterie Obajana Sprl- D.R. Congo	D.R. Congo	98.00%	98.00%
Itori Cement Plc.	Nigeria	99.00%	99.00%
Okpella Cement Plc.	Nigeria	99.00%	99.00%
Dangote Takoradi Cement Production Limited	Ghana	99.00%	99.00%
Dangote Cement Yaounde	Cameroun	90.00%	90.00%
Dangote Cement Congo D.R. S.A	D.R. Congo	99.00%	99.00%
DCP Cement Limited	Nigeria	90.00%	90.00%
Dangote Mines Limited, Tanzania	Tanzania	99.70%	99.70%
Dangote Contracting Services Limited, Tanzania	Tanzania	99.70%	99.70%
Dangote Mining Niger S.A	Niger	88.00%	88.00%
Dangote Ceramics Limited	Nigeria	99.00%	99.00%

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

16 Prepayments

	Group		Company	
	30/09/2023	31/12/2022	30/09/2023	31/12/2022
	₦'million	₦'million	₦'million	₦'million
Advance to contractors	38,679	1,267	211	211
Prepayments	38,679	1,267	211	211

Advance to contractors represents various advances made to contractors for the construction of plants.

17 Lease receivables

	Group		Company	
	30/09/2023	31/12/2022	30/09/2023	31/12/2022
	₦'million	₦'million	₦'million	₦'million
Trucks leased to customers	20,558	23,066	20,558	23,066
Non current portion of lease receivables	14,885	17,085	14,885	17,085
Current portion of lease receivables	5,673	5,981	5,673	5,981

17.1 Leasing arrangements

The Group entered into finance lease arrangement for some of its trucks. All leases are denominated in Naira. The average term of finance leases entered into is 5.42 years (Decemcer 2022: 5.42 years).

18 Receivables from Subsidiaries

	Company	
	30/09/2023	31/12/2022
	₦'million	₦'million
Due from related parties - Non current		
Entities controlled by the Company	1,458,466	959,639

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

19 Inventories

	Group		Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million	30/09/2023 ₦'million	31/12/2022 ₦'million
Finished goods	18,752	11,789	11,826	5,724
Work-in-progress	21,267	24,181	4,833	3,210
Raw materials	27,512	11,545	13,262	6,788
Packaging materials	15,684	11,613	4,144	6,024
Consumables	43,517	26,023	27,044	18,028
Fuel	55,213	31,891	43,773	24,630
Spare parts	175,810	104,779	85,038	58,468
Goods-in-transit	9,596	17,742	8,002	9,832
Inventories	367,351	239,563	197,922	132,704

20 Trade and other receivables

	Group		Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million	30/09/2023 ₦'million	31/12/2022 ₦'million
Trade receivables	22,033	16,045	7,125	8,590
Impairment allowance on trade receivables	(1,886)	(1,462)	(1,558)	(1,251)
	20,147	14,583	5,567	7,339
Staff loans and advances	2,031	857	449	93
Value added tax receivables	7,167	4,087	-	-
Receivables from registrar	1,221	1,221	1,221	1,221
Other receivables	36,970	24,742	17,238	8,189
Trade and other receivables	67,536	45,490	24,475	16,842

21 Prepayments and other current assets

	Group		Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million	30/09/2023 ₦'million	31/12/2022 ₦'million
Advance to contractors	26,846	18,287	9,271	4,934
Advance payment to suppliers	121,230	116,164	92,508	98,144
Rent and insurance	8,660	3,624	3,741	1,181
Prepayment for tax credit	212	212	212	212
Total current prepayments	156,948	138,287	105,732	104,471
Due from related parties - current				
Parent company	20,447	29,522	20,447	29,522
Loans to parent company	11,000	143,812	11,000	143,812
Entities controlled by the parent company	179,727	134,612	172,984	128,965
Affiliates and associates of parent company	1,385	916	-	-
Subsidiaries	-	-	197,887	170,704
Current receivables from related parties	212,559	308,862	402,318	473,003
Prepayments and other current assets	369,507	447,149	508,050	577,474

Current advance to contractors represents various advances made for the purchase of LPFO, AGO, Coal and other materials which were not received at the end of the period/year.

