



**DANGOTE CEMENT PLC**

**INTERIM FINANCIAL STATEMENTS**

**30TH JUNE 2015**

**DANGOTE CEMENT PLC**  
**30th June 2015**

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## INDEPENDENT AUDITOR'S REVIEW REPORT ON INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS TO THE MEMBERS OF DANGOTE CEMENT PLC.

We have reviewed the interim consolidated and separate financial statements of **Dangote Cement Plc and its subsidiaries (together "the Group")**, contained in the accompanying preliminary report, which comprise the condensed consolidated and separate statement of financial position as at 30 June 2015 and the condensed consolidated and separate statements of profit or loss and other comprehensive income, changes in equity and cash flows for the period then ended, and selected explanatory notes.

### ***Directors' Responsibility for the interim consolidated and separate Financial Statements***

The directors are responsible for the preparation and presentation of these interim consolidated and separate financial statements in accordance with the requirements of the International Financial Reporting Standards (IFRS), and the requirements of the Companies and Allied Matters Act CAP C20 LFN 2004, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Listings Requirements require consolidated and separate financial statements contained in a preliminary report to be prepared in accordance with the framework concepts and the measurement and recognition requirements of the International Financial Reporting Standards (IFRS), and also, as a minimum, contain the information required by International Accounting Standard (IAS) 34, Interim Financial Reporting.

### ***Auditor's Responsibility***

Our responsibility is to express a conclusion on these interim consolidated and separate financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2410, which applies to a review of historical information performed by the independent auditor of the entity. ISRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the interim consolidated and separate financial statements are not prepared in all material respects in accordance with the applicable financial reporting framework. This standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2410 is a limited assurance engagement. We perform procedures, primarily consisting of making inquiries of management and others within the Group, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these interim consolidated and separate financial statements.

### ***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the interim consolidated and separate financial statements of Dangote Cement Plc and its subsidiaries for the period ended 30 June 2015 are not prepared, in all material respects, in accordance with the requirements of the International Financial Reporting Standards (IFRS), the requirements of the Companies and Allied Matters Act CAP C20 LFN 2004 and also, as a minimum, contain the information required by International Accounting Standard (IAS) 34, Interim Financial Reporting.



Abraham Udenani, FCA – FRC/2013/ICAN/00000000853

**For: Akintola Williams Deloitte**

**Chartered Accountants**

**Lagos, Nigeria**

**30 July, 2015**

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**Dangote Cement Plc**
**Condensed consolidated statement of profit or loss and other comprehensive Income**  
**For the period ended 30th June 2015**

	Notes	3 months ended 30/06/15 ₦'million	6 months ended 30/06/15 ₦'million	Group 3 months ended 30/06/14 ₦'million	6 months ended 30/06/14 ₦'million	Year ended 31/12/14 ₦'million
Revenue	3	127,477	242,215	105,340	208,909	391,639
Cost of sales	5	(44,503)	(84,501)	(37,601)	(73,537)	(143,058)
<b>Gross profit</b>		<b>82,974</b>	<b>157,714</b>	<b>67,739</b>	<b>135,372</b>	<b>248,581</b>
Administrative expenses	6	(7,370)	(13,618)	(1,919)	(7,295)	(24,085)
Selling and distribution expenses	7	(12,038)	(23,385)	(8,812)	(18,030)	(41,004)
Other income	8	399	1,694	426	1,938	3,609
Profit from operating activities		<b>63,965</b>	<b>122,405</b>	<b>57,434</b>	<b>111,985</b>	<b>187,101</b>
Finance income	9	2,705	30,702	1,581	3,231	30,565
Finance costs	9	(8,112)	(24,381)	(4,959)	(8,146)	(32,978)
Profit before tax		<b>58,558</b>	<b>128,726</b>	<b>54,056</b>	<b>107,070</b>	<b>184,688</b>
Income tax expense	11.1	(5,370)	(6,918)	(6,235)	(11,630)	(25,187)
<b>Profit for the period</b>		<b>53,188</b>	<b>121,808</b>	<b>47,821</b>	<b>95,440</b>	<b>159,501</b>
<b>Other comprehensive income, net of income tax</b>						
<b>Items that may be reclassified subsequently to profit or loss:</b>						
Currency translation differences		(504)	1,261	(1,298)	681	1,152
<b>Items that will not be reclassified to profit or loss:</b>						
Defined benefit plan actuarial gains (losses)		-	-	-	-	450
Other comprehensive income for the period, net of income tax		(504)	1,261	(1,298)	681	1,602
<b>Total comprehensive income for the period</b>		<b>52,684</b>	<b>123,069</b>	<b>46,523</b>	<b>96,121</b>	<b>161,103</b>
Profit for the period attributable to:						
Owners of the Company		53,451	123,090	48,187	95,970	160,578
Non-controlling interests		(263)	(1,282)	(366)	(530)	(1,077)
		<b>53,188</b>	<b>121,808</b>	<b>47,821</b>	<b>95,440</b>	<b>159,501</b>
Total comprehensive income for the period attributable to:						
Owners of the Company		53,033	124,064	46,843	96,534	161,944
Non-controlling interests		(349)	(995)	(320)	(413)	(841)
		<b>52,684</b>	<b>123,069</b>	<b>46,523</b>	<b>96,121</b>	<b>161,103</b>
Earnings per share, basic and diluted (Naira)	10	3.14	7.22	2.83	5.63	9.42



