



DANGOTE CEMENT PLC

INTERIM FINANCIAL STATEMENTS

30 JUNE 2014

DANGOTE CEMENT PLC
30 June 2014

CONTENTS	PAGE
Condensed consolidated and separate statement of comprehensive income	i
Condensed consolidated and separate statement of financial position	ii
Condensed consolidated statement of changes in equity	iii - iv
Condensed consolidated statement of cash flows	v
Notes to the condensed consolidated financial statements	1 - 13

Dangote Cement Plc
Condensed consolidated and separate statement of profit or loss and other Comprehensive Income
For the period ended 30 June 2014

	Notes	3 months ended 30/06/14 N'000	6 months ended 30/06/14 N'000	Group 3 months ended 30/06/13 N'000	6 months ended 30/06/13 N'000	Year ended 31/12/13 N'000
Revenue	3	105,339,131	208,908,471	103,035,288	198,463,296	386,177,220
Cost of sales	5	(38,273,358)	(75,369,457)	(36,933,936)	(66,326,844)	(142,517,068)
Gross profit		67,065,773	133,539,014	66,101,352	132,136,452	243,660,152
Administrative expenses	6	(2,772,326)	(8,702,468)	(4,540,822)	(8,937,590)	(25,993,138)
Selling and distribution expenses	7	(7,285,675)	(14,789,942)	(6,533,858)	(12,936,169)	(23,509,086)
Other income	8	425,251	1,937,606	576,119	827,442	1,724,477
Profit from operating activities		57,433,023	111,984,210	55,602,791	111,090,135	195,882,405
Finance income	9	1,581,239	3,231,528	1,794,885	2,960,386	8,596,499
Finance costs	9	(4,959,092)	(8,146,164)	(3,400,637)	(6,369,563)	(13,717,542)
Profit before tax		54,055,170	107,069,574	53,997,039	107,680,958	190,761,362
Income tax credit/(expense)	11.1	(6,235,187)	(11,629,717)	(51,321)	-	10,436,726
Profit for the period		47,819,983	95,439,857	53,945,718	107,680,958	201,198,088
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		(1,297,327)	681,194	(1,185,906)	(2,032,149)	(4,800,187)
Defined benefit plan actuarial gains (losses)		-	-	21,278	21,278	280,490
Other comprehensive income for the period, net of income tax		(1,297,327)	681,194	(1,164,628)	(2,010,871)	(4,519,697)
Total comprehensive income for the period		46,522,656	96,121,051	52,781,090	105,670,087	196,678,391
Profit for the period attributable to:						
Owners of the Company		48,185,922	95,970,279	54,068,151	107,863,110	201,912,292
Non-controlling interests		(365,940)	(530,422)	(122,433)	(182,152)	(714,204)
		47,819,983	95,439,857	53,945,718	107,680,958	201,198,088
Total comprehensive income for the period attributable to:						
Owners of the Company		46,843,113	96,534,093	53,316,349	106,785,341	198,883,980
Non-controlling interests		(320,458)	(413,042)	(535,259)	(1,115,254)	(2,205,589)
		46,522,656	96,121,051	52,781,090	105,670,087	196,678,391
Earnings per share, basic and diluted (Naira)	10	2.83	5.63	5.63	6.33	11.85

Dangote Cement Plc
Condensed consolidated and separate statement of profit or loss and other Comprehensive Income
For the period ended 30 June 2014

