



DANGOTE CEMENT PLC

**AUDITED CONSOLIDATED AND SEPARATE
FINANCIAL STATEMENTS**

31 DECEMBER 2014

Dangote Cement plc

31 December 2014

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DANGOTE CEMENT PLC

CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	Group		Company	
		Year ended 31/12/14 N'000	Year ended 31/12/13 N'000	Year ended 31/12/14 N'000	Year ended 31/12/13 N'000
Revenue	5	391,639,060	386,177,220	371,534,117	371,551,567
Cost of sales	7	(143,057,897)	(130,472,635)	(128,583,576)	(115,892,838)
Gross profit		248,581,163	255,704,585	242,950,541	255,658,729
Administration expenses	8	(27,659,437)	(25,993,138)	(20,939,192)	(20,079,595)
Selling and distribution expenses	9	(37,428,398)	(35,553,519)	(34,645,344)	(35,226,976)
Other income	11	3,608,671	1,724,477	3,541,936	727,519
Profit from operating activities		187,101,999	195,882,405	190,907,941	201,079,677
Finance income	10	30,565,122	8,596,499	42,498,705	10,380,078
Finance costs	10	(32,978,194)	(13,717,542)	(20,366,983)	(11,448,932)
Profit before tax		184,688,927	190,761,362	213,039,663	200,010,823
Income tax (expense)/credit	14	(25,187,434)	10,436,726	(27,225,540)	10,251,931
Profit for the year		159,501,493	201,198,088	185,814,123	210,262,754
Other comprehensive income, net of income tax:					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Currency translation differences		1,152,198	(4,800,187)	-	-
<i>Items that will not be reclassified to profit or loss:</i>					
Remeasurement of defined benefit plan	27	449,717	280,490	449,717	280,490
Other comprehensive income for the year, net of income tax		1,601,915	(4,519,697)	449,717	280,490
Total comprehensive income for the year		161,103,408	196,678,391	186,263,840	210,543,244
Profit for the year attributable to:					
Owners of the Company		160,578,394	201,912,292	185,814,123	210,262,754
Non-Controlling Interests		(1,076,901)	(714,204)	-	-
		159,501,493	201,198,088	185,814,123	210,262,754
Total comprehensive income for the year attributable to:					
Owners of the Company		161,944,112	198,883,980	186,263,840	210,543,244
Non-Controlling Interests		(840,704)	(2,205,589)	-	-
		161,103,408	196,678,391	186,263,840	210,543,244
Earnings per share, basic and diluted (Naira)	13	9.42	11.85	10.90	12.34

** Prior year amounts have been regrouped to align with current year presentation. This does not have any impact on the results.

