



**NORTHERN NIGERIA FLOUR MILLS PLC  
Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED  
June 30, 2023**

## NORTHERN NIGERIA FLOUR MILLS PLC.

RC - 9409



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### SECURITIES TRADING POLICY

In compliance with the Securities & Exchange Commission (SEC) Rule relating to the Security Trading Framework of the Nigerian Capital Market, The Company has developed Security Trading Policy to monitor security trading within the purview of the Framework which is before the Board for approval. The Framework as established by NNFM does not permit insider trading where interested persons are not allowed to trade (buy or sell) in the shares of Northern Nigeria Flour Mills Plc within a blanket and until the Company's unaudited First Quarter Financial Statements have been released by the Nigerian Stock Exchange to the public. In the event of any such trade (buy/sell), this is required to be promptly communicated to the Company Secretary for appropriate disclosure to the Nigerian Stock Exchange as required by the Rules of the Stock Exchange.

**DIRECTORS:** Alhaji (Dr.) Aminu A. Dantata, CON, Mr. John G. Coumantaros (USA),  
Alhaji Rabi M. Gwarzo, OON., Alhaji Sani Umar, Mr. Paul Gbededo, Alhaji Y.O. A. Saliu,  
Mr. Richard Hedges (British), Alhaji Mahmud Ahmed, Dr. Jibrilla Mohammed, Sadiq A. Usman.



## NORTHERN NIGERIA FLOUR MILLS PLC - KANO

Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30th JUNE 2023

	Note	Three Months Ended 30-06-23 N'000	Three Months Ended 30-06-22 N'000
<b>Volumes (MT)</b>		<b>10,514</b>	<b>9,781</b>
Revenue		6,111,403	4,390,862
Cost of sales	1	(4,604,891)	(4,047,092)
Gross profit/(Loss)		<u>1,506,512</u>	<u>343,770</u>
Other Operating Income	2	8,479	9,245
Selling and distribution expenses	3	(890,445)	(44,562)
Administrative expenses	4	(183,544)	(124,211)
Operating profit/(Loss)		<u>441,002</u>	<u>184,241</u>
Investment income		149	364
Finance cost	5	(8,413)	(16,033)
		<u>432,738</u>	<u>168,573</u>
Profit/(Loss) before tax		<u>432,738</u>	<u>168,573</u>
Tax expense			
Profit/(Loss) after tax		<u>432,738</u>	<u>168,573</u>
Profit/(Loss) attributable to: Owners of the Company		<u>432,738</u>	<u>168,573</u>
Earnings per Share - Basic (Kobo)		<u>243</u>	<u>95</u>

**MR. ADRIAN NAIDOO**  
Managing Director  
FRC/2023/POR/DIR/071/023658

**EMMANUEL N ODIGIE**  
Chief Financial Officer  
FRC/2013/ICAN/0000004286

**July 18th, 2023**

### Explanatory Notes:

Management has been able to maintain the profit making strides of the Company in the first quarter of the year with increased turnover and revenues. This trend is expected to continue within the rest of the year.



**Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2023**  
**STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2023**