**Dangote Cement Plc**
**Condensed separate statement of profit or loss and other comprehensive Income**
**For the period ended 30th June 2015**

	Notes	Company				
		3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	Year ended 31/12/14 N'million
Revenue	3	106,446	207,817	102,583	202,352	371,534
Cost of sales	5	(29,190)	(59,760)	(35,598)	(67,828)	(128,584)
<b>Gross profit</b>		<b>77,256</b>	<b>148,057</b>	<b>66,985</b>	<b>134,524</b>	<b>242,950</b>
Administrative expenses	6	(6,565)	(10,781)	(659)	(4,943)	(17,363)
Selling and distribution expenses	7	(9,883)	(19,362)	(8,265)	(17,398)	(38,221)
Other income	8	323	488	410	1,908	3,542
Profit from operating activities		61,131	118,402	58,471	114,091	190,908
Finance income	9	7,593	39,593	3,163	6,812	42,499
Finance costs	9	(7,401)	(12,307)	(3,488)	(6,735)	(20,367)
Profit before tax		61,323	145,688	58,146	114,168	213,040
Income tax expense	11.1	(5,669)	(7,356)	(6,055)	(11,598)	(27,226)
<b>Profit for the period</b>		<b>55,654</b>	<b>138,332</b>	<b>52,091</b>	<b>102,570</b>	<b>185,814</b>
<b>Other comprehensive income, net of income tax</b>						
<b>Items that may be reclassified subsequently to profit or loss:</b>						
Currency translation differences		-	-	-	-	-
<b>Items that will not be reclassified to profit or loss:</b>						
Defined benefit plan actuarial gains (losses)		-	-	-	-	450
Other comprehensive income for the period, net of income tax		-	-	-	-	450
<b>Total comprehensive income for the period</b>		<b>55,654</b>	<b>138,332</b>	<b>52,091</b>	<b>102,570</b>	<b>186,264</b>
Profit for the period attributable to: Owners of the Company		55,654	138,332	52,091	102,570	185,814
		55,654	138,332	52,091	102,570	185,814
Total comprehensive income for the period attributable to: Owners of the Company		55,654	138,332	52,091	102,570	186,264
		55,654	138,332	52,091	102,570	186,264
Earnings per share, basic and diluted (Naira)	10	3.27	8.12	3.06	6.02	10.90

**Dangote Cement Plc**  
**Condensed consolidated and separate statement of financial position**  
**At 30th June 2015**

		Group		Company	
	Notes	As at 30/06/15 N'million	As at 31/12/14 N'million	As at 30/06/15 N'million	As at 31/12/14 N'million
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	12	834,702	747,794	554,427	526,722
Intangible assets	13	4,211	3,699	535	682
Investments	14	-	-	26,075	26,075
Prepayments for property, plant and equipment	15	70,171	79,491	1,773	1,773
Deferred tax assets	11.3	17,414	16,633	13,154	13,154
Other receivables	16	-	-	351,752	277,150
<b>Total non-current assets</b>		<b>926,498</b>	<b>847,617</b>	<b>947,716</b>	<b>845,556</b>
<b>Current assets</b>					
Inventories	17	56,403	42,688	46,198	36,315
Trade and other receivables	18	31,675	15,640	21,817	8,463
Prepayments and other current assets	19	67,594	58,183	66,726	56,757
Cash and bank balances	20	51,629	20,593	31,583	16,350
<b>Total current assets</b>		<b>207,301</b>	<b>137,104</b>	<b>166,324</b>	<b>117,885</b>
<b>TOTAL ASSETS</b>		<b>1,133,799</b>	<b>984,721</b>	<b>1,114,040</b>	<b>963,441</b>
<b>Current liabilities</b>					
Trade and other payables	21	155,063	100,931	120,256	80,408
Financial debts	22	176,439	110,640	172,903	106,442
Current income tax payable	11.2	946	2,481	922	2,481
Other current liabilities	24	22,568	18,898	21,502	16,500
<b>Total current liabilities</b>		<b>355,016</b>	<b>232,950</b>	<b>315,583</b>	<b>205,831</b>
<b>NON CURRENT LIABILITIES</b>					
Financial debts	22	132,763	131,942	93,086	95,435
Retirement benefits obligation		2,582	2,069	2,582	2,069
Deferred tax liabilities	11.4	27,208	20,473	26,581	19,879
Deferred revenue	23	1,175	1,390	1,175	1,390
Long term provisions	25	2,343	4,011	402	295
<b>Total non-current liabilities</b>		<b>166,071</b>	<b>159,885</b>	<b>123,826</b>	<b>119,068</b>
<b>Total Liabilities</b>		<b>521,087</b>	<b>392,835</b>	<b>439,409</b>	<b>324,899</b>
<b>Net Assets</b>		<b>612,712</b>	<b>591,886</b>	<b>674,631</b>	<b>638,542</b>
<b>EQUITY</b>					
Share capital	26	8,520	8,520	8,520	8,520
Share premium	26	42,430	42,430	42,430	42,430
Capital contribution		2,877	2,877	2,828	2,828
Currency translation reserve		(2,863)	(3,837)	-	-
Employee benefit reserve		(16)	(16)	(16)	(16)
Retained Earnings		558,598	537,751	620,869	584,780
<b>Equity attributable to owners of the Company</b>		<b>609,546</b>	<b>587,725</b>	<b>674,631</b>	<b>638,542</b>
Non-controlling interest		3,166	4,161	-	-
<b>Total Shareholders equity</b>		<b>612,712</b>	<b>591,886</b>	<b>674,631</b>	<b>638,542</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,133,799</b>	<b>984,721</b>	<b>1,114,040</b>	<b>963,441</b>

