



DANGOTE CEMENT PLC

**CONDENSED CONSOLIDATED AND SEPARATE
INTERIM FINANCIAL STATEMENTS**

30 SEPTEMBER 2013

DANGOTE CEMENT PLC

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

	Notes	Group				
		3 months ended 30/09/13	9 months ended 30/09/13	3 months ended 30/09/12	9 months ended 30/09/12	Year ended 31/12/12
		N'000	N'000	N'000	N'000	N'000
Revenue	3	90,520,916	288,984,213	69,997,262	224,492,426	298,454,068
Cost of sales	5	(33,274,002)	(99,600,846)	(26,085,005)	(88,684,572)	(118,304,340)
Gross profit		57,246,914	189,383,367	43,912,257	135,807,854	180,149,728
Administrative expenses	6	(6,947,770)	(15,885,361)	(2,365,771)	(10,853,116)	(22,953,374)
Selling and distribution expenses	7	(4,733,928)	(17,670,097)	(3,089,275)	(10,550,964)	(15,104,982)
Other income	8	232,618	1,060,060	123,038	604,057	4,400,440
Profit from operating activities		45,797,834	156,887,969	38,580,249	115,007,831	146,491,812
Finance income	9	998,664	3,959,050	424,127	1,064,994	2,414,734
Finance costs	9	(2,751,995)	(9,121,559)	(3,389,581)	(9,640,558)	(13,258,957)
Profit before tax		44,044,503	151,725,460	35,614,795	106,432,267	135,647,589
Income tax expense	11.1	4,402,857	4,402,857	626,154	626,154	16,285,624
Profit for the period		48,447,360	156,128,317	36,240,949	107,058,421	151,933,213
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		809,759	(1,222,390)	(1,360,740)	(1,306,027)	(2,037,809)
Defined benefit plan actuarial gains (losses)		-	-	(68,084)	(204,252)	(272,336)
Other comprehensive income for the period, net of income tax		809,759	(1,222,390)	(1,428,824)	(1,510,279)	(2,310,145)
Total comprehensive income for the period		49,257,119	154,905,927	34,812,125	105,548,142	149,623,068
Profit for the period attributable to:						
Owners of the Company		48,667,388	156,530,496	36,098,860	107,116,868	152,020,690
Non-controlling interests		(220,028)	(402,179)	142,089	(58,447)	(87,477)
		48,447,360	156,128,317	36,240,949	107,058,421	151,933,213
Total comprehensive income for the period attributable to:						
Owners of the Company		49,371,668	155,929,407	34,972,415	105,921,755	150,304,492
Non-controlling interests		(114,549)	(1,023,480)	(160,290)	(373,613)	(681,424)
		49,257,119	154,905,927	34,812,125	105,548,142	149,623,068
Earnings per share, basic and diluted (Naira)	10	2.86	9.19	2.12	6.29	8.92

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

		Company				
	Notes	3 months ended 30/09/13	9 months ended 30/09/13	3 months ended 30/09/12	9 months ended 30/09/12	Year ended 31/12/12
		N'000	N'000	N'000	N'000	N'000
Revenue	3	86,515,945	277,286,676	66,660,923	214,407,490	285,635,278
Cost of sales	5	(29,381,501)	(88,493,143)	(22,985,455)	(79,312,486)	(106,326,020)
Gross profit		57,134,444	188,793,533	43,675,468	135,095,004	179,309,258
Administrative expenses	6	(4,931,609)	(12,783,197)	(1,749,952)	(8,896,005)	(20,789,983)
Selling and distribution expenses	7	(4,603,527)	(17,391,105)	(3,016,583)	(10,466,340)	(14,789,012)
Other income	8	226,649	1,014,525	99,800	550,390	4,374,446
Profit from operating activities		47,825,957	159,633,756	39,008,733	116,283,049	148,104,709
Finance income	9	895,547	3,847,196	421,516	952,759	2,391,030
Finance costs	9	(2,534,664)	(8,771,609)	(3,283,539)	(9,449,712)	(12,407,023)
Profit before tax		46,186,840	154,709,343	36,146,710	107,786,096	138,088,716
Income tax expense	11.1	4,308,192	4,308,192	-	-	14,836,382
Profit for the period		50,495,032	159,017,535	36,146,710	107,786,096	152,925,098
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		-	-	-	-	-
Defined benefit plan actuarial gains (losses)		-	-	(68,084)	(204,252)	(272,336)
Other comprehensive income for the period, net of income tax			-	(68,084)	(204,252)	(272,336)
Total comprehensive income for the period		50,495,032	159,017,535	36,078,626	107,581,844	152,652,762
Profit for the period attributable to:						
Owners of the Company		50,495,032	159,017,535	36,146,710	107,786,096	152,925,098
Non-controlling interests		-	-	-	-	-
		50,495,032	159,017,535	36,146,710	107,786,096	152,925,098
Total comprehensive income for the period attributable to:						
Owners of the Company		50,495,032	159,017,535	36,078,626	107,581,844	152,652,762
Non-controlling interests			-		-	-
		50,495,032	159,017,535	36,078,626	107,581,844	152,652,762
Earnings per share, basic and diluted (Naira)	10	2.71	9.08	2.12	6.33	8.98

