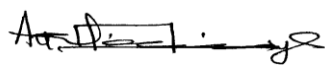


AUSTIN LAZ AND COMPANY PLC

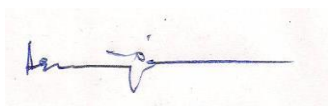
STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER 2014

ASSETS	NOTES	2014 N'000	2013 N'000
NON CURRENT ASSETS			
PROPERTY, PLANT AND EQUIPMENT	1	1,378,151	1,541,590
OTHER INTANGIBLE ASSETS		167,166	167,166
TOTAL NON-CURRENT ASSETS		1,545,317	1,708,756
CURRENT ASSETS			
INVENTORIES	2	158,050	573,730
TRADE RECEIVABLES	3	328,273	94,181
CASH AND CASH EQUIVALENTS	4	9,650	2,350
TOTAL CURRENT ASSETS		495,973	670,261
TOTAL ASSETS		2,041,290	2,379,017
EQUITY AND LIABILITIES			
SHARE CAPITAL	5	539,930	539,930
CAPITAL RESERVES	6	1,224,776	1,224,776
RETAINED EARNINGS		25,176	184,118
TOTAL EQUITY		1,789,882	1,948,824
NON CURRENT LIABILITIES			
LONG TERM BORROWINGS		207,320	316,513
TOTAL NON CURRENT LIABILITIES		207,320	316,513
CURRENT LIABILITIES			
TRADE PAYABLES	7	38,770	34,485
SHORT TERM PROVISIONS	8	5,318	79,195
TOTAL CURRENT LIABILITIES		44,088	113,680
TOTAL EQUITY & LIABILITIES		2,041,290	2,379,017



)



) DIRECTORS

)

The Accompanying Notes Form Integral Part Of These Accounts

AUSTIN LAZ AND COMPANY PLC
STATEMENT OF COMPREHENSIVE INCOME
AS AT 31ST DECEMBER 2014

		2014	2013
	NOTES	N'000	N'000
TURNOVER	9	615,730	667,332
COST OF SALES	10	<u>{606,033}</u>	<u>{521,847}</u>
GROSS PROFIT		9,697	145,485
 DISTRIBUTION EXPENSES	11	{38,150}	{30,865}
ADMINISTRATIVE EXPENSES	12	{92,181}	{74,278}
FINANCE COSTS	13	<u>{37,805}</u>	<u>{21,377}</u>
PROFIT/(LOSS) BEFORE TAX		{158,439}	18,965
 INCOME TAX EXPENSE	14	<u>{603}</u>	<u>{11,402}</u>
PROFIT/(LOSS) FOR THE YEAR FROM CONTINUING OPERATIONS		{158,942}	7,563
 LOSS FOR THE YEAR FROM DISCONTINUED OPERATIONS		-	-
PROFIT/(LOSS) FOR THE YEAR		<u><u>{158,942}</u></u>	<u><u>7,563</u></u>
 PROFIT ATTRIBUTABLE TO:			
OWNERS OF THE COMPANY		<u>{158,942}</u>	<u>7,563</u>
		<u><u>{158,942}</u></u>	<u><u>7,563</u></u>
 PROFIT/(LOSS) FOR THE YEAR		{158,942}	7,563
OTHER COMPREHENSIVE INCOME		-	-
		<u>{158,942}</u>	<u>7,563</u>
 TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>{158,942}</u></u>	<u><u>7,563</u></u>
 TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:			
OWNERS OF THE COMPANY		<u>{158,942}</u>	<u>7,563</u>
		<u><u>{158,942}</u></u>	<u><u>7,563</u></u>

AUSTIN LAZ AND COMPANY PLC
STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER 2014

	SHARE CAPITAL N'000	RETAINED PROFIT N'000	CAPITAL RESERVE N'000	TOTAL EQUITY N'000
BALANCE AS AT 1/1/2013	539,930	176,555	1,224,776	1,941,261
CHANGE IN ACCOUNTING POLICIES				
RESTATED BALANCES	539,930	176,555	1,224,776	1,941,261
CHANGE IN EQUITY FOR 2013				
DIVIDENDS				
TOTAL COMPREHENSIVE INCOME FOR 2013		7,563		7,563
BALANCE AS AT 1/1/2013	539,930	184,118	1,224,776	1,948,824
CHANGES IN EQUITY FOR 2014				
ISSUE OF SHARE CAPITAL				
DIVIDENDS				
TOTAL COMPREHENSIVE INCOME FOR 2014		{158,942}		{158,942}
TRANSFER TO RETAINED EARNINGS				
BALANCE AS 31 DECEMBER 2014	539,930	25,176	1,224,776	1,789,882

