



DANGOTE CEMENT PLC
CONSOLIDATED AND SEPARATE
FINANCIAL STATEMENTS
31 DECEMBER 2013

DANGOTE CEMENT PLC

CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	Group		Company	
		Year ended 31/12/13 N'000	Year ended 31/12/12 N'000	Year ended 31/12/13 N'000	Year ended 31/12/12 N'000
Revenue	5	386,177,220	298,454,068	371,551,567	285,635,278
Cost of sales	7	(142,517,068)	(118,304,340)	(127,937,269)	(106,326,020)
Gross profit		243,660,152	180,149,728	243,614,298	179,309,258
Administration expenses	8	(25,993,138)	(22,953,374)	(20,079,595)	(20,789,983)
Selling and distribution expenses	9	(23,509,086)	(15,104,982)	(23,182,545)	(14,789,012)
Other income	11	1,724,477	4,400,440	727,519	4,374,446
Profit from operating activities		195,882,405	146,491,812	201,079,677	148,104,709
Finance income	10	8,596,499	2,414,734	10,380,078	2,391,030
Finance costs	10	(13,717,542)	(13,258,957)	(11,448,932)	(12,407,023)
Profit before tax		190,761,362	135,647,589	200,010,823	138,088,716
Income tax credit	14	10,436,726	9,376,645	10,251,931	7,927,403
Profit for the year	**	201,198,088	145,024,234	210,262,754	146,016,119
Other comprehensive income, net of income tax:					
Items that may be reclassified subsequently to profit or loss:					
Currency translation differences		(4,800,187)	(2,037,809)	-	-
Items that will not be reclassified to profit or loss:					
Defined benefit plan actuarial gains/(losses)	27	280,490	(272,336)	280,490	(272,336)
Other comprehensive income for the year, net of income tax		(4,519,697)	(2,310,145)	280,490	(272,336)
Total comprehensive income for the year	**	196,678,391	142,714,089	210,543,244	145,743,783
Profit for the year attributable to:					
Owners of the Company	**	201,912,292	145,111,711	210,262,754	146,016,119
Non-Controlling interests		(714,204)	(87,477)	-	-
	**	201,198,088	145,024,234	210,262,754	146,016,119
Total comprehensive income for the year attributable to:					
Owners of the Company	**	198,883,948	143,395,513	210,543,244	145,743,783
Non-Controlling interests		(2,205,557)	(681,424)	-	-
	**	196,678,391	142,714,089	210,543,244	145,743,783
Earnings per share, basic and diluted (Naira)	13	11.85	8.52	12.34	8.57

** represents prior year figures restated during the reporting year due to changes in deferred tax. (see Note 14)

The accompanying notes are an integral part of these consolidated and separate financial statements.