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22 Cash and cash equivalents

	Group		Company	
	30/09/2023 N'million	31/12/2022 N'million	30/09/2023 N'million	31/12/2022 N'million
Cash and bank balances	209,960	139,108	39,420	51,853
Short term deposits	175,302	144,735	174,790	144,284
Cash and cash equivalents per statement of financial position	385,262	283,843	214,210	196,137
Bank overdrafts used for cash management purposes (Note 24)	(81,110)	(132,989)	(74,122)	(127,209)
Cash and cash equivalents per statement of cash flows	304,152	150,854	140,088	68,928

Cash and cash equivalents include restricted cash of ₦4.77 billion for Group and ₦3.92 billion for Company (December 2022 ₦5.38 billion for Group and ₦4.93 billion for Company) on unclaimed dividend held in a separate bank account, letters of credit for the acquisition of inventories, property, plant and equipment as well as debt service reserve account.

23 Trade and other payables

	Group		Company	
	30/09/2023 N'million	31/12/2022 N'million	30/09/2023 N'million	31/12/2022 N'million
Trade payables	122,779	68,236	64,444	26,306
Payable to contractors	54,329	37,744	3,693	7,368
Value added tax	15,601	9,032	5,676	5,813
Withholding tax payable	50,121	29,598	2,836	2,873
Staff pension	684	311	12	16
Advances from customers	128,902	110,251	63,253	83,896
Dividend payables	4,943	4,357	4,943	4,357
Accruals and other payables	121,751	75,370	31,344	23,834
Trade and other payables	499,110	334,899	176,201	154,463

24 Financial liabilities

	Group		Company	
	30/09/2023 N'million	31/12/2022 N'million	30/09/2023 N'million	31/12/2022 N'million
Unsecured borrowings at amortised cost				
Bulk Commodities International loans (a)	39,931	23,703	2,564	1,522
Bond (b)	263,437	263,171	263,437	263,171
Commercial paper (c)	155,753	-	155,753	-
Bank loans (d)	158,724	261,431	129,162	243,218
	617,845	548,305	550,916	507,911
Secured borrowings at amortised cost				
Bank loans (d)	275,075	158,429	135,938	73,552
	275,075	158,429	135,938	73,552
Total borrowings	892,920	706,734	686,854	581,463
Non-current portion of financial debts	368,851	333,498	259,794	263,171
Current portion repayable in one year and shown under current liabilities	442,959	240,247	352,938	191,083
Overdraft balances (Note 22)	81,110	132,989	74,122	127,209
Short-term portion	524,069	373,236	427,060	318,292
Interest payable	49,362	19,142	29,875	9,039
Financial liabilities (current)	573,431	392,378	456,935	327,331

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24 Financial liabilities (Contd.)

(a) The loans from Bulk Commodities International, a related party, are denominated in USD with interest rate ranging from 6% to 8.5% per annum.

(b) The Company's publicly issued bonds amount to ₦266 billion as at 30 September 2023 (December 2022: ₦266 billion) with coupon rate of 11.25% to 13.5%. The tenure is between 3 to 10 years.

(c) Commercial papers were issued under a programme with a face value of ₦170 billion. The tenure is between 176 days and 267 days with discount ranging from 10% to 13%.

(d) Bank loans include Letters of credit (LCs) obtained to finance inventories, property, plant and equipment, etc. The average interest rate is SOFR plus 10%.

25 Deferred revenue

	Group		Company	
	30/09/2023	31/12/2022	30/09/2023	31/12/2022
	₦million	₦million	₦million	₦million
Deferred revenue arising from government grant (Note 25(a))	514	354	2	-
Current portion of deferred revenue (Note 26)	13	34	-	-
Non-current portion of deferred revenue	501	320	2	-

(a) The deferred revenue mainly arises as a result of the benefit received from government. The revenue was recorded in other income line in line with IAS 20.

26 Other current liabilities

	Group		Company	
	30/09/2023	31/12/2022	30/09/2023	31/12/2022
	₦million	₦million	₦million	₦million
Current portion of deferred revenue (Note 25)	13	34	-	-
Due to related parties				
Parent company	100	100	-	-
Entities controlled by the parent company	53,485	78,845	43,488	69,792
Affiliates and associates of parent company	73,753	45,745	43,147	24,818
Subsidiaries	-	-	42,060	42,496
Current payables to related parties	127,338	124,690	128,695	137,106
Other current liabilities	127,351	124,724	128,695	137,106

27 Provisions

	Group		Company	
	30/09/2023	31/12/2022	30/09/2023	31/12/2022
	₦million	₦million	₦million	₦million
Balance at beginning of the period/year	10,575	8,428	6,834	5,573
Effect of foreign currency exchange rates differences	2,481	(500)	-	-
Provisions made during the period/year	961	1,864	89	509
Unwinding of discount	718	783	718	752
Balance at the end of the period/year	14,735	10,575	7,641	6,834

The above provision represents the Group's obligations to settle environmental restoration and dismantling/ decommissioning cost of property, plant and equipment. The expenditure is expected to be made at the end of the useful lives for the mines.