DANGOTE CEMENT PLC

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

		Group		Company	
		31/12/14	31/12/13	31/12/14	31/12/13
	Note	₦'000	₦'000	₦'000	₦'000
Assets					
Non-current assets					
Property, plant and equipment	15	747,793,820	581,465,116	526,721,478	452,046,889
Intangible assets	16	3,698,535	2,306,170	682,327	672,190
Investments	17.2	-	389	26,077,270	25,207,676
Deferred tax asset	14	16,633,430	19,635,374	13,154,316	18,359,111
Prepayments for property, plant & equipment	18	79,490,715	91,715,470	1,772,564	23,950,013
Receivables from subsidiaries	29	-	-	277,149,739	164,524,881
Total non-current assets		847,616,500	695,122,519	845,557,694	684,760,760
Current assets					
Inventories	19	42,687,840	27,667,288	36,314,579	23,576,746
Trade and other receivables	20	** 15,640,277	11,488,091	8,462,728	9,120,840
Prepayments and other current assets	18	58,182,774	39,645,832	56,756,552	36,798,572
Cash and bank balances	30	20,593,140	70,501,583	16,349,511	67,442,862
Total current assets		137,104,031	149,302,794	117,883,370	136,939,020
Total assets		984,720,531	844,425,313	963,441,064	821,699,780
Liabilities					
Current liabilities					
Trade and other payables	23	** 100,929,998	83,437,532	80,407,479	74,511,377
Current income tax payable	14	2,481,387	565,897	2,481,219	565,737
Financial debt	24	110,639,898	56,289,386	106,442,007	55,431,396
Other current liabilities	25.2	18,897,486	24,473,954	16,498,972	20,484,336
Total current liabilities		232,948,769	164,766,769	205,829,677	150,992,846
Non-current liabilities					
Deferred tax liabilities	14	20,473,166	507,074	19,879,325	-
Financial debt	24	131,941,708	124,850,394	95,435,088	95,079,111
Long term provisions and other charges	26	4,011,388	376,665	294,515	233,856
Retirement benefits obligation	27	2,069,460	1,962,640	2,069,460	1,962,640
Deferred revenue	25.1	1,389,885	1,868,501	1,389,885	1,868,501
Total non current liabilities		159,885,607	129,565,274	119,068,273	99,144,108
Total liabilities		392,834,376	294,332,043	324,897,950	250,136,954
Net assets		591,886,155	550,093,270	638,543,114	571,562,826
Equity					
Share capital	21	8,520,254	8,520,254	8,520,254	8,520,254
Share premium	21	42,430,000	42,430,000	42,430,000	42,430,000
Capital contribution	24a	2,876,642	2,876,642	2,828,497	2,828,497
Currency translation reserve		(3,836,663)	(4,752,664)	-	-
Employee benefit reserve		(16,075)	(465,792)	(16,075)	(465,792)
Retained earnings		537,750,794	496,455,952	584,780,438	518,249,867
Equity attributable to owners of the company		587,724,952	545,064,392	638,543,114	571,562,826
Non-controlling interest		4,161,203	5,028,878	-	-
Total equity		591,886,155	550,093,270	638,543,114	571,562,826
Total equity and liabilities		984,720,531	844,425,313	963,441,064	821,699,780

** Prior year amounts have been regrouped to align with current year presentation. This does not have any impact on the results.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2014

	Share capital ₦'000	Share premium ₦'000	Retained earnings ₦'000	Employee benefit reserve ₦'000	Currency translation reserve ₦'000	Capital contribution ₦'000	Attributable to the owners of the parent ₦'000	Non- Controlling Interests ₦'000	Total equity ₦'000
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 31 December 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
Profit for the year	-	-	160,578,394	-	-	-	160,578,394	(1,076,901)	159,501,493
Other comprehensive income for the year, net of income tax	-	-	-	449,717	916,001	-	1,365,718	236,197	1,601,915.00
Total comprehensive income for the year	-	-	160,578,394	449,717	916,001	-	161,944,112	(840,704)	161,103,408
Effect of additional participation in Group companies	-	-	-	-	-	-	-	(26,971)	(26,971)
Dividends paid	-	-	(119,283,552)	-	-	-	(119,283,552)	-	(119,283,552)
Balance as at 31 December 2014	8,520,254	42,430,000	537,750,794	(16,075)	(3,836,663)	2,876,642	587,724,952	4,161,203	591,886,155

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SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2014

	Share capital ₦'000	Share premium ₦'000	Capital Contribution ₦'000	Retained earnings ₦'000	Employee benefit reserve ₦'000	Total equity ₦'000
Balance as at 1 January 2013	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 31 December 2013	8,520,254	42,430,000	2,828,497	518,249,867	(465,792)	571,562,826
Profit for the year	-	-	-	185,814,123	-	185,814,123
Other comprehensive income for the year, net of income tax	-	-	-	-	449,717	449,717
Total comprehensive income for the year	-	-	-	185,814,123	449,717	186,263,840
Dividends paid	-	-	-	(119,283,552)	-	(119,283,552)
Balance as at 31 December 2014	8,520,254	42,430,000	2,828,497	584,780,438	(16,075)	638,543,114