  
**Onne van der Weijde**  
 Chief Executive Officer

  
**Brian Egan**  
 Group Chief Financial Officer  
 (iv)



**Dangote Cement Plc**

**Condensed consolidated statement of changes in equity  
For the period ended 30th June 2015**

	Share capital ₦'million	Share premium ₦'million	Retained Earnings ₦'million	Employee Benefit reserve ₦'million	Currency translation reserve ₦'million	Capital Contribution ₦'million	Attributable to the owners of the parent ₦'million	Non - controlling interests ₦'million	Total ₦'million
<b>Balance at 1st January 2014</b>	8,520	42,430	496,456	(466)	(4,753)	2,877	545,084	5,029	550,093
Profit for the period	-	-	95,970	-	-	-	95,970	(530)	95,440
Other comprehensive income for the period, net of income tax	-	-	-	-	564	-	564	117	681
Total comprehensive income for the period	-	-	95,970	-	564	-	96,534	(413)	96,121
Effect of additional participation in Group companies	-	-	-	-	-	-	-	101	101
Payment of dividends	-	-	(119,284)	-	-	-	(119,284)	-	(119,284)
<b>Balance at 30th June 2014</b>	<b>8,520</b>	<b>42,430</b>	<b>473,142</b>	<b>(466)</b>	<b>(4,189)</b>	<b>2,877</b>	<b>522,314</b>	<b>4,717</b>	<b>527,031</b>
<b>Balance at 1st January 2015</b>	8,520	42,430	537,751	(16)	(3,837)	2,877	587,725	4,161	591,886
Profit for the period	-	-	123,090	-	-	-	123,090	(1,282)	121,808
Other comprehensive income for the period, net of income tax	-	-	-	-	974	-	974	287	1,261
Total comprehensive income for the period	-	-	123,090	-	974	-	124,064	(995)	123,069
Payment of dividends	-	-	(102,243)	-	-	-	(102,243)	-	(102,243)
<b>Balance at 30th June 2015</b>	<b>8,520</b>	<b>42,430</b>	<b>558,598</b>	<b>(16)</b>	<b>(2,863)</b>	<b>2,877</b>	<b>609,546</b>	<b>3,166</b>	<b>612,712</b>

# Dangote Cement Plc

## Condensed separate statement of changes in equity For the period ended 30th June 2015

	Share capital ₦'million	Share premium ₦'million	Capital contribution ₦'million	Retained earnings ₦'million	Employee benefit reserve ₦'million	Total ₦'million
<b>Balance at 1st January 2014</b>	8,520	42,430	2,828	518,250	(466)	571,562
Profit for the period	-	-	-	102,570	-	102,570
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	102,570	-	102,570
Payment of dividends	-	-	-	(119,284)	-	(119,284)
<b>Balance at 30th June 2014</b>	<b>8,520</b>	<b>42,430</b>	<b>2,828</b>	<b>501,536</b>	<b>(466)</b>	<b>554,848</b>
<b>Balance at 1st January 2015</b>	8,520	42,430	2,828	584,780	(16)	638,542
Profit for the period	-	-	-	138,332	-	138,332
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	138,332	-	138,332
Payment of dividends	-	-	-	(102,243)	-	(102,243)
<b>Balance at 30th June 2015</b>	<b>8,520</b>	<b>42,430</b>	<b>2,828</b>	<b>620,869</b>	<b>(16)</b>	<b>674,631</b>



**Dangote Cement Plc**  
**Condensed consolidated and separate statement of cash flows**  
**For the period ended 30th June 2015**

