



International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023

Contents

Certification of financial statements	2
Statement of directors' responsibilities	3
Statement of profit or loss	4
Statement of other comprehensive income	5
Statement of financial position	6
Statement of changes in equity	7
Statement of cash flows	8
Notes to the financial statements	9

International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Certification of the unaudited condensed financial statements

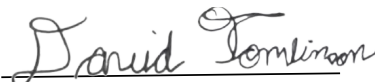
Further to the provisions of section 405 of the Companies and Allied Matters Act, 2020, we the Managing Director/CEO and Finance Director of International Breweries Plc ("the company") respectively hereby certify as follows:

- a) That we have reviewed the Unaudited condensed financial statements of the company for the period ended 31st December 2023.
- b) That the Unaudited condensed financial statements represents the true and correct financial position of our company as at the said date of 31st December 2023.
- c) That the Unaudited condensed financial statements does not contain any untrue statement of material fact or omit to state a material fact, which would make the statement misleading.
- d) That the Unaudited condensed financial statements fairly presents, in all material respects, the financial condition and results of operation of the company as of and for the period ended 31st December, 2023.
- e) That we are responsible for establishing and maintaining internal controls and affirm that the company's internal controls were effective as of 31st December, 2023.
- f) That all significant deficiencies in the design or operation of internal controls which could adversely affect the company's ability to record, process, summarise and report financial data have been disclosed to the independent Auditor and the Audit Committee.

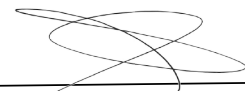
Signed



Mr. Carlos Countino
Managing Director
FRC/2023/PRO/DIR/003/877967
30 January, 2024



Mr. David Tomlinson
Director
FRC/2023/PRO/DIR/003/147669
30 January, 2024



Mr. Echezona Ifewulu
Head of Financial Control
FRC/2021/002/00000025092
30 January, 2024

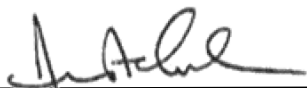
International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Statement of directors' responsibilities

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

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

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

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

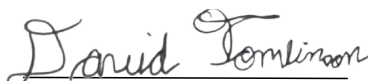


HRM Nnaemeka Alfred Achebe, CFR,MNI

Chairman

FRC/2013/NIM/00000001568

30 January, 2024



Mr. David Tomlinson

Director

FRC/2023/PRO/DIR/003/147669

30 January, 2024



Mr. Carlos Countino

Managing Director

FRC/2023/PRO/DIR/003/877967

30 January, 2024

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Statement of profit or loss

		3 Months Oct - Dec	12 Months Jan - Dec	3 Months Oct - Dec	12 Months Jan - Dec
		31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
	Note	N'000	N'000	N'000	N'000
Revenue	3	80,499,183	264,278,299	58,218,551	218,650,266
Cost of sales	4	(66,091,080)	(211,218,339)	(51,855,841)	(175,010,974)
Gross profit		14,408,103	53,059,960	6,362,710	43,639,292
Administrative, Marketing and promotion expenses	4	(15,078,877)	(49,787,835)	(19,365,175)	(51,042,807)
Impairment charge on financial assets		44,573	(111,412)	334,080	(33,823)
Other expense	5	(35,215,957)	(71,398,434)	(10,320,263)	(13,895,136)
		(35,842,158)	(68,237,721)	(22,988,648)	(21,332,474)
Finance income	6	1,182,128	10,068,851	2,371,080	5,165,679
Finance cost	6	(9,478,260)	(29,475,725)	(3,571,567)	(10,677,670)
Finance costs - net		(8,296,131)	(19,406,874)	(1,200,486)	(5,511,991)
Loss before tax		(44,138,289)	(87,644,595)	(24,189,134)	(26,844,464)
Income tax credit		10,337,334	28,177,220	1,526,996	5,218,174
Loss for the period		(33,800,955)	(59,467,375)	(22,662,138)	(21,626,290)
Basic and diluted loss per share (Naira)	13	(1.26)	(2.21)	(0.84)	(0.81)

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

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023

Statement of other comprehensive income

	3 Months Oct - Dec	12 Months Jan - Dec	3 Months Oct - Dec	12 Months Jan - Dec
	31 Dec 2023 N'000	31 Dec 2023 N'000	31 Dec 2022 N'000	31 Dec 2022 N'000
Loss for the period	(33,800,955)	(59,467,375)	(22,662,138)	(21,626,290)
Other comprehensive income:				
<i>Items that will be subsequently reclassified to profit or loss:</i>				
Change in fair value of hedging instrument recognised in OCI	65,821,445	66,714,397	925,558	3,304,228
Other comprehensive income for the period	65,821,445	66,714,397	925,558	3,304,228
Total comprehensive income / (loss) for the period	32,020,490	7,247,022	(21,736,580)	(18,322,062)
Basic and diluted loss per share (Naira)	(1.26)	(2.21)	(0.84)	(0.81)