DANGOTE CEMENT PLC

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

			Group			Company	
		31/12/13	31/12/12	01/01/2012	31/12/13	31/12/12	01/01/2012
	Note	N'000	N'000	N'000	N'000	N'000	N'000
ASSETS							
Non-current assets							
Property, plant and equipment	15	581,465,116	478,091,577	397,711,068	452,046,889	377,864,231	348,844,271
Intangible assets	16	2,306,170	1,726,734	1,797,127	672,190	848	8,650
Investments	17	389	-	50	25,207,676	25,096,917	27,622,401
Deferred tax asset	14	19,635,374	9,471,533	-	18,359,111	8,107,066	-
Prepayments and other assets	18	91,715,470	45,015,692	52,395,768	23,950,013	21,062,209	25,650,934
Receivables from subsidiaries	29	-	-	-	164,524,881	85,925,971	70,227,221
Total non-current assets	**	695,122,519	534,305,536	451,904,013	684,760,760	518,057,242	472,353,477
Current assets							
Inventories	19	27,667,288	32,477,938	14,350,529	23,576,746	30,853,539	13,438,142
Trade and other receivables	20	10,266,053	15,776,078	18,530,318	7,898,802	4,990,785	3,394,812
Due from related parties	29	2,632,216	4,121,465	6,044,944	2,246,118	4,121,464	4,327,317
Prepayments and other assets	18	37,013,616	27,094,397	4,868,396	34,552,454	24,279,076	4,811,904
Cash and cash equivalents	30	70,501,583	44,425,319	22,836,467	67,442,862	41,698,513	17,771,523
Total current assets	**	148,080,756	123,895,197	66,630,654	135,716,982	105,943,377	43,743,698
TOTAL ASSETS	**	843,203,275	658,200,733	518,534,667	820,477,742	624,000,619	516,097,175
EQUITY & LIABILITIES							
Equity							
Share capital	21	8,520,254	8,520,254	7,745,685	8,520,254	8,520,254	7,745,685
Share premium	21	42,430,000	42,430,000	42,430,000	42,430,000	42,430,000	42,430,000
Capital contribution	24c	2,876,642	2,876,642	2,876,642	2,828,497	2,828,497	2,828,497
Currency translation reserve		(4,752,664)	(1,443,862)	-	-	-	-
Employee benefit reserve		(465,792)	(746,282)	(473,946)	(465,792)	(746,282)	(473,946)
Retained earnings	**	496,455,952	345,665,182	220,689,333	518,249,867	359,108,635	233,231,299
Equity attributable to owners of the company	**	545,064,392	397,301,934	273,267,714	571,562,826	412,141,104	285,761,535
Non-controlling interest		5,028,878	7,234,467	8,546,661	-	-	-
Total equity	**	550,093,270	404,536,401	281,814,375	571,562,826	412,141,104	285,761,535
Non-current liabilities							
Deferred tax liabilities	14	507,074	530,227	1,196,797	-	-	607,765
Borrowings	24	124,850,394	112,462,464	116,766,429	95,079,111	83,050,601	116,766,429
Provisions for liabilities and other charges	26	376,665	487,310	466,893	233,856	274,782	141,823
Retirement benefits obligation	27	1,962,640	1,743,676	1,372,514	1,962,640	1,743,676	1,372,514
Deferred revenue	25	1,868,501	2,410,391	1,090,176	1,868,501	2,410,238	1,090,176
Total non current liabilities	**	129,565,274	117,634,068	120,892,809	99,144,108	87,479,297	119,978,707
Current liabilities							
Bank overdraft	30	855,690	1,262,966	4,517,847	-	-	4,169,563
Trade and other payables	23	82,215,494	63,171,933	46,378,849	73,289,339	54,110,567	41,505,720
Current income tax payable	14	565,897	2,504,925	4,282,385	565,737	2,504,925	4,276,176
Deferred revenue	25	541,736	602,101	257,720	541,736	602,101	240,207
Borrowings	24	55,433,696	50,433,729	30,445,466	55,431,396	50,433,729	30,445,466
Due to related parties	29	23,932,218	18,054,610	29,945,216	19,942,600	16,728,896	29,719,801
		163,544,731	136,030,264	115,827,483	149,770,808	124,380,218	110,356,933
TOTAL EQUITY AND LIABILITIES	**	843,203,275	658,200,733	518,534,667	820,477,742	624,000,619	516,097,175

** represents prior year balances restated during the reporting year due to changes in deferred tax and reclassification of receivables from subsidiaries under non-current assets. (see Notes 14 & 29)

