

FORTE OIL PLC

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTH ENDED 30 JUNE 2014

	Jun-14 N'000	Jun-13 N'000	% Change N'000
Revenue	79,606,796	59,960,213	33%
Cost of Sales	(70,606,889)	(54,225,634)	30%
Gross profit	8,999,907	5,734,579	57%
Other Income	745,676	801,006	-7%
Distribution expenses	(1,461,308)	(1,585,374)	-8%
Administrative Expenses	(3,754,596)	(2,966,732)	27%
Operating profit	4,529,679	1,983,479	128%
Net finance (cost)/income	(337,984)	(319,720)	6%
Profit before income tax	4,191,695	1,663,759	152%
Income tax	(1,057,484)	(271,934)	289%
Profit/Loss After Tax	3,134,211	1,391,825	125%
Other Comprehensive Income:			
Foreign exchange translation loss	(28,995)	(14,151)	105%
Defined benefit plan actuarial loss	(1,682)	-	100%
Total other comprehensive loss net of taxes	(30,677)	(14,151)	117%
Total comprehensive income for the year	3,103,534	1,377,674	125%
Total comprehensive income attributable to:			
Owners of the Company	2,031,645	1,377,674	47%
Non controlling interests	1,071,889	-	100%
	3,103,534	1,377,674	125%
Earnings per share			
Basic earnings per share in (N)	1.91	1.29	48%

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INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2014

	Jun-14 N'000	Dec-13 N'000	
Non-current assets			
Property, plant and equipment	51,412,055	51,843,552	-1%
Investment property	1,978,227	2,021,526	-2%
Intangible assets	538,380	606,913	-11%
Deposit for investment	91,247	-	100%
Deferred tax assets	573,652	920,949	-38%
Total non current assets	54,593,561	55,392,940	-1%
Current asset			
Inventories	11,552,442	10,583,317	9%
Trade and other receivables	41,922,666	31,485,663	33%
Other assets	540,489	426,462	27%
Cash and bank balances	12,751,892	6,789,618	88%
Total Current Assets	66,767,489	49,285,060	35%
Total assets	121,361,050	104,678,000	16%
Equity			
Share capital	539,368	539,368	0%
Share premium	6,947,887	6,947,887	0%
Other Reserves	(200,759)	(170,082)	18%
Retained earnings	3,641,021	5,726,144	-36%
Total equity attributable to owners of the company	10,927,517	13,043,317	-16%
Non controlling interests	30,912,084	29,305,990	5%
Total equity	41,839,601	42,349,307	-1%
Liabilities			
Non-current liabilities			
Long term employee benefits	15,198	9,604	58%
Deferred tax liabilities	82,373	86,332	-5%
Loans and borrowings	11,335,663	14,901,078	-24%
Non-current trade and other payables	660,594	680,711	-3%
Total non-current liabilities	12,093,828	15,677,725	-23%
Current liabilities			
Loans and borrowings	5,864,708	4,983,659	18%
Bank Overdraft	14,680,186	4,906,018	199%
Current tax liabilities	937,024	570,523	64%
Trade and other payables	45,945,703	36,190,768	27%
Total current liabilities	67,427,621	46,650,968	45%
Total liabilities	79,521,449	62,328,693	28%
Total equity and liabilities	121,361,050	104,678,000	16%

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INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2014