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

International Breweries Plc

Unaudited Condensed Financial Statements for the 3 months ended 31st December 2023 Statement of financial position

		31 December 2023	31 December 2022
	Note	N'ooo	N'ooo
ASSETS			
Non-current assets			
Deferred tax assets		62,125,630	32,613,306
Property, plant and equipment		262,087,684	252,071,523
Right of use assets		16,966,807	15,989,425
Intangible assets		4,954,604	3,251,367
		346,134,725	303,925,621
Current assets			
Investment securities		103,605,420	86,213,956
Inventories		45,317,909	26,914,401
Derivative financial instruments		193,670,263	8,683,594
Trade and other receivables		14,982,373	22,489,101
Restricted cash	9	8,880,441	7,193,352
Cash and cash equivalents	9	20,522,040	28,831,715
		386,978,446	180,326,119
Total assets		733,113,172	484,251,740
LIABILITIES			
Non-current liabilities			
Employee benefit obligations		2,832,502	2,604,539
Borrowings		376,091,795	143,032,695
Lease liabilities		12,890,259	10,442,752
		391,814,556	156,079,986
Current liabilities			
Current tax liabilities		1,972,181	2,257,913
Trade and other payables		209,488,600	151,566,984
Borrowings		-	51,051,507
Lease liabilities		5,260,379	5,964,917
		216,721,161	210,841,321
Total liabilities		608,535,717	366,921,307
EQUITY			
Share capital		13,431,034	13,431,034
Share premium		159,803,396	159,803,396
Other reserves		1,360,756	1,360,756
Cash flow hedge reserve		67,982,537	1,268,140
Employee benefit reserves		(227,281)	(227,281)
Retained losses		(117,772,987)	(58,305,612)
Total equity		124,577,455	117,330,433
Total equity and liabilities		733,113,172	484,251,740

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

The financial statements on pages 4 to 12 were approved and authorised for issue by the board of Directors on 30 January 2024 and were signed on its behalf by:



HRM Nnaemeka Alfred Achebe, CFR,MNI (Chairman) FRC/2013/NIM/00000001568



Mr. Carlos Countino (Director) FRC/2023/PRO/DIR/003/877967



Mr. David Tomlinson (Director) FRC/2023/PRO/DIR/003/147669



Mr. Echezona Ifewulu (Head of Financial Control) FRC/2021/02/00000025092

International Breweries Plc

Unaudited Condensed Financial Statements

for the 3 months ended 31st December 2023

Statement of changes in equity

	Share capital N'000	Share Premium N'000	Other reserves N'000	Cash flow hedge reserve N'000	Employee benefit reserves N'000	Retained (losses)/ earnings N'000	Total equity N'000
At 1 January 2023	13,431,034	159,803,396	1,360,756	1,268,140	(227,281)	(58,305,612)	117,330,433
Loss for the period	-	-	-	-	-	(59,467,375)	(59,467,375)
Other comprehensive income	-	-	-	66,714,397	-	-	66,714,397
Total comprehensive income for the period	-	-	-	66,714,397	-	(59,467,375)	7,247,022
Balance at 30 December 2023	13,431,034	159,803,396	1,360,756	67,982,537	(227,281)	(117,772,987)	124,577,455

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

International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Statement of cash flows

		31 December 2023	31 December 2022
	Note	N'ooo	N'ooo
Cash flows from operating activities			
Cash generated from operations	14	76,391,936	43,631,792
Income tax paid		(1,214,253)	(777,031)
Employee benefits paid		(331,816)	(187,809)
Net cash inflow from operating activities		74,845,867	42,666,952
Cash flows from investing activities			
Acquisition of property, plant and equipment		(42,765,953)	(58,591,361)
Investment in debt securities		(17,391,464)	(13,098,474)
Interest received	6	10,068,851	5,165,679
Net cash outflow from investing activities		(50,088,565)	(66,524,156)
Cash flows from financing activities			
Proceeds/(Repayment) from/of borrowings		(15,009,631)	7,948,723
Lease payment		(10,900,358)	(8,529,252)
Interest paid		(5,469,899)	(6,339,229)
Net cash outflow from financing activities		(31,379,888)	(6,919,758)
Net decrease in cash and cash equivalents		(6,622,586)	(30,776,962)
Cash and cash equivalents at the beginning of the period		36,025,067	66,802,029
Cash and cash equivalents at the end of the period	9	29,402,481	36,025,067

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

1 General information

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

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

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

2 Summary of accounting policies

2.1 Introduction to summary of significant accounting policies

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

2.2 Basis of preparation

The condensed financial statements for the period ended 31 December 2023 have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). Additional information required by national regulations is included where appropriate. They do not include all the information required for a full annual financial statements, and should be read in combination with the year end financial statement of International Breweries Plc for the year ended 31st December, 2022.