		<b>30-Jun-23</b>	<b>30-Jun-22</b>	<b>31-Mar-23</b>
	<b>Note</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
<b>Non-current assets</b>				
Property, plant and equipment		7,570,974	3,838,353	7,566,959
Deffered tax assets		5,815	5,815	-
Prepayments/Investments in associates		49,853	-	49,853
<b>Total non-current assets</b>		<b>7,626,642</b>	<b>3,844,169</b>	<b>7,616,812</b>
<b>Current assets</b>				
Inventories	6	5,639,879	7,406,111	7,645,092
Trade receivables	7a	665,156	265,895	668,456
Other receivables	7c	323,187	72,277	133,787
Prepayments	7b	1,432,312	24,130	1,525
Due from related companies	7c	-	49,656	-
Cash and deposits		955,513	936,008	1,762,162
<b>Total current assets</b>		<b>9,016,047</b>	<b>8,754,078</b>	<b>10,211,022</b>
<b>Total assets</b>		<b>16,642,689</b>	<b>12,598,247</b>	<b>17,827,834</b>
<b>Equity</b>				
Share capital		89,100	89,100	89,100
Share premium account		89,521	89,521	89,521
Fixed Assets Revaluation Reserve		5,046,057	1,566,005	5,046,057
Retained earnings		1,761,843	1,491,355	1,354,889
<b>Total equity</b>		<b>6,986,522</b>	<b>3,235,981</b>	<b>6,579,567</b>
<b>Non-current liabilities</b>				
Borrowings	8a	86,400	197,136	49,219
Retirement benefit obligation	10	235,995	211,692	199,916
Long service award	11	42,145	32,556	39,857
Deferred Revenue	16	6,569	5,763	616
Deferred tax (asset)/Liability	9	768,488	110,640	762,672
<b>Total non-current liabilities</b>		<b>1,139,596</b>	<b>557,787</b>	<b>1,052,280</b>
<b>Current liabilities</b>				
Borrowings	8b	86,400	160,596	164,787
Trade payables	12	2,950	274,298	9,813,215
Other payables	13	7,463,271	8,284,534	37,070
Current tax payable	14	95,338	1,601	95,338
Customer deposits	15	868,612	83,449	85,576
<b>Total current liabilities</b>		<b>8,516,572</b>	<b>8,804,479</b>	<b>10,195,986</b>
<b>Total liabilities</b>		<b>9,656,168</b>	<b>9,362,266</b>	<b>11,248,266</b>
<b>Total equity and liabilities</b>		<b>16,642,689</b>	<b>12,598,247</b>	<b>17,827,834</b>



**Northern Nigeria Flour Mills Plc**  
**Statement of Cash Flows For The Period Ended 30th June 2023**

	<b>30-06-2023</b>	<b>31-Mar-23</b>
	<b>N'000</b>	<b>N '000</b>
<b>Cash flows from operating activities</b>		
(Loss)/profit before taxation	432,738	462,061
<b>Adjustments for:</b> Depreciation of property, plant and equipment	80,486	295,551
Losses on disposals of assets	-	37,403
Gain on disposal of PPE	-	(4,800)
Interest Income	(149)	(4,109)
Finance costs	8,413	27,683
Provision for retirement benefit	36,079	14,066
(Credit)/provision for long service award	2,288	39,818
Write-off of property, plant and equipment	-	6,941
Gain on foreign exchange transactions	-	-
Minimum tax	-	82,013
<b>Changes in working capital:</b>		
Inventories	2,005,213	592,832
Trade and other receivables	(319,887)	(519,972)
Prepayments	(1,297,000)	(90,913)
Investment	(0)	(4,925)
Trade and other payables	(2,365,633)	407,983
Deferred income	2,069	(26,495)
Customer deposits	783,036	870
Dividend payable	1,222	-
	<b>(631,124)</b>	<b>1,316,007</b>
Tax paid	(0)	(77,683)
Value added tax paid	-	-
Retirement benefit paid	-	(7,753)
Long service award benefit paid	-	(3,911)
<b>Net cash used in operating activities</b>	<b>(631,124)</b>	<b>1,226,660</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(124,831)	(185,290)
Sale of property, plant and equipment	-	4,800
Interest Income	149	545
<b>Net cash used in investing activities</b>	<b>(124,682)</b>	<b>(179,945)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	(41,208)	(173,768)
Interest Paid on borrowings	-	(31,800)
Monitoring and guarantee fees	-	(1,741)
Dividend paid	(9,635)	(39,767)
<b>Net cash generated from financing activities</b>	<b>(50,843)</b>	<b>(247,076)</b>
<b>Net cash inflow for the year</b>	<b>(806,649)</b>	<b>799,639</b>
Cash and cash equivalents at the beginning of the year	1,762,162	962,523
<b>Total cash and cash equivalents at end of year</b>	<b>955,513</b>	<b>1,762,162</b>