Group

	Share capital N'000	Share premium N'000	Foreign currency translation reserve N'000	Retained earnings N'000	Total N'000	Non - controlling interest N'000	Total equity N'000
Balance at 1 January 2014	539,368	6,947,887	(170,082)	5,726,144	13,043,317	29,305,990	42,349,307
Increase in non controlling interest during the period	-	-	-	-	-	534,206	534,206
Profit or loss	-	-	-	2,062,322	2,062,322	1,071,889	3,134,211
Foreign exchange translation gain/loss	-	-	(28,995)	-	(28,995)	-	(28,995)
Defined benefit plan actuarial loss	-	-	(1,682)	-	(1,682)	-	(1,682)
Amount attributable to equity holders	539,368	6,947,887	(200,759)	7,788,466	15,074,962	30,912,085	45,987,047
Transactions with owners, recorded directly in equity							
Dividend paid	-	-	-	(4,321,123)	(4,321,123)	-	(4,321,123)
Reversal of excess accrual for unclaimed dividends	-	-	-	173,677	173,677	-	173,677
Balance at 30 June 2014	539,368	6,947,887	(200,759)	3,641,020	10,927,516	30,912,085	41,839,601
Balance at 1 January 2013	539,368	62,292,576	(61,819)	(55,187,804)	7,582,321	-	7,582,321
Profit or loss	-	-	-	1,391,825	1,391,825	-	1,391,825
Foreign exchange translation loss	-	-	(14,151)	-	(14,151)	-	(14,151)
Total comprehensive income	539,368	62,292,576	(75,970)	(53,795,979)	8,959,995	-	8,959,995
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-
Cancelled unclaimed dividends on shares not paid for	-	-	-	271,441	271,441	-	271,441
Balance at 30 June 2013	539,368	62,292,576	(75,970)	(53,524,538)	9,231,436	-	9,231,436

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTH ENDED 30 JUNE 2014**

	Jun-14	Jun-13	% Change
	N'000	N'000	
Cash flows from operating activities			
Profit for the period	3,134,211	1,391,825	125%
Adjustment for:			
Depreciation of property, plant and equipment	915,683	310,442	195%
Property, plant and equipment written off	1,895	-	100%
Amortization of intangible asset	92,722	88,811	4%
Depreciation of investment property	43,299	46,445	-7%
Profit on disposal of property, plant and equipment	(2,503)	(460,200)	-99%
Impairment loss on property, plant and equipment	-	7,241	-100%
Finance income	(1,563,933)	(159,031)	883%
Interest expense	1,901,917	478,751	297%
Decrease in impairment allowance for trade receivables	(43,000)	-	100%
Current service cost	63,198	-	100%
Provision for employee benefit	-	(4,857)	-100%
Expected return on gratuity planned asset	(12,323)	-	-100%
Income tax expense	1,057,484	271,934	289%
Other non cash-items - translation losses	36,701	-	100%
	5,625,351	1,971,361	185%
Changes in:			
Inventories and consumables	(1,083,152)	(3,061,051)	-65%
Trade receivables and other receivables	(10,414,286)	(6,485,419)	61%
Trade and other payables	8,647,442	16,947,295	-49%
Non trade payables and other creditors	2,343,568	2,677,023	-12%
Employee benefits paid	(1,277)	-	-100%
Cash generated from operating activities	5,117,646	12,049,209	-58%
Income taxes paid	(1,436,132)	(228,233)	529%
Net cash from operating activities	3,681,514	11,820,976	-69%
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment	6,867	682,502	-99%
Acquisition of property, plant and equipment	(517,851)	(166,136)	212%
Acquisition of intangibles assets	(24,655)	-	-100%
Acquisition of investment properties	-	(6,529)	-100%
Acquisition of investment	-	(1,111,906)	-100%
Deposit for investment	(91,247)	-	-100%
Divestment from subsidiaries	534,206	-	100%
Long term employee benefit funded	(45,686)	(150,000)	-70%
Interest received	1,563,933	159,031	883%
Net cash from/(used in) investing activities	1,425,567	(593,038)	-340%
Cash flows from financing activities			
Dividend paid	(4,321,122)	-	-100%
Short term loans and borrowings	881,049	(445,819)	-298%
Long term loans and borrowings	(3,565,415)	-	-100%
Interest paid	(1,901,917)	(478,751)	297%
Net cash used in financing activities	(8,907,405)	(924,570)	863%

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS CONTINUED

Net (decrease)/increase in cash and cash equivalents	(3,800,324)	10,303,368	-137%
Cash and cash equivalents as at 1 January	1,883,600	(6,009,952)	-131%
Effect of exchange rate fluctuations	(11,570)	(14,151)	-18%
Cash and cash equivalents at the end on the period	(1,928,294)	4,279,265	-145%

CORPORATE ACTION

Proposed Bonus	Nil	Nil
Proposed Dividend	Nil	Nil
Closure Date	Nil	Nil
Date of Payment	Nil	Nil
AGM Date	Nil	Nil
AGM Venue	Nil	Nil