Dangote Cement Plc
Condensed consolidated and separate statement of financial position
At 30 September 2013

		Group		Company	
	Notes	As at 30/09/13	As at 31/12/12	As at 30/09/13	As at 31/12/12
		N'000	N'000	N'000	N'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	542,832,355	478,091,578	411,677,280	377,864,231
Intangible assets	13	2,300,195	1,726,734	719,749	848
Investments	14	389	-	25,097,306	25,096,917
Deferred tax assets	11.3	29,192,842	24,937,023	27,880,747	23,572,556
Prepayments	15	62,605,494	45,015,692	18,912,719	21,062,209
Total non-current assets		636,931,275	549,771,027	484,287,801	447,596,761
Current assets					
Inventories	16	34,417,246	32,477,938	31,304,459	30,853,539
Trade and other receivables	17	11,125,138	15,776,077	8,686,997	4,990,785
Due from related companies	24	5,843,648	4,121,465	139,381,275	90,047,435
Prepayments	15	25,173,891	27,094,397	24,460,625	24,279,076
Cash and cash equivalents	23	69,150,235	44,425,319	64,270,654	41,698,513
Total current assets		145,710,158	123,895,196	268,104,010	191,869,348
TOTAL ASSETS		782,641,433	673,666,223	752,391,811	639,466,109
EQUITY & LIABILITIES					
Equity					
Share capital	18	8,520,254	8,520,254	8,520,254	8,520,254
Share premium	18	42,430,000	42,430,000	42,430,000	42,430,000
Capital contribution		2,876,642	2,876,642	2,828,497	2,828,497
Currency translation reserve		(2,044,951)	(1,443,862)	-	-
Employee benefit reserve		(746,282)	(746,282)	(746,282)	(746,282)
Retained Earnings		466,539,646	361,130,672	482,470,138	374,574,125
Equity attributable to owners of the Company		517,575,309	412,767,424	535,502,607	427,606,594
Non-controlling interest		6,210,987	7,234,467	-	-
Total equity		523,786,296	420,001,891	535,502,607	427,606,594
NON CURRENT LIABILITIES					
Deferred tax liabilities	11.4	461,731	530,227	-	-
Borrowings	20	128,680,448	112,462,464	98,423,647	83,050,601
Provisions for liabilities and other charges	22	850,850	487,310	195,536	274,782
Retirement benefits obligation		2,283,104	1,743,676	2,279,116	1,743,676
Deferred revenue	21	2,410,238	2,410,391	2,410,238	2,410,238
Total non-current liabilities		134,686,371	117,634,068	103,308,537	87,479,297
Current liabilities					
Bank overdraft	23	787,549	1,262,966	-	-
Trade and other payables	19	81,102,830	63,171,933	71,304,865	54,110,567
Current income tax payable	11.2	825,706	2,504,925	823,122	2,504,925
Deferred revenue	21	140,716	602,101	140,716	602,101
Borrowings	20	29,023,832	50,433,729	29,023,831	50,433,729
Due to related parties	24	12,288,133	18,054,610	12,288,133	16,728,896
Total current liabilities		124,168,766	136,030,264	113,580,667	124,380,218
TOTAL EQUITY AND LIABILITIES		782,641,433	673,666,223	752,391,811	639,466,109

