



**UNAUDITED CONSOLIDATED FINANCIAL
STATEMENTS FOR NINE MONTHS ENDED
SEPTEMBER 30, 2014**

Julius Berger Nigeria Plc
10 Shettima A. Munguno Crescent
Utako 900 108 | Abuja FCT
RC No. 6852



**UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR NINE MONTHS ENDED SEPTEMBER 30, 2014**

SUMMARY

	3rd Quarter	Year to date
	N'000	N'000
Turnover	<u>54,155,977</u>	<u>156,979,089</u>
Profit before tax	4,256,183	9,732,704
Taxation	<u>(1,517,158)</u>	<u>(4,087,736)</u>
Profit after tax	<u>2,739,025</u>	<u>5,644,968</u>

BY ORDER OF THE BOARD

MRS. CECILIA MADUEKE
COMPANY SECRETARY
October 15, 2014

For more information please visit www.julius-berger.com.



**UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR NINE MONTHS ENDED SEPTEMBER 30, 2014**

CONTENTS	PAGE
Unaudited consolidated statement of comprehensive income	1
Unaudited consolidated statement of financial position	2
Unaudited consolidated statement of changes in equity	3
Unaudited consolidated statement of cash flows	4
Selected footnote disclosures	5

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR NINE MONTHS ENDED SEPTEMBER 30, 2014

			AUDITED
			31/12/2013
		2014	2013
		3 months Jul - Sept	3 months Jul - Sept
		N'000	N'000
Revenue	Note	54,155,977	55,111,696
Cost of sales		(37,175,921)	(37,695,016)
Gross profit		16,980,056	17,416,680
Other gains and losses		98,822	(845,593)
Marketing expenses		17,078,878	16,571,087
Administrative expenses		(61,998)	(36,699)
<i>Operating profit</i>		<i>6,605,752</i>	<i>5,294,461</i>
Net financing income/(cost)	4	(2,349,569)	(911,994)
Profit before tax		4,256,183	4,382,467
Income tax expenses		(1,517,158)	(1,255,079)
Profit after taxation		2,739,025	3,127,388
Profit for the year		2,739,025	3,127,388
Other comprehensive Income for the year net of taxes			
Actuarial gains on retirement benefits		-	-
Exchange difference on translation of foreign operations		(104,356)	154,968
Total comprehensive income		2,634,669	3,282,356
Attributable to:			
Owners of the Company		2,516,691	3,151,062
Non-controlling interests		117,978	131,294
		2,634,669	3,282,356
Earnings per share (Naira)		2.10	2.63
Diluted earnings per share		2.10	2.63

The tax rate applied above is assumed based on the corporate tax rate of 30% payable by corporate entities in Nigeria on taxable profits under the Companies Income Tax Act, and 2% education tax based on the assessable profit of companies.

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2014
NON- CURRENT ASSETS

Property, plant and equipment
Goodwill
Other intangible assets
Investment property
Contract and trade receivables
Current tax receivable
Deferred tax assets

Notes
Total noncurrent assets
CURRENT ASSETS

Inventories
Contract and trade receivables
Current tax receivable
Other receivables & prepayments
Cash and bank balances
Non- current assets classified as held for sale

Total current assets
CURRENT LIABILITIES

Trade and other payables
Borrowings
Current tax payable
Retirement benefit liabilities
Dividend and other taxes payables

Total current liabilities

Net current assets/(liabilities)

TOTAL ASSETS LESS CURRENT LIABILITIES
NON- CURRENT LIABILITIES

Trade and other payables
Borrowings
Retirement benefit liabilities
Deferred tax liabilities

NET ASSETS
CAPITAL AND RESERVES

Share capital
Share premium
Foreign currency translation reserve
Retained earnings
Non-controlling interest

STATEMENT OF CHANGES IN EQUITY FOR NINE MONTHS
AS AT SEPTEMBER 30, 2014

At 1 January
Dividend
Buy-back of non-controlling interest
Retained profit for the period

Retained earnings at end of period

Share capital
Share premium
Foreign currency translation reserve
Non-controlling interest
Balance at end of period