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

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

2.3 Going concern

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

2.4 Changes in accounting policy and disclosures

The Company has applied the accounting policies in these condensed financial statements consistently with those applied in the financial statements for the year ended 31st December 2022.

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

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Notes to the financial statements

3	Revenue	3 Months	12 Months	3 Months	12 Months
		Oct - Dec	Jan - Dec	Oct - Dec	Jan - Dec
		31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
		N'000	N'000	N'000	N'000
	Revenue from contracts with customers	80,499,183	264,278,299	58,218,551	218,650,267
4	Breakdown of Expense	3 Months	12 Months	3 Months	12 Months
		Oct - Dec	Jan - Dec	Oct - Dec	Jan - Dec
		31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
		N'000	N'000	N'000	N'000
	Materials consumed and allocated overheads	53,460,555	171,163,130	43,066,134	134,705,460
	Employee benefit expenses	6,407,690	18,795,562	4,732,214	15,276,511
	Technical management fees	1,134,473	3,244,097	1,708,744	6,578,451
	Depreciation and Ammortization	11,866,706	39,866,799	13,070,838	42,946,606
	Business running costs	3,965,517	13,119,332	3,860,266	11,202,062
	Advertising and promotion	4,335,017	14,817,255	4,782,821	15,344,692
		81,169,958	261,006,174	71,221,016	226,053,782
5	Other expense	3 Months	12 Months	3 Months	12 Months
		Oct - Dec	Jan - Dec	Oct - Dec	Jan - Dec
		31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
		N'000	N'000	N'000	N'000
	Sundry income	(1,713,164)	833,314	572,620	207,334
	Royalty received	95,511	195,662	75,866	283,200
	Net foreign exchange gain/(loss) - realised	(15,958,864)	(14,827,956)	(1,768,549)	(8,362,000)
	Net foreign exchange gain/(loss) - unrealised	(17,639,440)	(57,599,454)	(8,286,281)	(5,109,751)
	Net write-off of PPE and deposit liability	-	-	(913,918)	(913,918)
		(35,215,957)	(71,398,434)	(10,320,263)	(13,895,136)
6	Finance income and costs	3 Months	12 Months	3 Months	12 Months
		Oct - Dec	Jan - Dec	Oct - Dec	Jan - Dec
		31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
		N'000	N'000	N'000	N'000
	Finance income				
	Interest income	1,182,128	10,068,851	2,371,080	5,165,679
	Finance costs				
	Interest expense on borrowings	(7,803,124)	(24,753,469)	(2,221,541)	(7,142,687)
	Interest expense on lease liabilities	(1,675,136)	(4,722,256)	(1,350,026)	(3,534,983)
	Net finance costs	(8,296,132)	(19,406,874)	(1,200,486)	(5,511,991)

7 Property, plant and equipment

Acquisitions:

During the 12 months period ended 31st December 2023, the company acquired plant, property and equipment with a total cost of N43.1 billion (12 months ended 31st December 2022: N58.6 billion)

Capital commitments:

As at 31st December 2023, the company's commitment for plant, property and equipment was N1.6 billion (31st December 2022: N13.1 billion)

8 Borrowings

The overdraft facilities from the various banks are usually all secured by corporate guarantee of the company. Interest on the bank overdrafts is payable at rates ranging from 18.5% to 19%; there are no overdraft facilities during the period.

The loan of \$424m with an outstanding balance of \$389.08m (31st December 2022: \$309m) obtained from Citi Bank in 2018 with maturity date of May 2021 was rolled over for an additional 3 years period. The Company has entered into non deliverable forward contracts for part of the balance to mitigate the forex risk on the contractual interest and principal repayments. There is also a revolving credit facilities of up to N42 billion that have not been drawn down by the company as at end of the reporting period.

Interest rates on the Company's loans range from 5% to 6.5%. The Company's borrowings are within the period from one year to three years.