	Group			Company		
	Period ended 30/06/15	Period ended 30/06/14	Year ended 31/12/14	Period ended 30/06/15	Period ended 30/06/14	Year ended 31/12/14
	N'million	N'million	N'million	N'million	N'million	N'million
<b>Cash flows from operating activities</b>						
Profit before tax	128,726	107,070	184,688	145,688	114,168	213,040
Adjustments for:						
Depreciation and amortization	25,102	17,381	36,266	21,635	16,718	34,202
Write off of property plant and equipment	69	1,701	1,097	-	1,519	1,015
Interest expense	15,089	7,359	18,049	12,064	6,711	16,267
Interest income	(1,038)	(2,663)	(3,147)	(9,960)	(6,812)	(15,140)
Unrealised exchange loss on borrowings	-	-	955	-	-	955
Exchange gain on non-operating assets	-	-	-	(33,639)	-	(24,268)
Amortisation of deferred revenue	(246)	(276)	(542)	(246)	(276)	(542)
Other provisions	(1,668)	219	3,635	107	48	61
Provisions for employee benefits	516	1,030	873	516	1,042	873
Loss/(Gain) on disposal of property, plant and equipment	-	-	59	-	(22)	59
	166,550	131,821	241,933	136,165	133,096	226,522
<b>Changes in working capital:</b>						
Change in inventory	(13,715)	(7,333)	(15,021)	(9,883)	(7,706)	(12,738)
Change in trade and other receivables	(16,035)	1,830	(4,152)	(13,354)	4,113	658
Change in trade and other payables	50,900	35,538	16,931	36,349	34,515	5,335
Change in prepayments and other current assets	(9,411)	(3,200)	(18,537)	(9,969)	(5,396)	(19,958)
Change in other current liabilities	3,701	(12,503)	(5,264)	5,033	(8,361)	(3,668)
	181,990	146,153	215,890	144,341	150,261	196,151
Gratuity paid and contribution to plan asset	(3)	(563)	(316)	(3)	(563)	(316)
Income tax paid	(2,213)	(226)	(226)	(2,213)	(226)	(226)
<b>Net cash generated from operating activities</b>	<b>179,774</b>	<b>145,364</b>	<b>215,348</b>	<b>142,125</b>	<b>149,472</b>	<b>195,609</b>
<b>Investing activities</b>						
Interest received	1,038	2,663	3,147	990	2,480	3,073
Additions to intangible assets	(657)	(289)	(1,596)	-	-	(244)
Acquisition of property, plant and equipment	(109,033)	(119,403)	(217,192)	(49,373)	(75,330)	(121,797)
Proceeds from disposal of property, plant and equipment	-	-	1,487	-	-	1,487
Acquisition of investment	-	-	-	-	(8)	(8)
Changes in non-current prepayment	9,592	2,317	22,110	-	10,272	32,057
Increase in long term receivables from subsidiaries	-	-	-	(31,997)	(47,307)	(76,692)
<b>Net cash utilised in investing activities</b>	<b>(99,060)</b>	<b>(114,712)</b>	<b>(192,044)</b>	<b>(80,380)</b>	<b>(109,893)</b>	<b>(162,124)</b>
<b>Financing activities</b>						
Interest paid	(11,856)	(6,903)	(16,608)	(8,762)	(6,680)	(14,825)
Dividend paid	(102,243)	(119,284)	(119,284)	(102,243)	(119,284)	(119,284)
Loans obtained	108,760	84,730	138,898	107,195	82,038	132,923
Loans repaid	(42,703)	(32,163)	(83,391)	(42,703)	(32,163)	(83,391)
<b>Net cash utilised in financing activities</b>	<b>(48,042)</b>	<b>(73,620)</b>	<b>(80,385)</b>	<b>(46,513)</b>	<b>(76,089)</b>	<b>(84,577)</b>
Increase/(decrease) in cash and cash equivalent	32,672	(42,968)	(57,081)	15,232	(36,510)	(51,092)
Effects of exchange rate changes	(980)	7,222	3,838	-	-	-
Cash and cash equivalents at beginning of period	16,403	69,646	69,646	16,351	67,443	67,443
Cash and cash equivalents at end of the period	<b>48,095</b>	<b>33,900</b>	<b>16,403</b>	<b>31,583</b>	<b>30,933</b>	<b>16,351</b>

# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 1 General Information

Dangote Cement Plc ("the Company") was incorporated in Nigeria as a public limited liability company on 4th November, 1992 and commenced operations in January 2007 under the name Obajana Cement Plc. The name was changed on 14th July 2010 to Dangote Cement Plc.

Its parent company is Dangote Industries Limited ("DIL" or "the Parent Company"). Its ultimate controlling party is Alhaji Aliko Dangote.

The registered address of the Company is located at 1 Alfred Rewane Road, Ikoyi, Lagos, Nigeria.

The principal activity of the Company and subsidiaries (together referred to as "the Group") is to operate plants for the preparation, manufacture, and distribution of cement and related products. The Company's production activities are currently undertaken at Obajana town in Kogi State, Gboko in Benue State and Ibese in Ogun State; all in Nigeria. Information in respect of the subsidiaries locations is disclosed in note 14.

The condensed consolidated financial statements of the Company for the period ended 30th June 2015 comprise the Company and its subsidiaries.

The separate financial statements of the Company for the period ended 30th June 2015 comprise the Company only.

These condensed consolidated and separate financial statements for the period ended 30th June 2015 have been approved for issue by the Directors on 30th July 2015.

### 2 Significant accounting policies

The Company's full financial statements for the year ended 31st December 2014 have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IASB"), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB (together "IFRS") and requirements of the Companies and Allied Matters Act (CAMA) of Nigeria and the Financial Reporting Council (FRC) Act of Nigeria.

Dangote Cement Plc Group has consistently applied the same accounting policies and methods of computation in its **interim consolidated and separate financial statements** as in its 2014 annual financial statements. None of the new standards, interpretations and amendments, effective for the first time from 1st January 2015, has had a material effect on the interim consolidated and separate financial statements.

#### Basis of preparation

These interim consolidated and separate financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2014 annual report.

The financial statements have been prepared on the historical cost basis except for financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

#### Fair Values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated and separate financial statements is determined on such a basis, except for leasing transactions that are within the scope of IAS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in IAS 2 or value in use in IAS 36.

#### Basis of Consolidation

The Group condensed financial statements incorporate the financial statements of the Company and its subsidiaries made up to 30th June 2015. Control is achieved where the investor; (i) has power over the investee entity (ii) is exposed, or has rights, to variable returns from the investee entity as a result of its involvement, and (iii) can exercise some power over the investee to affect its returns.

The Group reassesses whether or not it still controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by the Group.

Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. Total comprehensive income of subsidiaries is attributed to the owners' of the Company and to the non-controlling interests even if this results in the non-controlling interest having a deficit balance.

In the Company's separate financial statements, investments in subsidiaries are carried at cost less any impairment that has been recognised in profit or loss.