AUDITED

2014	2013	31/12/2013
N'000	N'000	N'000
69,337,829	63,100,500	67,995,915
4,706,300	4,888,180	4,842,708
106,820	122,123	118,297
650,000	790,233	780,177
2,010,100	1,566,069	1,469,591
35,184,062	32,358,900	31,075,595
7,468,271	2,899,471	7,468,271
119,463,382	105,725,476	113,750,554
8,945,120	13,201,001	11,432,482
66,379,498	43,700,800	52,245,757
5,517,158	19,500,421	7,430,849
16,790,100	14,098,658	20,898,658
13,600,060	10,587,320	20,475,649
1,104,256	980,234	1,027,308
112,336,192	102,068,434	113,510,703
(72,201,132)	(71,461,450)	(80,000,470)
(26,108,455)	(16,152,969)	(19,279,413)
(4,087,736)	(4,183,598)	(5,314,810)
(183,985)	(93,190)	(124,260)
(488,203)	(488,203)	(488,203)
(103,069,511)	(92,379,410)	(105,207,156)
9,266,681	9,689,024	8,303,547
128,730,064	115,414,500	122,054,101
(86,573,343)	(81,841,475)	(80,214,852)
(4,351,925)	(7,960,793)	(6,435,141)
(2,134,654)	(1,820,190)	(2,033,004)
(12,336,676)	(5,666,877)	(12,336,676)
23,333,466	18,125,165	21,034,428
660,000	600,000	600,000
425,440	425,440	425,440
593,976	449,576	687,896
20,943,771	16,499,014	18,863,052
710,279	151,135	458,040
23,333,466	18,125,165	21,034,428
18,803,052	13,774,577	13,774,577
(3,240,000)	(3,000,000)	(3,000,000)
-	-	24,240
5,380,719	5,724,437	8,064,235
20,943,771	16,499,014	18,863,052
660,000	600,000	600,000
425,440	425,440	425,440
593,976	449,576	687,896
710,279	151,135	458,040
23,333,466	18,125,165	21,034,428

**UNAUDITED CONSOLIDATED STATEMENT OF CASHFLOWS
FOR NINE MONTHS ENDED SEPTEMBER 30, 2014**

Cashflows from operating activities

Cash receipts from customers
Cash paid to suppliers and employees

Cash flows (used in)/provided by operating activities

Interest paid
Tax paid

Net cash (used in)/provided by operating activities

Cashflows from investing activities:

Interest received
Proceeds from sale of fixed assets
Purchase of fixed assets

Net cash (used in)/provided by investing activities:

Cashflows from financing activities:

Loan received
Loan repayment
Dividend paid

Net cash used in financing activities:

Net increase in cash and cash equivalents
Cash and cash equivalent at 1 January

Cash and cash equivalent at September 30

Cash and bank balances
Bank overdrafts

2014	2013
N'000	N'000
133,856,360	120,191,910
(138,167,049)	(121,274,478)
(4,310,689)	(1,082,568)
(2,752,319)	(1,804,842)
(654,038)	(653,896)
(7,717,046)	(3,541,306)
153,424	29,914
437,296	236,123
(3,431,052)	(5,321,700)
(2,840,332)	(5,055,663)
-	12,526,621
(3,303,027)	(3,108,125)
(3,240,000)	(3,000,000)
(6,543,027)	6,418,496
(17,100,405)	(2,178,473)
4,592,010	(3,387,176)
(12,508,395)	(5,565,649)
13,600,060	10,587,320
(26,108,455)	(16,152,969)
(12,508,395)	(5,565,649)

1. GENERAL INFORMATION

Julius Berger Nigeria Plc (the Company) was incorporated as a private limited liability company in 1970 and was converted to a public liability company in 1979 and the company's shares are quoted on the Nigerian Stock Exchange. The principal activities of the Company cover planning, design and construction of civil engineering and building works. The subsidiaries, Abumet (Nigeria) Limited in which the Company owns 90%, is involved in the manufacturing and installation of building aluminium components while Julius Berger Services Nigeria Limited a wholly owned subsidiary, is involved in port management services. Other subsidiaries include Julius Berger Medical Services Limited which is wholly owned and is into the provision of medical services while Primetech Engineering and Design Nigeria Limited also wholly owned is into architectural and engineering design. Julius Berger International GmbH a 90% owned subsidiary is into the provision of logistics and technical support while Julius Berger Investments Limited a 100% owned subsidiary is into investments management.

2. Basis of preparation of financial statements

These financial statements are the unaudited interim financial statement (hereafter "the Interim Financial Statements") of Julius Berger Nigeria Plc for the Nine-months period ended September 30, 2014 (hereafter "the interim period"). They are prepared in accordance with International Accounting Standard 34 (IAS 34), Interim Financial Reporting. These Interim Financial Statements should be read in conjunction with the audited Financial Statements for the year ended December 31, 2013 prepared under IFRS (hereafter "the Annual Financial Statements"), as they provide an update of previously reported information. The FRCN requires all publically quoted companies to prepare their financial statements under the IFRS from 2012. The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual Financial Statements. The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, comparative information has been reclassified or expanded from the previously reported Interim Financial Statements to take into account any presentational changes made in the Annual Financial Statements or in these Interim Financial Statements. The same accounting policies and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statements.