**NORTHERN NIGERIA FLOUR MILLS PLC - KANO**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE 2023**

<b>Equity attributable to equity holders of the Company</b>					
	<b>Share Capital</b>	<b>Share premium</b>	<b>Revaluation reserve</b>	<b>Retained Earnings</b>	<b>Total Equity</b>
	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
<b>Balance at 1 April 2022</b>	89,100	89,521	1,566,005	1,109,843	2,854,469
					-
Transfer from total comprehensive income for				381,512	381,512
<b>Balance at 30 June 2022</b>	89,100	89,521	1,566,005	1,491,355	3,235,981
<b>Balance at 1 April 2023</b>	89,100	89,521	5,046,057	1,354,889	6,579,567
					-
Transfer from total comprehensive income for				406,954	406,954
<b>Balance at 30 June 2023</b>	<b>89,100</b>	<b>89,521</b>	<b>5,046,057</b>	<b>1,761,843</b>	<b>6,986,522</b>



**NORTHERN NIGERIA FLOUR MILLS PLC - KANO**

**Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2023**

**PROPERTY PLANT AND EQUIPMENT AS AT 30th JUNE 2023**



	Land Residential	Building Residential	Land Main Factory & Soap Factory	Building- Non Residential	Plant & machinery	Furniture	Wheat Truck	Motor Vehicle	CAPITALIZED SPARES	Capital WIP	TOTAL
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
April 1, 2023	1,546,000.00	9,150	4,082,000	310,082	3,193,394	##### #	##### #	60,296	68391	94,452	9,890,916
Additions	-		-							99,595	99,595
Transfer				-	-	-	(119)		(14,939)		(15,058)
Reclassification											-
Disposals											-
Adjustments										-	-
June 30, 2023	1,546,000	9,150	4,082,000	310,082	3,193,394	181,901	345,131	60,296	53,452	194,047	9,975,454
<b>DEPRECIATION:</b>											
April 1, 2023		2,993		51,688	1,830,116	128,870	267,729	42,563			2,323,958
Charge for the period		113		2,539	54,807	16,488	5,077	1,498			80,522
Adjustment											-
Eliminated by disposal					-						-
Adjustments											-
June 30, 2023		3,105	-	54,227	1,884,922	145,357	272,806	44,061	-	-	2,404,480
<b>Net Book Value</b>											
June 30, 2023	1,546,000	6,045	4,082,000	255,855	1,308,471	36,544	72,326	16,235	53,452	194,047	7,570,974



Northern Nigeria Flour Mills Plc.

**NORTHERN NIGERIA FLOUR MILLS PLC - KANO****NOTES TO Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2023**

NOTE		30-Jun-23	30-Jun-22
<b>1</b>	<b>COST OF SALES</b>	<b>N'000</b>	<b>N'000</b>
	Material costs	4,257,519	3,666,021
	Depreciation	74,808	58,542
	Direct staff costs	62,186	53,179
	Other expenses	7,611	9,784
	Rent & rates	-	1,243
	Insurance	5,420	4,577
	Petrol, gas & oil	138,523	228,347
	Repairs and maintenance	58,825	25,399
		4,604,891	4,047,092
<b>2</b>	<b>OTHER GAINS &amp; LOSSES</b>	<b>N'000</b>	<b>N'000</b>
	Management fees	-	-
	Rent income	966.67	1,250.00
	Insurance claims/Provision no longer required	-	-
	Income on government grant	2,069.69	8,029.23
	Intragroup (Subsidy income, expenses, Technical fee, service provided)	-	-
	Sundry income	5,189.34	(34.60)
	Profit / Loss on disposal of assets	-	-
	Exchange gain/loss	-	-
	Wheat handling charges	253.14	-
		<b>8,479</b>	<b>9,245</b>
<b>3</b>	<b>SELLING &amp; DISTRIBUTION EXPENSES</b>	<b>N'000</b>	<b>N'000</b>
	Employee cost	6,730	6,080
	Advertisement	28,171	3,790
	Selling expenses	855,545	34,693
		890,445	44,562
<b>4</b>	<b>ADMINISTRATIVE EXPENSES</b>	<b>N'000</b>	<b>N'000</b>
	Advertising	-	-
	Auditors remuneration	2,798	2,848
	Bad debts	-	(7,868)
	Bank charges	4,929	929
	Cleaning	5,303	450
	Consulting and professional fees	-	-
	Depreciation, amortisation & impairments	5,678	4,531