DANGOTE CEMENT PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 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 equity N'000 **
Balance as at January 1, 2012 (as previously reported)	7,745,685	42,430,000	229,245,844	(473,946)	-	2,876,642	281,824,225	8,546,661	290,370,886
Adjustment (Note 14.4)	-	-	(8,556,511)	-	-	-	(8,556,511)	-	(8,556,511)
Balance as at January 1, 2012 (Restated)	7,745,685	42,430,000	220,689,333	(473,946)	-	2,876,642	273,267,714	8,546,661	281,814,375
Profit for the year (as previously reported)	-	-	152,020,690	-	-	-	152,020,690	(87,477)	151,933,213
Adjustment (Note 14.4)	-	-	(6,908,979)	-	-	-	(6,908,979)	-	(6,908,979)
Profit for the year (Restated)	-	-	145,111,711	-	-	-	145,111,711	(87,477)	145,024,234
Other comprehensive income for the year, net of income tax	-	-	-	(272,336)	(1,443,862)	-	(1,716,198)	(593,947)	(2,310,145)
Total comprehensive Income for the year	-	-	145,111,711	(272,336)	(1,443,862)	-	143,395,513	(681,424)	142,714,089
Effect of acquisition of subsidiaries under common control	-	-	2,921	-	-	-	2,921	(630,770)	(627,849)
Bonus shares	774,569	-	(774,569)	-	-	-	-	-	-
Dividends paid	-	-	(19,364,214)	-	-	-	(19,364,214)	-	(19,364,214)
Balance as at 1 January 2013	8,520,254	42,430,000	345,665,182	(746,282)	(1,443,862)	2,876,642	397,301,934	7,234,467	404,536,401
Profit for the year	-	-	201,912,292	-	-	-	201,912,292	(714,204)	201,198,088
Other comprehensive income for the year, net of income tax	-	-	-	280,490	(3,308,802)	-	(3,028,312)	(1,491,385)	(4,519,697)
Total comprehensive Income for the year	-	-	201,912,292	280,490	(3,308,802)	-	198,883,980	(2,205,589)	196,678,391
Dividends paid	-	-	(51,121,522)	-	-	-	(51,121,522)	-	(51,121,522)
Balance as at December 31, 2013	8,520,254	42,430,000	496,455,952	(465,792)	(4,752,664)	2,876,642	545,064,392	5,028,878	550,093,270

** represents prior year figures restated during the reporting year due to changes in deferred tax.

The accompanying notes on pages 39 to 95 form an integral part of these consolidated and separate financial statements.

DANGOTE CEMENT PLC

SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2013

	Share capital N'000	Share premium N'000	Capital Contribution N'000	Retained earnings N'000 **	Employee benefit reserve N'000	Total equity N'000 **
Balance as at January 1, 2012 (as previously reported)	7,745,685	42,430,000	2,828,497	241,787,810	(473,946)	294,318,046
Adjustment (Note 14.4)	-	-	-	(8,556,511)	-	(8,556,511)
Balance as at January 1, 2012 (Restated)	7,745,685	42,430,000	2,828,497	233,231,299	(473,946)	285,761,535
Profit for the year (as previously reported)	-	-	-	152,925,098	-	152,925,098
Adjustment (Note 14.4)	-	-	-	(6,908,979)	-	(6,908,979)
Balance as at January 1, 2012 (Restated)	-	-	-	146,016,119	-	146,016,119
Other comprehensive income for the year, net of income tax	-	-	-	-	(272,336)	(272,336)
Total comprehensive income for the year	-	-	-	146,016,119	(272,336)	145,743,783
Bonus Shares	774,569	-	-	(774,569)	-	-
Payment of dividends	-	-	-	(19,364,214)	-	(19,364,214)
Balance as at December 31, 2012	8,520,254	42,430,000	2,828,497	359,108,635	(746,282)	412,141,104
Profit for the year				210,262,754		210,262,754
Other comprehensive income for the year, net of income tax	-	-	-	-	280,490	280,490
Total comprehensive income for the year	-	-	-	210,262,754	280,490	210,543,244
Dividends paid	-	-	-	(51,121,522)	-	(51,121,522)
Balance as at December 31, 2013	8,520,254	42,430,000	2,828,497	518,249,867	(465,792)	571,562,826

** represents prior year figures restated during the reporting year due to changes in deferred tax.

The accompanying notes on pages 39 to 95 form an integral part of these consolidated and separate financial statements.