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CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	Group		Company	
		Year ended 31/12/14 N'000	Year ended 31/12/13 N'000	Year ended 31/12/14 N'000	Year ended 31/12/13 N'000
Cash flows from operating activities					
Profit before tax		184,688,927	190,761,362	213,039,663	200,010,823
Adjustments for:					
Depreciation & amortisation	15 & 16	36,265,847	33,705,506	34,202,056	32,165,155
Write off of property, plant and equipment		1,096,993	40,909	1,015,261	28,492
Interest expense	10	18,049,233	12,351,894	16,266,576	11,094,896
Interest income	10	(3,147,210)	(5,630,349)	(15,139,796)	(10,380,078)
Unrealised exchange loss on borrowings		954,791	-	954,791	-
Exchange gain on non-operating assets		-	-	(24,267,851)	-
Amortisation of deferred revenue		(541,736)	(602,255)	(541,736)	(602,101)
Other provisions		3,634,723	(110,645)	60,659	(40,926)
Provisions for employee benefits		872,873	795,262	872,873	795,262
Loss/(gain) on disposal of property, plant and equipment		58,692	(103,264)	58,692	(85,450)
		241,933,133	231,208,420	226,521,188	232,986,073
Changes in working capital:					
Change in inventories		(15,020,552)	4,810,651	(12,737,833)	7,276,792
Change in trade and other receivables*		(4,152,186)	31,760,194	658,112	23,342,152
Change in trade and other payables*		16,931,126	18,742,927	5,334,762	19,768,148
Change in prepayments and other current assets*		(18,536,942)	(8,429,970)	(19,957,980)	(8,398,032)
Change in other current liabilities*		(5,264,022)	5,877,608	(3,667,538)	3,213,703
Net cash generated from operating activities		215,890,557	283,969,830	196,150,711	278,188,836
Gratuity paid and contribution to plan asset		(316,336)	(295,808)	(316,336)	(295,808)
Income tax paid		(225,936)	(1,935,748)	(225,936)	(1,939,301)
Net cash generated from operating activities		215,348,285	281,738,274	195,608,439	275,953,727
Cash flows from Investing activities					
Interest received		3,147,210	5,630,349	3,072,605	5,450,373
Acquisition of intangible assets		(1,596,321)	(442,212)	(243,893)	(222,590)
Acquisition of property, plant and equipment		(217,192,188)	(139,966,242)	(121,796,962)	(99,116,814)
Proceeds from disposal of property, plant and equipment		1,486,613	11,248	1,486,613	11,248
Acquisition of investment		-	(389)	(8,030)	(389)
Change in non-current prepayment		22,109,864	(40,799,285)	32,056,788	(2,887,804)
Change in long term receivables from subsidiaries		-	-	(76,691,920)	(71,853,488)
Net cash used in investing activities		(192,044,822)	(175,566,531)	(162,124,799)	(168,619,464)
Cashflows from Financing activities					
Interest paid		(16,608,058)	(12,019,482)	(14,825,401)	(11,762,862)
Dividend paid		(119,283,552)	(51,121,522)	(119,283,552)	(51,121,522)
Loans obtained		138,898,479	21,403,960	132,923,092	15,919,867
Loans repaid		(83,391,130)	(34,625,397)	(83,391,130)	(34,625,397)
Net cash used in financing activities		(80,384,261)	(76,362,441)	(84,576,991)	(81,589,914)
(Decrease)/Increase in cash and cash equivalent		(57,080,798)	29,809,302	(51,093,351)	25,744,349
Effects of exchange rate changes on the balance of cash held in foreign currencies and other non monetary impact		3,838,371	(3,325,762)	-	-
Cash and cash equivalents at beginning of year		69,645,893	43,162,353	67,442,862	41,698,513
Cash and cash equivalents at end of year	30.1	16,403,466	69,645,893	16,349,511	67,442,862

* Prior year amounts have been regrouped to align with current year presentation. This does not have any impact on the results.