	Donations	500	-
	Employee costs	65,630	55,685
	Entertainment	1,705	3,341
	Fines and penalties	5,567	5,467
	IT expenses	11,142	8,843
	Insurance	611	635
	Magazines, books & periodicals	663	135
	Medical expenses	410	1,464
	Motor vehicle expenses	-	-
	Third party -deductible	(1,153)	2,320
	Rent & Rate	3,054	-
	Petrol & oil	15,822	(439)
	Placement fees	-	-
	Postage	22	118
	Printing & stationery	-	-
	Repairs & maintenance	11,771	2,794
	Research & development costs	-	-
	Secretarial expenses	4,610	7,601
	Security	-	-
	Software expenses	-	-
	Subscriptions	-	-
	Telephone & fax	-	-
	Travel -local	1,027	933
	Travel -overseas	-	-
	Other expenses	18,224	14,998
	Group overhead allocation	25,229	19,426
	Total administration expenses	<b>183,544</b>	<b>124,211</b>
5			
	<b>FINANCE COSTS</b>	<b>N'000</b>	<b>N'000</b>
	Interest on Long Term Loans (BOI)	(16,033)	(16,033)
	Interest on CACS Loan	-	-
	Interest on IG Loans	-	-
		(16,033)	(16,033)

**NORTHERN NIGERIA FLOUR MILLS PLC - KANO**

Northern Nigeria Flour Mills Plc

**NOTES TO Q1 UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2023**

NOTE		30-Jun-23		30-Jun-22
6	<b>INVENTORIES</b>	<b>N'000</b>		<b>N'000</b>
	Raw materials	4,707,361		6,597,578
	Packaging materials (consumable)	233,730		225,796
	Work in Progress	128,362		-
	Finished goods	309,743		334,399
	Consumables	2,539		5,964
	Spare parts (consumable)	88,179		44,757
	Sundry stocks(consumable)	169,966		198,216
	Provision for obsolete stock	(0)		(598)
		5,639,879		7,406,111
	Goods - in - transit (consumable)	-		-
		<b>5,639,879</b>		<b>7,406,111</b>
7a	<b>TRADE AND OTHER RECEIVABLES</b>	<b>N'000</b>		<b>N'000</b>
	<b>TRADE RECEIVABLES</b>			
	Trade Debtors	720,680		389,846
	Provision for bad debts	(55,524)		(123,951)
		665,156		265,895
7b	<b>Prepayments</b>	<b>N'000</b>		<b>N'000</b>
	Prepayments	1,432,312		24,130
		1,432,312		24,130
7c	<b>OTHER RECEIVABLES</b>			
		<b>N'000</b>		<b>N'000</b>
	Staff debtors	27,098		22,393
	Provision for doubtful Staff loan	(3,386)		(4,231)
	Insurance claims	-		-
	Withholding tax receivable	44		480
	Dividend receivable	(0)		(0)
	Other debtors	11,447		53,636
	Provision for other receivables	-		-
	Intercompany receivables	287,985		49,656
	Provision Intercompany receivables	-		-
	Investment - (Unclaimed Dividend)	323,187		-
	Intercompany receivables	-		-