AUSTIN LAZ AND COMPANY PLC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER, 2014

	2014	2013
	N'000	N'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
PROFIT FOR THE YEAR	{158,942}	7,563
ADJUSTMENT FOR:		
DEPRECIATION	163,439	165,404
	<u>4,497</u>	<u>172,967</u>
CHANGE IN INVENTORIES	415,680	{287,841}
CHANGE IN TRADE RECEIVABLES	{234,092}	{15,525}
CHANGE IN PAYABLES	4,285	24,079
CHANGE IN PROVISIONS	{73,877}	8,427
	<u>111,996</u>	<u>{270,862}</u>
NET CASH FROM OPERATING ACTIVITIES	116,493	{97,895}
CASH FLOWS FROM INVESTING ACTIVITIES:		
ADJUSTMENT	-	3,573
ACQUISITION OF INTANGIBLE ASSETS	-	{50}
	<u>-</u>	<u>3,523</u>
	116,493	{94,372}
CASH FLOWS FROM FINANCING ACTIVITIES:		
LONG TERM BORROWINGS	{109,193}	98,509
NET CASH AND CASH EQUIVALENTS	7,300	4,137
OPENING CASH AND CASH EQUIVALENTS B/F	<u>2,350</u>	<u>{1,787}</u>
	<u><u>9,650</u></u>	<u><u>2,350</u></u>

AUSTIN LAZ AND COMPANY PLC

NOTES ON THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 2014

NOTES**1 FIXED ASSETS SCHEDULE**

	LAND & BUILDING N'000	PLANT & MACHI. N'000	MOTOR VEHICES N'000	FURN, FIT. & EQUIP. N'000	TOTAL N'000
COST	929,825	1,448,430	12,000	5,468	2,395,723
DEPRECIATION AS AT 01/01/2014	{84,615}	{752,050}	{12,000}	{5,468}	{854,133}
CHARGE FOR THE YEAR	{18,596}	{144,843}	-	-	{163,439}
DEPRECIATION AS AT 31/12/2014	{103,211}	{896,893}	{12,000}	{5,468}	{1,017,572}
IMPAIRMENT LOSS	-	-	-	-	-
CARRYING AMOUNT	826,614	551,537	-	-	1,378,151

	2014 N'000	2013 N'000
2 <u>INVENTORIES</u>		
FINISHED GOODS	94,010	99,320
RAW MATERIAS	38,575	110,145
WORK-IN-PROGRESS	25,465	364,265
	<u>158,050</u>	<u>573,730</u>
3 <u>TRADE RECEIVABLES</u>		
TRADE DEBTORS	295,593	93,555
OTHER DEBTORS	32,680	626
	<u>328,273</u>	<u>94,181</u>
4 <u>CASH AND BANK BALANCES</u>		
CASH AT BANK	9,650	2,350
	<u>9,650</u>	<u>2,350</u>
5 <u>SHARE CAPITAL</u>		
<u>AUTHORIZED</u>		
1,500,000 Ordinary Shares of 50K Each.	<u>750,000</u>	<u>750,000</u>
<u>ISSUED AND FULLY PAID</u>		
1,079,860 Ordinary Shares of 50K Each.	<u>539,930</u>	<u>539,930</u>
6 <u>RESERVES</u>		
CAPITAL RESERVE	<u>1,224,776</u>	<u>1,224,776</u>

AUSTIN LAZ AND COMPANY PLC
NOTES ON THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 2014