	Notes	Company				
		3 months ended 30/06/14	6 months ended 30/06/14	3 months ended 30/06/13	6 months ended 30/06/13	Year ended 31/12/13
		N'000	N'000	N'000	N'000	N'000
Revenue	3	102,583,397	202,352,450	98,448,126	190,770,731	371,551,567
Cost of sales	5	(36,272,026)	(69,661,925)	(32,628,451)	(59,111,639)	(127,937,269)
Gross profit		66,311,371	132,690,525	65,819,675	131,659,092	243,614,298
Administrative expenses	6	(1,493,688)	(6,331,483)	(3,911,476)	(7,851,587)	(20,079,595)
Selling and distribution expenses	7	(6,757,075)	(14,176,434)	(6,464,458)	(12,787,576)	(23,182,545)
Other income	8	409,308	1,907,904	553,964	787,875	727,519
Profit from operating activities		58,469,916	114,090,512	55,997,705	111,807,804	201,079,677
Finance income	9	3,163,257	6,812,027	1,792,559	2,951,649	10,380,078
Finance costs	9	(3,488,101)	(6,734,979)	(3,349,574)	(6,236,944)	(11,448,932)
Profit before tax		58,145,072	114,167,560	54,440,691	108,522,510	200,010,823
Income tax credit/(expense)	11.1	(6,054,508)	(11,597,535)	-	-	10,251,931
Profit for the period		52,090,564	102,570,025	54,440,691	108,522,510	210,262,754
Other comprehensive income, net of income tax						
Items that may be reclassified subsequently to profit or loss						
Currency translation differences		-	-	-	-	280,490
Defined benefit plan actuarial gains (losses)		-	-	21,278	21,278	280,490
Other comprehensive income for the period, net of income tax		-	-	21,278	21,278	280,490
Total comprehensive income for the period		52,090,564	102,570,025	54,461,969	108,543,788	210,543,244
Profit for the period attributable to:						
Owners of the Company		52,090,564	102,570,025	54,440,691	108,522,510	210,262,754
Non-controlling interests		-	-	-	-	-
		52,090,564	102,570,025	54,440,691	108,522,510	210,262,754
Total comprehensive income for the period attributable to:						
Owners of the Company		52,090,564	102,570,025	54,461,969	108,543,788	210,543,244
Non-controlling interests		-	-	-	-	-
		52,090,564	102,570,025	54,461,969	108,543,788	210,543,244
Earnings per share, basic and diluted (Naira)	10	3.06	6.02	3.19	6.37	12.34

Dangote Cement Plc
Condensed consolidated and separate statement of financial position
At 30 June 2014

		Group		Company	
	Notes	As at 30/06/14 N'000	As at 31/12/13 N'000	As at 30/06/14 N'000	As at 31/12/13 N'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	675,529,900	581,465,116	508,838,002	452,046,889
Intangible assets	13	2,343,578	2,306,170	571,927	672,190
Investments	14	389	389	25,226,001	25,207,676
Deferred tax assets	11.3	9,365,772	19,635,374	8,084,030	18,359,111
Prepayments	15	90,333,127	91,715,470	13,677,565	23,950,013
Receivables from subsidiaries	24	-	-	216,163,804	164,524,881
Total non-current assets		777,572,766	695,122,519	772,561,329	684,760,760
Current assets					
Inventories	16	35,000,294	27,667,288	31,282,844	23,576,746
Trade and other receivables	17	8,436,424	10,266,053	3,785,658	7,898,802
Due from related companies	24	3,926,726	2,632,216	3,872,446	2,246,118
Prepayments	15	38,919,020	37,013,616	38,321,872	34,552,454
Cash and cash equivalents	23	36,203,294	70,501,583	30,933,677	67,442,862
Total current assets		122,485,758	148,080,756	108,196,497	135,716,982
TOTAL ASSETS		900,058,524	843,203,275	880,757,826	820,477,742
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 transalation reserve		(4,188,850)	(4,752,664)	-	-
Employee benefit reserve		(465,792)	(465,792)	(465,792)	(465,792)
Retained Earnings		473,142,679	496,455,952	501,536,340	518,249,867
Equity attributable to owners of the Company		522,314,933	545,064,392	554,849,299	571,562,826
Non-controlling interest		4,716,830	5,028,878	-	-
Total equity		527,031,763	550,093,270	554,849,299	571,562,826
NON CURRENT LIABILITIES					
Deferred tax liabilities	11.4	541,753	507,074	-	-
Borrowings	20	129,153,064	124,850,394	95,745,902	95,079,111
Provisions for liabilities and other charges	22	595,220	376,665	281,934	233,856
Retirement benefits obligation		2,429,285	1,962,640	2,429,285	1,962,640
Deferred revenue	21	1,868,501	1,868,501	1,868,501	1,868,501
Total non-current liabilities		134,587,823	129,565,274	100,325,622	99,144,108
Current liabilities					
Bank overdraft	23	2,304,384	855,690	-	-
Trade and other payables	19	118,259,469	82,215,494	107,711,446	73,289,339
Current income tax payable	11.2	1,662,253	565,897	1,662,253	565,737
Deferred revenue	21	265,386	541,736	265,386	541,736
Borrowings	20	104,767,922	55,433,696	104,764,296	55,431,396
Due to related parties	24	11,179,524	23,932,218	11,179,524	19,942,600
Total current liabilities		238,438,938	163,544,731	225,582,905	149,770,808
TOTAL EQUITY AND LIABILITIES		900,058,524	843,203,275	880,757,826	820,477,742