	Unclaimed Dividend Written Back	-	-
		646,374	121,933
	<b>LONG TERM BORROWINGS</b>	<b>N'000</b>	<b>N'000</b>
8a	Interest bearing intra group loan	-	-
	Long term loan (BOI)	86,400	197,136
		86,400	197,136
8b	<b>SHORT TERM LOANS</b>	<b>N'000</b>	<b>N'000</b>
	Short Term Finance - BOI Loans	86,400	160,596
		86,400	160,596
9	<b>DEFERRED TAX</b>	<b>N'000</b>	<b>N'000</b>
	At 1st April	762,672	201,570
	Transfers during the period		
	Charge for the period/year	5,816	(90,930)
	At the end of the period	768,488	110,640
10	<b>RETIREMENT BENEFIT OBLIGATION</b>	<b>N'000</b>	<b>N'000</b>
	At 1st April	199,916	190,058
	Service cost	36,079	21,634
	Interest cost		
	Actuarial gains and losses	-	-
	Intercompany transfers	-	-
	Benefits paid	-	-
	At the end of the period	-	-
		235,995	211,692
11	<b>LONG SERVICE AWARD</b>	<b>N'000</b>	<b>N'000</b>
	At 1 April	39,857	30,746
	Service cost	2288	1810.24693
	Interest cost	0	0
	Benefits paid	-	-
	Actuarial (gains)/loss -change in assumption	-	-
	Actuarial (gains)/loss -experience	-	-
		42,145	32,556

12	<b>TRADE PAYABLES</b>	<b>N'000</b>	<b>N'000</b>
	Trade Creditors - Local	2,950	274,298
	Trade Creditors - O/Seas L/C Deposit		
		2,950	274,298
13	<b>OTHERS PAYABLES</b>	<b>N'000</b>	<b>N'000</b>
	Provisions & Accruals	477,345	268,361
	Intercompany payables	6,944,651	7,872,086
	Value added Tax	(6,371)	(4,480)
	Withholding tax	(396)	2,234
	Sundry Payable Accounts	17,772	99,336
	Dividend payable/Unclaimed Dividend	30,270	-
		7,463,271	8,237,536
14	Current Tax Payable	95,338	1,601
15	<b>Customer deposits</b>	<b>N'000</b>	<b>N'000</b>
	Advance Payments by Customers	868,612	83,449
		<b>N'000</b>	<b>N'000</b>
16	<b>DEFERRED REVENUE (Balance sheet)</b>		
	Short term -Government Grant	6,569	15,490
	Long term - Government Grant	-	5,763
The deferred revenue arises as a result of the benefit received from below-market rate government assisted loans (BOI) loans.			
The revenue is recognized in profit or loss over the useful life of the assets financed with the loan.			



**Shareholding Structure/Free Float Status**

Description	30-Jun-23		30-Jun-22	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	178,200,000	100%	178,200,000	100%
<b>Substantial Shareholdings (5% and above)</b>				
FLOUR MILLS OF NIGERIA PLC	106,206,273	59.60%	94,545,159	53.06%
GTB/NORTHERN NIGERIA INVESTMENT LTD	12,955,000	7.27%	12,955,000	7.27%
<b>Total Substantial Shareholdings</b>	<b>119,161,273</b>	<b>66.87%</b>	<b>107,500,159</b>	<b>60.33%</b>
<b>Directors' Shareholdings (direct and indirect), excluding directors with substantial interests</b>				
ALHAJI AMINU DANTATA (DIRECT)	1	0.00%	1,216,782	0.68%
ALHAJI RABIU GWARZO	609,598	0.34%	609,598	0.34%
ALHAJI SANI UMAR	237,363	0.13%	237,363	0.13%
ALHAJI OLALEKAN SALIU	97,881	0.05%	97,881	0.05%
<b>Total Directors' Shareholdings</b>	<b>944,843</b>	<b>0.53%</b>	<b>2,161,624</b>	<b>1.21%</b>
<b>Other Influential Shareholdings</b>				
OTHERS		0.00%		0.00%
<b>Total Other Influential Shareholdings</b>	<b>0</b>	<b>0.00%</b>	<b>0</b>	<b>0.00%</b>
<b>Free Float in Units and Percentage</b>	<b>58,093,884</b>	<b>32.60%</b>	<b>68,538,217</b>	<b>38.46%</b>
<b>Free Float in Value</b>	<b>₦ 766,839,268.80</b>		<b>₦ 421,510,034.55</b>	