	2014	2013
	N'000	N'000
7 <u>TRADE PAYABLES</u>		
TRADE CREDITORS	<u>38,770</u>	<u>34,485</u>
8 <u>SHORT TERM PROVISIONS</u>		
TAXATION	603	75,775
AUDIT FEE	500	300
ACCRUED SALARIES & WAGES	<u>4,215</u>	<u>3,120</u>
	<u>5,318</u>	<u>79,195</u>
9 <u>TURNOVER</u>		
ALUMINIUM SECTION	289,595	221,637
ICE PLANT SECTION	189,145	311,451
THERMOSTART SECTION	<u>136,990</u>	<u>134,244</u>
	<u>615,730</u>	<u>667,332</u>
10 <u>COST OF SALES</u>		
PRODUCTION COST:-		
OPENING RAW MATERIALS	110,145	185,802
ADD: PURCHASES	77,250	256,228
CARRIAGE INWARDS	171	28,262
	<u>187,566</u>	<u>470,292</u>
LESS: CLOSING RAW MATERIALS	<u>{38,575}</u>	<u>{110,145}</u>
	148,991	360,147
ADD FACTORY OVERHEADS:		
FACTORY/MANUFACTURING EXPENSES	20,255	31,721
MACHINE MAINTENANCE	11,274	16,274
LIGHT AND GENERATOR EXPENSES	35,045	44,045
PRODUCTION SALARIES & WAGES	9,770	37,949
DEPRECIATION OF PLANT & MACHINERY	144,843	155,789
ADD: OPENING WORK -IN-PROGRESS	248,900	78,487
LESS: CLOSING WORK-IN-PROGRESS	<u>{25,465}</u>	<u>{248,900}</u>
TOTAL PRODUCTION COST	600,613	475,512
OPENING FINISHED GOODS	99,320	21,600
ADD: PURCHASES	110	124,053
	<u>700,043</u>	<u>621,165</u>
LESS: CLOSING FINISHED GOODS	<u>{94,010}</u>	<u>{99,320}</u>
COST OF GOODS SOLD	<u>606,033</u>	<u>521,847</u>

AUSTIN LAZ AND COMPANY PLC

NOTES ON THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2014

	2014	2013
	N'000	N'000
11 <u>DISTRIBUTION EXPENSES</u>		
TRANSPORT AND TRAVELLING	2,232	1,823
CARRIAGE OUTWARD	2,185	1,350
ADVERTISEMENT AND PUBLICITY	3,515	2,529
SALARIES, WAGES/SALES COMMISSION	11,904	11,331
INSTALLATION EXPENSES	4,575	1,178
DISCOUNT ALLOWED	13,438	11,775
PUBLIC RELATIONS	196	381
ENTERTAINMENT	105	498
	<u>38,150</u>	<u>30,865</u>
12 <u>ADMINISTRATIVE EXPENSES</u>		
DIRECTORS EXPENSES	3,899	2,336
SALARIES AND WAGES	9,250	9,839
PRINTING AND STATIONERY	850	700
TELEPHONE AND POSTAGES	2,330	2,515
RENT AND RATES	3,730	3,247
MEDICAL EXPENSES	2,116	2,108
ELECTRICITY	7,167	6,783
ENTERTAINMENT AND PUBLIC RELATION	601	514
AUDIT AND ACCOUNTANCY FEE	300	300
GENERATOR RUNNIN G EXPENSES	4,982	3,073
MOTOR VEHICES MAINTENANCE	4,505	4,728
SECURITY EXPENSES	1,500	1,114
EDUCATION AND TRAINING	3,900	3,187
MISCELLANEOUS EXPENSES	2,505	2,320
ADMIN EXPENSES	573	372
MAINTENANCE OF OFFICE EQUIPMENT	2,610	2,518
DONATIONS AND CHARITY	1,402	1,181
COMPUTER/INTERNET SERVICES	5	4
SANITATION AND CLEANING EXPENSES	620	843
GOVERNMENT LEVIES AND RATES	5,200	6,891
EQUIPMENT REPAIRS AND MAINTENANCE	3,200	2,325
NEWSPAPER AND PERIODICALS	1,525	59
LEGAL AND PROFESSIONAL FEES	300	300
FUE, OI AND DIESEL	7,592	6,545
DEPRECIATION	18,596	9,615
FORKLIFT EXPENSES	1,668	1
LOCAL TRANSPORT	1,255	860
	<u>92,181</u>	<u>74,278</u>

AUSTIN LAZ AND COMPANY PLC
NOTES ON THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 2014

	2014	2013
	N'000	N'000
13 <u>FINANCE COST</u>		
Bank charges deducted by the company's bankers for handling their financial transactions.	<u>38,770</u>	<u>21,377</u>
14 <u>INCOME TAX EXPENSE</u>		
The amount represents income tax provision based on the profit for the year.	<u>603</u>	<u>11,402</u>

CORPORATE INFORMATION

DIRECTORS

PROF.PAT UTOMI – CHAIRMAN
DR. A. I. ASIMONYE – VICE CHAIRMAN
BARR. (MRS.) C. O, ASIMONYE– DIRECTOR
BARR. IFEANYI OFOR – DIRECTOR
ENGR. CHARLES ODITA – DIRECTOR
DR. OGUIKE TEMPE – DIRECTOR

HEAD OFFICE ADDRESS

KM 8, SAPELE ROAD
BENIN CITY,
EDO STATE.