DANGOTE CEMENT PLC

CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	Group		Company	
		Year ended 31/12/13 N'000	Year ended 31/12/12 N'000	Year ended 31/12/13 N'000	Year ended 31/12/12 N'000
Cash flows from operating activities					
Profit before tax		190,761,362	135,647,589	200,010,823	138,088,716
Changes in working capital					
Adjustments for:					
Depreciation		33,556,172	27,593,659	32,028,158	27,267,634
Write off of property, plant and equipment		40,909	399,202	28,492	397,436
Amortisation of intangible assets		149,335	27,140	136,997	7,801
Impairment loss on investment and receivables from related parties		-	2,026,828	-	2,026,828
Finance cost		12,351,894	12,425,621	11,094,895	12,210,419
Interest income		(5,630,349)	(2,213,027)	(10,380,078)	(2,189,323)
Amortisation of deferred revenue		(602,255)	(558,636)	(602,101)	(541,277)
Provision for restoration		(110,645)	20,417	(40,926)	132,959
Provisions for employee benefits		1,128,660	616,505	1,128,660	616,505
Gain on disposal of property, plant and equipment		(103,264)	-	(85,450)	-
Amortisation of long term prepayment - gas pipeline		-	4,283,001	-	4,283,001
		231,541,819	180,268,299	233,319,470	182,300,699
Changes in working capital:					
Change in inventory		4,810,651	(12,829,351)	7,276,792	(12,117,341)
Change in trade and other receivables	**	23,063,013	(23,362,348)	14,290,812	(22,188,716)
Change in due from related parties	**	1,489,249	(323,793)	1,875,346	(2,041,415)
Change in due to related parties		5,877,608	(12,626,835)	3,213,703	(13,727,132)
Change in trade and other payables		17,520,888	17,097,699	18,546,111	12,909,466
Gratuity paid		(629,206)	(517,677)	(629,206)	(517,677)
Income tax paid		(1,935,748)	(2,538,919)	(1,939,301)	(2,558,679)
Net cash generated from operating activities	**	281,738,274	145,167,075	275,953,727	142,059,205
Investing activities					
Interest received		5,630,349	2,213,027	5,450,373	2,189,323
Additions to intangible assets		(442,212)	(64,978)	(222,590)	-
Acquisition of property, plant and equipment		(139,966,242)	(129,068,608)	(99,116,814)	(76,043,345)
Proceeds from disposal of property, plant and equipment		11,248	10,902,824	11,248	10,902,824
Acquisition of investment		(389)	-	(389)	-
Changes in non-current prepayment	**	(40,799,285)	7,380,076	(2,887,804)	4,588,725
Increase in long term receivables from subsidiaries	**	-	-	(71,853,488)	(15,698,751)
Net cash used in investing activities	**	(175,566,531)	(108,637,659)	(168,619,464)	(74,061,224)
Financing activities					
Interest paid		(12,019,482)	(12,072,027)	(11,762,862)	(11,856,826)
Dividend paid		(51,121,522)	(19,364,214)	(51,121,522)	(19,364,214)
Loans obtained		21,403,960	59,911,863	15,919,867	30,500,000
Loans repaid		(34,625,397)	(39,180,384)	(34,625,397)	(39,180,388)
Net cash used in financing activities		(76,362,441)	(10,704,762)	(81,589,914)	(39,901,428)
Increase in cash and cash equivalent		29,809,302	25,824,654	25,744,349	28,096,553
Effects of exchange rate changes on the balance of cash held in foreign currencies		(3,325,762)	(980,921)	-	-
Cash and cash equivalents at beginning of year		43,162,353	18,318,620	41,698,513	13,601,960
Cash and cash equivalents at end of year	30.1	69,645,893	43,162,353	67,442,862	41,698,513

** represents prior year cash flows restated.

The accompanying notes on pages 39 to 95 form an integral part of these consolidated and separate financial statements.