Dangote Cement Plc

Condensed consolidated statement of changes in equity

For the period ended 30 June 2014

	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
Effect of prior year error correction			763,883				763,883		763,883
Profit for the period			107,863,110				107,863,110	(182,152)	107,680,957
Other comprehensive income for the period, net of income tax				21,278	(1,099,047)		(1,077,769)	(933,102)	(2,010,871)
Total comprehensive income for the period	-	-	107,863,110	21,278	(1,099,047)	-	106,785,341	(1,115,254)	105,670,086
Bonus shares	-	-	-				-		
Payment of dividends	-	-	(51,121,522)				(51,121,522)	-	(51,121,522)
Balance at 30 June 2013	8,520,254	42,430,000	418,636,143	(725,004)	(2,542,909)	2,876,642	469,195,126	6,119,213	475,314,338
Balance at 1 January 2014	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
Profit for the period	-	-	95,970,279	-	-	-	95,970,279	(530,422)	95,439,857
Other comprehensive income for the period, net of income tax	-	-	-	-	563,814	-	563,814	117,380	681,194
Total comprehensive income for the period	-	-	95,970,279	-	563,814	-	96,534,093	(413,042)	96,121,051
Payment of dividends			(119,283,552)				(119,283,552)	-	(119,283,552)
Effect of additional acquisition in subsidiaries			-				-	100,994	100,994
Balance at 30 June 2014	8,520,254	42,430,000	473,142,679	(465,792)	(4,188,850)	2,876,642	522,314,933	4,716,830	527,031,763

Dangote Cement Plc

Condensed separate statement of changes in equity For the period ended 30 June 2014

	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
Effect of prior year error correction				763,883		763,883
Profit for the period				108,522,510		108,522,510
Other comprehensive income for the period, net of income tax	-	-	-	-	21,278	21,278
Total comprehensive income for the period	-	-	-	108,522,510	21,278.00	108,543,788
Bonus share	-			-	-	-
Payment of dividends			-	(51,121,522)		(51,121,522)
Balance at 30 June 2013	8,520,254	42,430,000	2,828,497	432,738,996	(725,004)	485,792,743
Balance at 1 January 2014	8,520,254	42,430,000	2,828,497	518,249,867	(465,792)	571,562,826
Profit for the period				102,570,025		102,570,025
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	102,570,025	-	102,570,025
Payment of dividends	-	-	-	(119,283,552)	-	(119,283,552)
Balance at 30 June 2014	8,520,254	42,430,000	2,828,497	501,536,340	(465,792)	554,849,299

Dangote Cement Plc
Condensed consolidated and separate statement of cash flows
For the period ended 30 June 2014