BANKERS

UNION BANK PLC,
FIRST BANK OF NIGERIA PLC.
ACCESS BANK PLC.
UNITED BANK FOR AFRICA PLC.
ZENITH BANK OF NIGERIA PLC.

AUDITORS

MESSRS VICTOR OLATUNJI & CO.
(CHARTERED ACCOUNTANTS)
138, NEW LAGOS ROAD,
BENIN CITY.

COMPANY SECRETARY

IFEANYI OFOR & ASSOCIATES,
BENIN CITY,
EDO STATE,

AUSTIN LAZ AND COMPANY PLC
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER, 2014

The Directors have the pleasure to present their report on the affairs of the company for the year ended 31st Decem

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were manufacturing of Aluminium, Ice Plant and Thermopl

RESULT FOR THE YEAR

The summary of business transactions for the year ended 31st December, 2014:-

Profit Before Taxation
Taxation
Profit After Taxation
Profit/Loss Brought Forward
Profit Carried Forward

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DIVIDEND

The Directors do not recommend payment of any dividend to members.

AUDITORS

In accordance with section 357 (2) of the Companies and Allied Matters Act of 1990, Messrs Victor Olatunji & Co. I
Company's Auditors.

By Order Of The Board

Secretary

Benin City,
Edo State.
February 27, 2015

REPORT OF THE INDEPENDENT AUDITOR'S
TO THE MEMBERS OF
AUSTIN LAZ AND COMPANY PLC

Report on the Financial Statements

We have audited the accompanying financial statements of Austin Laz And Company Plc,, for the year ended 31st December, 2014, set out on pages 2 to 13 which have been prepared on the basis of significant accounting policies on page 5 and other explanatory notes on pages 10 to 13.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with Statements of Accounting Standards issued by Nigerian Accounting Standards Board and with the requirements of the Companies and Allied Matters Act, CAP C20 LFN, 2004. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatements, whether due to fraud or error, selecting and applying appropriate accounting policies,

Auditor's Responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with Nigerian Standards on Auditing (NSAs) issued by the Institute of Chartered Accountants of Nigeria. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the

Entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis

Opinion

In our opinion, the financial statements gives a true and fair view of the state of affairs of the company's financial position as at 31st December 2014 and in accordance with Statement of Accounting Standards issued by Financial Reporting Council of Nigeria and the Companies and Allied Matters Act,

Report on other legal requirements

The Companies and Allied Matters Act, CAP C20 LFN, 2004 requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii) In our opinion, proper books of accounts have been kept by the Company; and
- iii) The Company's balance sheet and profit and loss account are in agreement with the books of

Signed:

Victor Orire Olatunji, M.Sc., FCA, ACTI
FRC/2013/ICAN/00000004927
February 27, 2015
Benin, Nigeria

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AUSTIN LAZ AND COMPANY PLC
STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 31ST DECEMBER, 2014

The following is a summary of the significant accounting policies adopted by the company in the preparation of the financial statements.

1. **BASIS OF PREPARATION**

These financial statements, for the year ended 31st December, 2014, are prepared in accordance with International Financial Reporting Standards (IFRS).

2. **TURNOVER**

Turnover represents the value of goods and services sold to third party during the year.

3. **FIXED ASSETS**

Fixed Assets are stated at deemed cost less depreciation.

4. **DEPRECIATION**

Depreciation is calculated to write-off the cost of Fixed Assets over their expected useful lives. The a

Land and Building
Plant and Machinery
Motor Vehicles
Furniture, Fittings and Equipment

5. INVENTORIES

Stocks are stated at the lower of cost or estimated fair value.

6. TRADE RECEIVABLES

Trade receivables are stated at their face value.

C O N T E N T S

CORPORATE INFORMATION

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10 – 13

ember, 2014.

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		2014	2013
		=N='0(	
	-158,439	18,965	
		(603)	11,402)
(158,942)		7,563	
<u>184,118</u>		<u>176,555</u>	
	<u>25,176</u>	<u>184,118</u>	

(Chartered Accountants) having expressed their willingness may continue in office as the

Victor Olatunji & Co.
Chartered Acco

nnual rates, which vary with each class of assets, are:

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