Notes to the condensed consolidated and separate financial statements  
For the period ended 30th June 2015

## 3 REVENUE

Revenue (Tonnes)	Group				Company			
	3 months ended 30/06/15 '000 tonnes	6 months ended 30/06/15 '000 tonnes	3 months ended 30/06/14 '000 tonnes	6 months ended 30/06/14 '000 tonnes	3 months ended 30/06/15 '000 tonnes	6 months ended 30/06/15 '000 tonnes	3 months ended 30/06/14 '000 tonnes	6 months ended 30/06/14 '000 tonnes
Cement production capacity(for the year)	39,550	39,550	20,250	20,250	29,250	29,250	19,250	19,250
Cement production volume	4,646	7,882	3,484	6,930	3,653	6,361	3,354	6,742
Trade cement purchase	85	227	27	179	-	-	-	-
Self consumption	-	-	-	-	-	-	-	-
(Increase)/decrease in stock of cement	(389)	25	(24)	44	(442)	(47)	(3)	82
<b>Cement sales volume</b>	<b>4,342</b>	<b>8,134</b>	<b>3,487</b>	<b>7,153</b>	<b>3,211</b>	<b>6,314</b>	<b>3,351</b>	<b>6,824</b>

An analysis of revenue is as follows:

Revenue (Naira)	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Revenue from the sale of cement	127,410	242,096	105,236	208,711	106,446	207,817	102,583	202,352
Revenue from the sale of other products	67	119	104	198	-	-	-	-
Elimination/Adjustment	127,477	242,215	105,340	208,909	106,446	207,817	102,583	202,352
Consolidated total revenue	127,477	242,215	105,340	208,909	106,446	207,817	102,583	202,352

All sales as detailed above are to external customers

## 4 Segment Information

## Segment revenues and results

The following is an analysis of the Group's revenue and results by reportable segment. Performance is measured based on segment sales revenue and operating profit, as included in the internal management reports that are reviewed by the Executive Management Committee. Segment sales revenue and operating profit are used to measure performance as management believes that such information is the most relevant in evaluating results of certain segments relative to other entities that operate within these industries.

## 4.1 Segment Profit &amp; Loss Results

## Group

	3 months ended 30/06/15					6 months ended 30/06/15				
	Nigeria N'million	West & Central Africa N'million	South & East Africa N'million	Eliminations N'million	Total N'million	Nigeria N'million	West & Central Africa N'million	South & East Africa N'million	Eliminations N'million	Total N'million
Revenue	106,446	10,557	10,474	-	127,477	207,817	15,245	19,153	-	242,215
Operating profit	61,131	573	1,718	543	63,965	118,402	936	2,524	543	122,405
Other Income	323	69	7	-	399	488	1,196	10	-	1,694
Profit/(loss) after tax	55,654	1,168	(956)	(2,678)	53,188	138,332	(9,817)	(1,263)	(5,444)	121,808

Total segment operating profit agrees to the profit from operating activities. A reconciliation of profit from operating activities to profit before tax is presented on the face of the profit or loss account.

	3 months ended 30/06/14					6 months ended 30/06/14				
	Nigeria N'million	West & Central Africa N'million	South & East Africa N'million	Eliminations N'million	Total N'million	Nigeria N'million	West & Central Africa N'million	South & East Africa N'million	Eliminations N'million	Total N'million
Revenue	102,583	426	2,331	-	105,340	202,352	3,403	3,154	-	208,909
Operating profit/(loss)	58,471	(734)	(303)	-	57,434	114,091	(1,356)	(750)	-	111,985
Other Income	410	15	1	-	426	1,908	25	5	-	1,938
Profit/(loss) after tax	52,091	(1,559)	(649)	(2,062)	47,821	102,570	(2,148)	(1,071)	(3,911)	95,440

## 4.2 Segment assets and liabilities

<b>30 June 2015</b>					
Total assets	1,114,040	123,829	291,996	(396,066)	1,133,799
Segment liabilities	439,409	157,570	275,815	(351,707)	521,087
<b>30 June 2014</b>					
Total assets	963,441	103,957	233,405	(316,082)	984,721
Segment liabilities	324,899	128,391	216,723	(277,178)	392,835



Notes to the condensed consolidated and separate financial statements  
For the period ended 30th June 2015

## 5 Cost of sales

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Material consumed	12,516	22,300	9,062	16,473	5,274	10,176	7,532	11,602
Fuel & Power consumed	17,154	27,655	17,078	32,961	12,830	22,028	16,921	32,710
Royalty (refer (a) below)	194	305	116	211	147	254	116	211
Salaries and related staff costs	4,414	7,196	2,944	4,658	3,483	5,591	2,751	4,415
Depreciation & amortization	7,972	17,320	5,357	10,657	6,356	14,483	5,219	10,367
Plant maintenance cost	4,118	7,582	2,617	4,916	2,552	5,710	2,531	4,803
Other production expenses	1,106	4,365	973	2,160	776	3,206	867	1,970
(Increase)/decrease in finished goods and work in process	(2,971)	(2,222)	(546)	1,501	(2,228)	(1,688)	(339)	1,750
	<b>44,503</b>	<b>84,501</b>	<b>37,601</b>	<b>73,537</b>	<b>29,190</b>	<b>59,760</b>	<b>35,598</b>	<b>67,828</b>

(a) Royalty payable is charged based on volume of extraction made during the period.