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

28 Related party transactions

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation. Details of transactions between the Group and Company, and other related parties are disclosed below.

The Group and the Company, in the normal course of business, sells to and buys from other business enterprises that fall within the definition of a 'related party' contained in International Accounting Standard 24. These transactions mainly comprise purchases, sales, finance costs, finance income and management fees paid to shareholders. The companies in the Group also provide funds to and receive funds from each other as and when required for working capital financing and capital projects.

28.1 Trading transactions

During the period, Group entities entered into the following trading transactions with related parties that are not members of the Group:

	Sale of goods		Purchases of goods and services	
	30/09/2023 ₦'million	30/09/2022 ₦'million	30/09/2023 ₦'million	30/09/2022 ₦'million
Entities controlled by the parent company	1,548	4,511	240,300	192,224
Affiliates and associates of the parent company	-	-	70,860	68,909

During the period, the Company entered into the following trading transactions with related parties:

	Sale of goods		Purchases of goods and services	
	30/09/2023 ₦'million	30/09/2022 ₦'million	30/09/2023 ₦'million	30/09/2022 ₦'million
Entities controlled by the parent company	1,548	4,511	210,007	190,892
Affiliates and associates of the parent company	-	-	13,247	25,281
Subsidiaries	-	1,907	179,282	64,773

In addition to sales and purchases of goods, the Company charged interest amounting to ₦46.9 billion (September 2022: ₦27.2 billion) on loans granted to subsidiaries. This interest is eliminated on consolidation.

During the period, the Company provided materials and services of ₦28.0 billion (September 2022: ₦35.2 billion), used in the manufacturing process of subsidiaries.

The Group earned a total interest income of ₦9.1 billion (September 2022: ₦21.5 billion) from the parent company.

In addition to the above, Dangote Industries Limited performed certain administrative services for the Company, for which a management fee of ₦5.6 billion (September 2022: ₦4.1 billion) was charged, being an allocation of costs incurred by relevant administrative departments.

28.2 Loans from related parties

	Group		Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million	30/09/2023 ₦'million	31/12/2022 ₦'million
Affiliates and associates of the parent company	39,931	23,703	2,564	1,522

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29 Lease liabilities

	Group		Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million	30/09/2023 ₦'million	31/12/2022 ₦'million
Payable within one year	3,244	1,713	70	-
Payable after one year	12,615	8,057	110	148
Lease liabilities	15,859	9,770	180	148

30 Share capital

	Group & Company	
	30/09/2023 ₦'million	31/12/2022 ₦'million
<i>Issued and fully paid:</i>		
Share capital (17,040,507,404 (2022: 17,040,507,404) ordinary shares of ₦0.5 each)	8,520	8,520
Share premium	42,430	42,430

In July 2023, the Company embarked on additional share buy-back programme, buying back 121,404,714 units of its shares at a total cost of ₦41.2 billion. As at 30 September 2023, the Company held 288,352,867 (December 2022: 166,948,153) units, representing 1.69% (December 2022: 0.98%) of its own shares for which it had paid for and valued at ₦86.6 billion (December 2022: ₦45.2 billion).

31 Employee benefit obligations

The Group operates an unfunded long service award for qualifying employees of the Group. Under the plan, the employees are entitled to benefits such as gift items, Ex-Gratia (expressed as a multiple of Monthly Basic Salary), a plaque and certificate on attainment of a specific number of years in service. The present value of the long service award, and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

32 IAS 29 Financial Reporting in Hyperinflationary Economies

The Dangote Cement Plc Group has classified Ethiopia as a hyperinflationary economy in accordance with the provisions of IAS 29, Financial Reporting in Hyperinflationary Economies. This is supported by the three years cumulative inflation in Ethiopia which has reached 100%.

During the period, the gains on the net monetary positions for the current period and prior periods amounting to ₦13.3 billion (September 2022: nil) were recorded in the statement of profit or loss and a loss of ₦4.1 billion (September 2022: nil) was recorded directly in equity.

33 Contingent liabilities and contingent assets

The contingent liabilities in respect of pending litigations and other claims in these condensed consolidated and separate interim financial statements amounted to ₦177.7 billion (December 2022: ₦133.5 billion) and ₦84.0 billion (December 2022: ₦82.9 billion) for Group and Company respectively. The Group and Company have assessed these claims and believe that no material loss is expected to arise from them.