International Breweries Plc
Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Notes to the financial statements

9	Cash and cash equivalents	31 December 2023 N'000	31 December 2022 N'000
	Cash at bank	20,522,040	59,428,503
	Restricted cash*	8,880,441	7,373,526
		29,402,481	66,802,029

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

10	Share capital	31 December 2023 N'000	31 December 2022 N'000
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Issued and fully paid:

26,862,069,000 Ordinary shares of 50 kobo each

Brauhaase International Management GMBH and its ultimate holding company (AB InBev Nigeria Holding BV) as at 31 December, 2023 held an equity interest of 87.29% in International Breweries Plc.

Shareholding Structure/Free Float Status:

	31 December 2023		31 December 2022	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	26,862,065,850	100%	26,862,065,850	100%
Substantial Shareholdings (5% and above)				
AB INBEV NIGERIA HOLDINGS BV (THE "COMPANY")	21,069,512,368	78.44%	21,069,512,368	78.44%
BRAUHAASE INTERNATIONAL MANAGEMENT GMBH	2,377,579,013	8.85%	2,377,579,013	8.85%
Total Substantial Shareholdings	23,447,091,381	87.29%	23,447,091,381	87.29%
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
Olugbenga Awomolo	334,075,394	1.24%	334,075,394	1.24%
Michael Onochie Ajukwu	71,860,799	0.27%	62,000,000	0.23%
Nnaemeka Alfred Achebe	40,732,127	0.15%	40,732,127	0.15%
Sunday Akintoye Omole	1,345,109	0.01%	1,345,109	0.00%
Peter Nwokike Anugwu	-	0.00%	-	0.02%
Total Directors' Shareholdings	448,013,420	1.67%	438,152,630	1.65%
Other Influential Shareholdings				
Other Influential Shareholdings	0	0.00%	0	0.00%
Free Float in Units and Percentage	2,966,961,040	11.05%	2,976,821,839	11.08%
Free Float in Value	N 14,241,412,992.00		N 13,991,062,643.30	

Declaration:

International Breweries Plc's Board is aware of the free float percentage of 11.05% (N14,241,412,992.00) as at 31 December 2023 and compliance plans to be shared with The Exchange has been initiated.

11	Share premium	31 December 2023 N'000	31 December 2022 N'000
	Balance as at 31 December	159,803,396	159,803,396

12	Fair Value
	IFRS 13 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable input reflect market data obtained from independent sources; unobservable inputs reflect the Company's market assumptions.

At the reporting date, the Company valued its derivatives as measured at fair value in the level 2 fair value hierarchy. The carrying amounts of all other financial assets and liabilities at the reporting date approximate their fair values.

13 Earnings per share

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

	3 Months Oct - Dec	12 Months Jan - Dec	3 Months Oct - Dec	12 Months Jan - Dec
	31 Dec 2023	31 Dec 2023	31 Dec 2022	31 Dec 2022
(Loss)/Profit attributable to shareholders (N'000)	(33,800,955)	(50,467,375)	(22,662,138)	(21,626,290)
Weighted average number of ordinary shares in issue ('000)	26,862,069	26,862,069	26,862,069	26,862,069
Basic and diluted (loss)/ profit per share (Naira)	(1.26)	(2.21)	(0.84)	(0.81)

International Breweries Plc

Unaudited Condensed Financial Statements
for the 3 months ended 31st December 2023
Notes to the financial statements

14 Cash generated from operating activities

14.1 Reconciliation of cash generated from operations

	31 December 2023 N'ooo	31 December 2022 N'ooo
Loss before tax	(87,644,595)	(26,844,464)
Adjustment for non cash items:		
Depreciation and Impairment	32,923,112	37,118,278
Depreciation - Right of Use	6,943,687	5,828,328
Employee benefit expense	387,266	663,480
Interest received	(10,068,851)	(5,165,679)
Interest expense on borrowings	24,753,469	7,142,687
Interest expense on lease liability	4,722,256	3,534,983
Impairment loss on financial assets	111,412	33,823
Write off/loss of property plant and equipment	-	12,054,385
Fair value (gain)/loss on foreign currency forwards	(184,986,669)	(10,860,743)
Fair value change on foreign currency forwards cash flow hedges	66,714,397	3,348,347
Unrealised exchange (gain)/loss	175,677,794	9,922,910
Changes in working capital:		
Decrease in trade and other receivables	7,395,316	3,224,584
Increase in inventories	(18,403,508)	(4,373,712)
Increase in trade and other payables	57,921,616	8,004,586
Net cash generated from operations	76,391,936	43,631,792

15 Related Party Transactions

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

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

16 Events after the reporting period

There were no events which could have materially impacted on the affairs of the company within the reporting period which have not been adequately disclosed in the unaudited condensed results for the period ended 31st December, 2023.

17 Securities Dealing Policy

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

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