## 6 Administrative expenses

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Salaries and related staff costs	1,508	4,050	568	2,759	1,246	3,261	266	1,800
Corporate social responsibility	220	363	489	822	125	257	462	789
Management fee	142	158	348	685	127	127	348	685
Depreciation & amortization	459	1,459	578	1,043	302	930	429	757
Audit fees	114	165	49	115	60	102	44	101
Rent, rate and insurance	1,543	1,896	338	741	1,372	1,573	289	633
Travel expenses	416	701	143	393	248	435	122	336
Others	2,968	4,826	(594)	737	3,085	4,096	(1,301)	(158)
	<b>7,370</b>	<b>13,618</b>	<b>1,919</b>	<b>7,295</b>	<b>6,565</b>	<b>10,781</b>	<b>659</b>	<b>4,943</b>

## 7 Selling and distribution expenses

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Salaries and related staff costs	1,571	2,601	844	1,408	1,364	2,265	835	1,389
Depreciation	3,112	6,323	2,733	5,643	3,061	6,221	2,684	5,594
Advertisement and promotion	1,121	2,151	1,338	2,000	1,038	2,051	877	1,491
Haulage expenses	6,234	12,310	3,897	8,979	4,420	8,825	3,869	8,924
	<b>12,038</b>	<b>23,385</b>	<b>8,812</b>	<b>18,030</b>	<b>9,883</b>	<b>19,362</b>	<b>8,265</b>	<b>17,398</b>

## 8 Other income

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Insurance claims	1	19	55	71	1	19	55	71
Government grant	122	246	139	278	122	246	137	276
Sundry income	276	1,429	232	1,589	200	223	218	1,561
	<b>399</b>	<b>1,694</b>	<b>426</b>	<b>1,938</b>	<b>323</b>	<b>488</b>	<b>410</b>	<b>1,908</b>

**Dangote Cement Plc**

**Notes to the condensed consolidated and separate financial statements**  
**For the period ended 30th June 2015**

**9 Finance income and costs**

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
<b>Finance income</b>								
Interest income	342	1,038	1,026	2,663	5,241	9,960	3,139	6,787
Foreign exchange gains (Note 9.1)	2,363	29,664	555	568	2,352	29,633	24	25
	<b>2,705</b>	<b>30,702</b>	<b>1,581</b>	<b>3,231</b>	<b>7,593</b>	<b>39,593</b>	<b>3,163</b>	<b>6,812</b>
<b>Finance costs</b>								
Interest expenses	9,475	15,687	4,298	8,149	7,728	12,662	3,590	7,501
	(448)	(598)	-	(790)	(448)	(598)	-	(790)
Less: amounts included in the cost of qualifying assets	9,027	15,089	4,298	7,359	7,280	12,064	3,590	6,711
Foreign exchange (gains)/loss (Note 9.1)	(1,036)	9,049	757	787	-	-	(6)	24
Others	121	243	(96)	-	121	243	(96)	-
	<b>8,112</b>	<b>24,381</b>	<b>4,959</b>	<b>8,146</b>	<b>7,401</b>	<b>12,307</b>	<b>3,488</b>	<b>6,735</b>

The average effective interest rate on funds borrowed generally is 10% per annum for the Group and Company. This is the average rate for capitalisation.

9.1 Foreign exchange gain or loss arose as a result of the translation of foreign currencies denominated balances at the end of the period across the Group.

**10 Earnings per share**

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
Profit for the period attributable to owners of the Company	53,451	123,090	48,187	95,970	55,654	138,332	52,091	102,570
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	17,041	17,041	17,041	17,041	17,041	17,041	17,041	17,041
Basic and diluted earnings per share (Naira)	3.14	7.22	2.83	5.63	3.27	8.12	3.06	6.02

**11 Income tax**

	Group				Company			
	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million	3 months ended 30/06/15 N'million	6 months ended 30/06/15 N'million	3 months ended 30/06/14 N'million	6 months ended 30/06/14 N'million
<b>11.1 Income tax recognised in profit or loss</b>								
Current tax expense	(2)	(3)	-	-	-	-	-	-
Deferred tax credit/(expense)	(4,849)	(6,261)	(5,093)	(10,307)	(5,150)	(6,702)	(4,913)	(10,275)
Prior year tax	-	-	-	(181)	-	-	-	(181)
Education tax	(519)	(654)	(1,142)	(1,142)	(519)	(654)	(1,142)	(1,142)
<b>Total income tax recognised in the current period</b>	<b>(5,370)</b>	<b>(6,918)</b>	<b>(6,235)</b>	<b>(11,630)</b>	<b>(5,669)</b>	<b>(7,356)</b>	<b>(6,055)</b>	<b>(11,598)</b>

**Per Balance sheet**

**11.2 The movement in the current tax payable account was as follows:-**

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Balance at the beginning of the period	2,481	566	2,481	566
Charge for the period	657	2,140	654	2,141
Payments during the period	(2,213)	(226)	(2,213)	(226)
Arising during the period/Effect of currency exchange difference	21	1	-	-
<b>Balance at the end of the period</b>	<b>946</b>	<b>2,481</b>	<b>922</b>	<b>2,481</b>

**11.3 The movement in the deferred tax assets account was as follows:**

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Balance at the beginning of the period	16,633	19,635	13,154	18,359
Charge for the period	441	(3,081)	-	(5,205)
Arising during the period/Effect of currency exchange difference	340	79	-	-
<b>Balance at the end of the period</b>	<b>17,414</b>	<b>16,633</b>	<b>13,154</b>	<b>13,154</b>