	Group			Company		
	Period ended 30/06/14	Period ended 30/06/13	Year ended 31/12/13	Period ended 30/06/14	Period ended 30/06/13	Year ended 31/12/13
	N'000	N'000	N'000	N'000	N'000	N'000
Cash flows from operating activities						
Profit before tax	107,069,574	107,680,958	190,761,362	114,167,560	108,522,510	200,010,823
Adjustments for:						
Depreciation and Amortization	17,342,618	16,226,212	33,705,507	16,717,807	16,060,753	32,165,155
Write off of property plant and equipment	1,700,878	357,370	40,909	1,519,235	340,330	28,492
Finance cost	7,359,253	6,369,563	12,351,894	6,711,361	6,528,437	11,094,895
Interest income	(2,663,242)	(2,960,386)	(5,630,349)	(6,812,027)	(2,951,649)	(10,380,078)
Amortisation of deferred revenue	(276,349)	(308,285)	(602,255)	(276,350)	(308,132)	(602,101)
Provision for restoration	218,555	507,338	(110,645)	48,078	(53,630)	(40,926)
Provisions for employee benefits	1,029,710	612,951	1,128,660	1,042,315	491,748	1,128,660
Gain on disposal of property, plant and equipment	-	-	(103,264)	(21,964)	-	(85,450)
	131,780,997	128,485,721	231,541,819	133,096,015	128,630,367	233,319,470
Changes in working capital:						
Change in inventory	(7,333,006)	(5,786,385)	4,810,651	(7,706,098)	(4,997,972)	7,276,792
Change in trade and other receivables	(75,774)	13,099,631	23,063,013	343,725	3,332,280	14,290,812
Change in due from related parties	(1,294,510)	(11,767,889)	1,489,249	(1,626,328)	(10,448,615)	1,875,346
Change in due to related parties	(12,503,368)	(2,771,975)	5,877,608	(8,361,188)	(1,612,858)	3,213,703
Change in trade and other payables	35,537,710	22,244,950	17,520,888	34,514,582	24,724,102	18,546,111
Gratuity and Pension paid	(563,065)	-	(629,206)	(563,065)	-	(629,206)
Income tax paid	(225,937)	(1,681,803)	(1,935,748)	(225,937)	(1,681,803)	(1,939,301)
Net cash generated from operating activities	145,323,047	141,822,250	281,738,274	149,471,706	137,945,500	275,953,727
Investing activities						
Additions to intangible assets	(288,667)	(832,242)	(442,212)	-	(808,339)	(222,590)
Acquisition of property, plant and equipment and investment	(119,274,865)	(83,078,529)	(139,966,242)	(75,329,779)	(30,319,460)	(99,116,814)
Proceeds from disposal of property, plant and equipment	-	-	11,248	-	-	11,248
Acquisition of investment	-	-	(389)	(8,030)	-	(389)
Changes in non-current prepayment	2,316,534	594,489	(40,799,285)	10,272,447	-	(2,887,804)
Increase in long term receivables from subsidiaries	-	-	-	(47,307,178)	(40,602,835)	(71,853,488)
Net cash provided by investing activities	(117,246,998)	(83,316,282)	(181,196,880)	(112,372,540)	(71,730,634)	(174,069,837)
Financing activities						
Interest received	2,663,242	2,960,386	5,630,349	2,480,283	2,951,649	5,450,373
Interest paid	(6,903,258)	(6,459,513)	(12,019,482)	(6,679,582)	(6,709,513)	(11,762,862)
Dividend paid	(119,283,552)	(51,121,522)	(51,121,522)	(119,283,552)	(51,121,522)	(51,121,522)
Loans obtained	84,730,497	11,931,540	21,403,960	82,037,529	8,765,018	15,919,867
Loans repaid	(32,163,029)	(17,312,698)	(34,625,397)	(32,163,029)	(17,312,698)	(34,625,397)
Net cash provided by financing activities	(70,956,100)	(60,001,807)	(70,732,092)	(73,608,351)	(63,427,066)	(76,139,541)
(Decrease)/increase in cash and cash equivalent	(42,880,051)	(1,495,839)	29,809,302	(36,509,185)	2,787,801	25,744,349
Effects of exchange rate changes on the none monetary assets held in foreign currencies	7,133,068	6,874,049	(3,325,762)	-	-	-
Cash and cash equivalents at beginning of year	69,645,893	43,162,353	43,162,353	67,442,862	41,698,513	41,698,513
Cash and cash equivalents at end of year	33,898,910	48,540,563	69,645,893	30,933,677	44,486,314	67,442,862