Dangote Cement Plc

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

	Share capital N'000	Share premium N'000	Retained Earnings N'000	Employee Benefit reserve N'000	Currency translation reserve N'000	Capital Contribution N'000	Attributable to the owners of the parent N'000	Non - controlling interests N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	361,130,672	(746,282)	(1,443,862)	2,876,642	412,767,424	7,234,467	420,001,891
Profit for the period	-	-	156,530,496	-	-	-	156,530,496	(402,179)	156,128,317
Other comprehensive income for the period, net of income tax	-	-	-	-	(601,089)	-	(601,089)	(621,301)	(1,222,390)
Total comprehensive income for the period	-	-	156,530,496	-	(601,089)	-	155,929,408	(1,023,480)	154,905,927
Payment of dividends			(51,121,522)				(51,121,522)		(51,121,522)
Balance at 30th September 2013	8,520,254	42,430,000	466,539,646	(746,282)	(2,044,951)	2,876,642	517,575,310	6,210,987	523,786,296
Balance at 1 January 2012	7,745,685	42,430,000	229,245,843	(473,946)	-	2,876,643	281,824,225	8,546,661	290,370,886
Profit for the period			107,116,867				107,116,867	(58,447)	107,058,420
Other comprehensive income for the period, net of income tax				(204,252)	(990,861)		(1,195,113)	(315,166)	(1,510,279)
Total comprehensive income for the period	-	-	107,116,867	(204,252)	(990,861)	-	105,921,754	(373,613)	105,548,140
Capital Restructuring Effect			2,922	-			2,922	(630,769)	(627,847)
Bonus shares	774,569		(774,569)	-			-		-
Payment of dividends			(19,364,215)	-			(19,364,215)		(19,364,215)
Balance at 30 September 2012	8,520,254	42,430,000	316,226,848	(678,198)	(990,861)	2,876,643	368,384,686	7,542,278	375,926,964

Dangote Cement Plc

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

	Share capital N'000	Share premium N'000	Capital contribution N'000	Retained earnings N'000	Employee benefit reserve N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	2,828,497	374,574,125	(746,282)	427,606,594
Profit for the period				159,017,535		159,017,535
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	159,017,535	-	159,017,535
Payment of dividends	-	-	-	(51,121,522)	-	(51,121,522)
Balance at 30 September 2013	<u>8,520,254</u>	<u>42,430,000</u>	<u>2,828,497</u>	<u>482,470,138</u>	<u>(746,282)</u>	<u>535,502,607</u>
Balance at 1 January 2012	7,745,685	42,430,000	2,828,497	241,787,810	(473,946)	294,318,046
Profit for the year				107,786,095		107,786,095
Other comprehensive income for the period, net of income tax					(204,252)	(204,252)
Total comprehensive income for the period	-	-	-	107,786,095	(204,252)	107,581,843
Bonus share	774,569			(774,569)		-
Payment of dividends				(19,364,214)		(19,364,214)
Balance at 30 September 2012	<u>8,520,254</u>	<u>42,430,000</u>	<u>2,828,497</u>	<u>329,435,122</u>	<u>(678,198)</u>	<u>382,535,675</u>

Dangote Cement Plc
Condensed consolidated and separate statement of cash flows
At 30 September 2013