3. Segmental Analysis of Continuing operations

Julius Berger Nigeria Plc has three divisions which offer construction, civil engineering, building and facility management services to third parties across Nigeria. Julius Berger Nigeria Plc is organised by division, each of which is managed separately and considered to be a reportable segment. The Managing Director together with senior executive management constitute the chief operating decision maker and they regularly review the performance of these divisions. Details of the services offered by these divisions are provided in the business and financial review in the Annual financial statement.

Revenue and results	Revenue		Profit/(loss)		
	2014	2013	2014	2013	
	3 months Jul - Sept	9 months Jan - Sept	3 months Jul - Sept	9 months Jan - Sept	3 months Jul - Sept
	N'000	N'000	N'000	N'000	N'000
Civil works	36,289,920	105,191,688	36,930,347	4,426,515	8,737,809
Building works	17,162,029	49,746,673	17,464,896	2,113,180	4,171,355
Services	704,028	2,040,728	716,452	66,058	130,396
	54,155,977	156,979,089	55,111,696	6,605,752	13,039,560
Net financing costs				(2,349,569)	(3,306,857)
Profit before income tax				4,256,183	9,732,704
					4,382,467

4. Financial income and financing costs

Financial income

Interest on deposits
Other interest income
Foreign exchange gains

Financing costs

Interest on overdraft
Interest on loan
Other finance charges
Foreign exchange losses

Net financing (income)/costs

2014		2013
3 months Jul - Sept	9 months Jan - Sept	3 months Jul - Sept
N'000	N'000	N'000
(69,634)	(153,424)	(114,579)
-	-	-
(258,436)	(2,002,710)	(1,709,219)
718,660	1,647,911	474,805
705,087	1,104,408	792,608
336,285	1,378,841	-
917,607	1,331,832	1,468,379
2,349,569	3,306,857	911,994

5. Contract and trade receivables

Included in contract receivables are amounts due from contracts receivable **N51.53 billion**, trade receivables **N11.80 billion**, advances to suppliers **N1.53 billion** and advance payment to sub-contractors of about **N4.97 billion**. All debts considered doubtful of recovery have been considered in stating the figures above.

6. Tax receivable

Amounts expected to be recovered within one year
Amounts expected to be recovered after more than one year

2014	2013
N'000	N'000
5,517,158	8,018,286
35,184,062	32,834,040
40,701,220	40,852,326

This represents withholding and value added taxes recoverable from clients and the Federal Inland Revenue Service.

7. Trade and other payables

Included in trade and other payables are advance payments received from contracts **N88.21 billion**, third party advances **N3.36 billion**, trade payables amounting to **N32.92 billion**

The remaining balance represents accruals, other deferred payments and provisions in the period under review.

Trade payables, amounts owed to joint ventures, other taxation and social security costs, other payables and dividends are classified as other financial liabilities.

8. Retirement benefit liabilities

Obligations under defined benefit plans are calculated separately for each plan by estimating the benefit amount that employees have earned in return for their service in the current and prior periods which represent employees' terminal gratuities based on qualifying years of service and applicable emoluments as per operating collective agreement. Management has decided to settle the obligations and it is probable that the amounts due will be paid. Consequently this had been incorporated in the preparation of these interim financial statements.

9. Related party transactions

The Company entered into various transactions with related parties ranging from purchase of goods or services, to expenses incurred by the related party on behalf of the Company. Related parties to the Company are as listed:

- Bilfinger SE: The Company is an associated Company of Bilfinger SE that owns 30.31% stake in Julius Berger Nigeria PLC.
- Abumet (Nigeria) Limited: Subsidiary Company in which Julius Berger Nigeria PLC owns 90% stake.
- Julius Berger Services Nigeria Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger Medical Services Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger International GmbH: This is a 90% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger Investments: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Primetech Design and Engineering Nigeria Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been completed at arms length.

10. Significant events

The Company has continued with the repayment of the secured term loan from HSBC bank london in the period. The loan was to finance supply of capital goods and related services. The repayment of the loan has continued in the period and both principal and interest payments have been incorporated in these financial statements

11. Events after the reporting period

Except as disclosed above, there were no other material events after the reporting period which could have had material effect on the state of affairs of the Company as at September 30, 2014 and the profit for the year then ended date that has not been adequately provided for or recognised in the Financial Statements.