	9 months ended 30/09/13 N'000	Group 9 months ended 30/09/12 N'000	Year ended 31/12/12 N'000	9 months ended 30/09/13 N'000	Company 9 months ended 30/09/12 N'000	Year ended 31/12/12 N'000
Cash flows from operating activities						
Profit before tax	151,725,460	106,432,267	135,647,589	154,709,343	107,786,095	138,088,716
Adjustments for:						
Depreciation	24,090,082	21,076,744	27,593,659	23,179,111	20,073,090	27,267,634
Write off of property plant and equipment	(4,983)	-	399,202	15,303	-	397,436
Amortisation of intangible assets	99,333	15,455	27,140	89,438	7,520	7,801
Impairment loss on investment and receivables from related parties	-	-	2,026,828	-	-	2,026,828
Finance cost	9,643,030	8,637,558	12,425,621	8,668,708	8,633,647	12,210,419
Interest income	(3,842,941)	(1,064,994)	(2,213,027)	(3,731,087)	(952,759)	(2,189,323)
Amortisation of deferred revenue	(461,538)	(379,380)	(558,636)	(461,385)	(379,380)	(541,277)
Provision for restoration	363,540	(133,420)	20,417	(79,246)	44,345	132,959
Provisions for employee benefits	541,728	174,754	616,505	537,740	452,652	616,505
Loss/(Gain) on disposal of property, plant and equipment	2,508	-	-	2,477	-	-
Amortisation of long term prepayment - gas pipeline	-	4,283,001	4,283,001	-	4,283,001	4,283,001
	<u>182,156,219</u>	<u>139,041,986</u>	<u>180,268,299</u>	<u>182,930,402</u>	<u>139,948,211</u>	<u>182,300,699</u>
Changes in working capital:						
Change in inventory	(1,939,309)	(16,108,462)	(12,829,351)	(450,920)	(15,149,598)	(12,117,341)
Change in trade and other receivables	6,571,446	(34,205,468)	(15,982,272)	(1,728,271)	(29,071,613)	(17,599,991)
Change in due from related parties	270,422	(2,985,096)	(323,793)	(48,094,730)	(26,418,251)	(17,740,166)
Change in due to related parties	(2,522,645)	(4,773,131)	(12,626,835)	(452,151)	(3,320,413)	(13,727,132)
Change in trade and other payables	17,930,897	48,463,615	17,097,699	17,194,298	44,783,570	12,909,466
Gratuity Paid	(2,300)	(87,856)	(517,677)	(2,300)	(365,753)	(517,677)
Income tax paid	(1,681,803)	(2,184,606)	(2,538,919)	(1,681,803)	(2,174,931)	(2,558,679)
<i>Net cash generated from operating activities</i>	<u>200,782,926</u>	<u>127,160,981</u>	<u>152,547,151</u>	<u>147,714,524</u>	<u>108,231,221</u>	<u>130,949,179</u>
Investing activities						
Interest received	3,741,800	1,190,658	2,213,027	3,629,946	1,077,759	2,189,323
Additions to intangible assets	(270,701)	-	(64,978)	(808,339)	-	-
Acquisition of property, plant and equipment, investment and advance to contractors	(111,011,440)	(85,692,422)	(129,068,608)	(56,894,667)	(64,251,730)	(76,043,345)
Proceeds from disposal of property, plant and equipment	11,323	-	10,902,824	11,248	-	10,902,824
<i>Net cash provided by investing activities</i>	<u>(107,529,019)</u>	<u>(84,501,764)</u>	<u>(116,017,735)</u>	<u>(54,061,813)</u>	<u>(63,173,971)</u>	<u>(62,951,198)</u>
Financing activities						
Interest paid	(7,960,423)	(15,797,341)	(12,072,027)	(7,831,040)	(15,712,341)	(11,856,826)
Dividend paid	(51,121,522)	(19,364,214)	(19,364,214)	(51,121,522)	(19,364,214)	(19,364,214)
Loans obtained	13,841,038	39,000,545	59,911,863	13,841,038	39,000,545	30,500,000
Loans repaid	(25,969,048)	(39,597,658)	(39,180,384)	(25,969,048)	(39,597,658)	(39,180,388)
<i>Net cash provided by financing activities</i>	<u>(71,209,955)</u>	<u>(35,758,668)</u>	<u>(10,704,762)</u>	<u>(71,080,571)</u>	<u>(35,673,668)</u>	<u>(39,901,428)</u>
(Decrease)/increase in cash and cash equivalent	22,043,953	6,900,548	25,824,654	22,572,141	9,383,581	28,096,553
Effects of exchange rate changes on the none monetary assets held in foreign currencies	3,156,380	(1,365,660)	(980,921)			
Cash and cash equivalents at beginning of year	43,162,353	18,318,620	18,318,620	41,698,513	13,601,960	13,601,960
Cash and cash equivalents at end of year	<u>68,362,686</u>	<u>23,853,508</u>	<u>43,162,353</u>	<u>64,270,654</u>	<u>22,985,540</u>	<u>41,698,513</u>