**11.4 The movement in the deferred tax liabilities account was as follows:**

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Balance at the beginning of the period	20,473	507	19,879	-
Charge for the period	6,702	19,966	6,702	19,879
Arising during the period/Effect of currency exchange difference	33	-	-	-
<b>Balance at the end of the period</b>	<b>27,208</b>	<b>20,473</b>	<b>26,581</b>	<b>19,879</b>



Notes to the condensed consolidated and separate financial statements  
For the period ended 30th June 2015

## 12 Property, plant and equipment

## 12.1 Group

	Leasehold improvements and buildings ₦'million	Plant and machinery ₦'million	Motor vehicles ₦'million	Aircraft ₦'million	Furniture & equipment ₦'million	Capital work-in- progress ₦'million	Total ₦'million
<b>Cost or deemed cost</b>							
As at 1st January 2014	35,857	320,068	51,053	-	1,777	248,019	656,774
Additions	773	6,007	4,510	-	231	205,671	217,192
Reclassifications	5,585	70,309	14,338	4,028	4	(94,264)	-
Other reclassification	(30)	(307)	379	-	(5)	(9,822)	(9,785)
Disposals	-	(1,701)	(688)	-	-	-	(2,389)
Write-off	-	(738)	(961)	-	-	(70)	(1,769)
Effect of foreign currency exchange differences	(82)	(248)	(88)	-	(17)	(1,563)	(1,998)
Balance at 31st December 2014	42,103	393,390	68,543	4,028	1,990	347,971	858,025
Additions	490	4,367	1,681	-	260	102,235	109,033
Reclassification	48,407	189,205	(2,277)	-	31	(235,366)	-
Other reclassification	(93)	1,346	-	-	-	(180)	1,073
Write-off	-	(69)	-	-	-	-	(69)
Effect of foreign currency exchange differences	768	841	(257)	-	(7)	1,408	2,753
Balance at 30th June 2015	91,675	589,080	67,690	4,028	2,274	216,068	970,815
<b>Accumulated depreciation</b>							
Balance at 1st January 2014	3,803	49,883	20,858	-	765	-	75,309
Depreciation expense	1,930	20,615	12,670	311	459	-	35,985
Other reclassifications	-	-	379	-	-	-	379
Disposal	-	(182)	(662)	-	-	-	(844)
Write off	-	(34)	(638)	-	-	-	(672)
Effect of foreign currency exchange differences	20	14	36	-	4	-	74
Balance at 31st December 2014	5,753	70,296	32,643	311	1,228	-	110,231
Depreciation expense	1,806	15,201	7,420	200	272	-	24,899
Other reclassifications	-	1,292	-	-	-	-	1,292
Effect of foreign currency exchange differences	3	(231)	(85)	-	4	-	(309)
Balance at 30th June 2015	7,562	86,558	39,978	511	1,504	-	136,113
<b>Carrying amounts</b>							
At 1st January 2014	32,054	270,185	30,195	-	1,012	248,019	581,465
At 31st December 2014	36,350	323,094	35,900	3,717	762	347,971	747,794
At 30th June 2015	84,113	502,522	27,712	3,517	770	216,068	834,702



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## 12 Property, plant and equipment

## 12.2 Company

	Leasehold improvements and buildings N'million	Plant and machinery N'million	Motor vehicles N'million	Aircraft N'million	Furniture & equipment N'million	Capital work-in- progress N'million	Total N'million
<b>Cost or deemed cost</b>							
As at 1st January 2014	32,688	315,497	47,161	-	1,238	128,737	525,321
Additions	38	2,578	618	-	91	118,472	121,797
Reclassifications	2,559	12,245	14,115	4,028	4	(32,951)	-
Other reclassifications	-	(307)	-	-	(5)	(10,281)	(10,593)
Disposal	-	(1,701)	(688)	-	-	-	(2,389)
Write-off	-	(738)	(915)	-	-	-	(1,653)
Balance at 31st December 2014	35,285	327,574	60,291	4,028	1,328	203,977	632,483
Additions	4	2,779	1,484	-	104	45,002	49,373
Reclassification	7,290	177,012	644	-	11	(184,957)	-
Other reclassification	-	-	-	-	-	(180)	(180)
Balance at 30th June 2015	42,579	507,365	62,419	4,028	1,443	63,842	681,676
<b>Accumulated depreciation</b>							
Balance at 1st January 2014	3,769	49,085	19,855	-	565	-	73,274
Depreciation expense	1,812	19,438	12,072	311	335	-	33,968
Disposal	-	(182)	(662)	-	-	-	(844)
Write-off	-	(34)	(603)	-	-	-	(637)
Balance at 31st December 2014	5,581	68,307	30,662	311	900	-	105,761
Depreciation expense	1,039	13,072	7,022	200	155	-	21,488
Balance at 30th June 2015	6,620	81,379	37,684	511	1,055	-	127,249
<b>Carrying amounts</b>							
At 1st January 2014	28,919	266,412	27,306	-	673	128,737	452,047
At 31st December 2014	29,704	259,267	29,629	3,717	428	203,977	526,722
At 30th June 2015	35,959	425,986	24,735	3,517	388	63,842	554,427

# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 13 Intangible assets

#### 13.1 Group

<b>Cost</b>	<b>Computer software ₦'million</b>	<b>Exploration assets ₦'million</b>	<b>Total ₦'million</b>
Balance at 1st January 2014	1,298	1,495	2,793
Additions	967	629	1,596
Other reclassifications	30	-	30
Effect of foreign currency exchange differences	7	45	52
Balance at 31st December 2014	2,302	2,169	4,471
Additions	127	530	657
Other reclassification	-	(54)	(54)
Effect of foreign currency exchange difference	4	115	119
<b>Balance at 30th June 2015</b>	<b>2,433</b>	<b>2,760</b>	<b>5,193</b>

  

<b>Accumulated amortisation</b>			
Balance at 1st January 2014	487	-	487
Amortisation expense	266	15	281
Effect of foreign currency exchange differences	4	-	4
Balance at 31st December 2014	757	15	772
Amortisation expense	196	7	203
Effect of foreign currency exchange difference	6	1	7
<b>Balance at 30th June 2015</b>	<b>959</b>	<b>23</b>	<b>982</b>

  

Carrying amounts			
At 1st January 2014	811	1,495	2,306
At 31st December 2014	1,545	2,154	3,699
At 30th June 2015	<b>1,474</b>	<b>2,737</b>	<b>4,211</b>

Computer software represents software which has a useful life of 3 years and is amortized on a straight line basis over these years.

# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements

For the period ended 30th June 2015

### 13 Intangible assets

#### 13.2 Company

	Computer software ₦'million	Other intangibles ₦'million	Total ₦'million
<b>Cost</b>			
Balance at 1st January 2014	1,034	-	1,034
Additions	244	-	244
Balance at 31st December 2014	1,278	-	1,278
Additions	-	-	-
<b>Balance at 30th June 2015</b>	<b>1,278</b>	<b>-</b>	<b>1,278</b>
<b>Accumulated amortisation</b>			
Balance at 1st January 2014	362	-	362
Amortisation expense	234	-	234
Balance at 31st December 2014	596	-	596
Amortisation expense	147	-	147
<b>Balance at 30th June 2015</b>	<b>743</b>	<b>-</b>	<b>743</b>
<b>Carrying amounts</b>			
At 1st January 2014	672	-	672
At 31st December 2014	682	-	682
<b>At 30th June 2015</b>	<b>535</b>	<b>-</b>	<b>535</b>



# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 14 Investments

Details of the Group's subsidiaries at the end of the reporting period are as follows:

Name of subsidiary	Place of incorporation and operation	Proportion of ownership or voting power held by the Group	
		30/06/15	31/12/14
Sephaku Cement (Pty) Limited	South Africa	64.00%	64.00%
Dangote Industries (Ethiopia) Plc	Ethiopia	94.00%	94.00%
Dangote Industries (Zambia) Limited	Zambia	75.00%	75.00%
Dangote Cement Senegal S.A	Senegal	90.00%	90.00%
Dangote Cement Cameroun SA	Cameroun	80.00%	80.00%
Dangote Industries Limited, Tanzania	Tanzania	70.00%	70.00%
Dangote Cement Congo S.A	Congo	100.00%	100.00%
Dangote Cement (Sierra Leone) Limited	Sierra Leone	99.60%	99.60%
Dangote Cement, Cote D'Ivoire SA	Cote D'Ivoire	80.00%	80.00%
Dangote Industries Gabon S.A	Gabon	80.00%	80.00%
Dangote Cement Ghana Limited	Ghana	100.00%	100.00%
Dangote Cement - Liberia Ltd.	Liberia	100.00%	100.00%
Dangote Cement Marketing Senegal SA	Senegal	100.00%	100.00%
Dangote Cement Burkina Faso SA	Burkina Faso	95.00%	95.00%
Dangote Cement Chad SA	Chad	95.00%	95.00%
Dangote Cement Mali SA	Mali	95.00%	95.00%
Dangote Cement Niger SARL	Niger	95.00%	95.00%
Dangote Industries Benin S.A.	Benin	98.00%	98.00%
Dangote Cement Togo S.A.	Togo	90.00%	90.00%
Dangote Cement Kenya Limited	Kenya	90.00%	90.00%
Dangote Quarries Kenya Limited	Kenya	90.00%	90.00%
Dangote Cement Madagascar Limited	Madagascar	95.00%	95.00%
Dangote Quarries Mozambique Limitada	Mozambique	95.00%	95.00%
Dangote Cement Nepal Pvt. Ltd.	Nepal	100.00%	-

### Investments

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Sephaku Cement (Pty) Limited	-	-	24,283	24,283
Dangote Industries (Ethiopia) Plc	-	-	1,619	1,619
Dangote Industries (Zambia) Limited	-	-	-	-
Dangote Cement Senegal S.A	-	-	29	29
Dangote Cement Cameroun S.A	-	-	9	9
Dangote Industries Limited, Tanzania	-	-	70	70
Dangote Cement Congo S.A	-	-	3	3
Dangote Cement (Sierra Leone) Limited	-	-	18	18
Dangote Cement Cote D'Ivoire S.A	-	-	16	16
Dangote Industries Gabon S.A	-	-	6	6
Dangote Cement Marketing Senegal SA	-	-	4	4
Dangote Cement Burkina Faso SA	-	-	3	3
Dangote Cement Chad SA	-	-	3	3
Dangote Cement Mali SA	-	-	3	3
Dangote Cement Niger SARL	-	-	5	5
Dangote Cement - Madagascar	-	-	-	-
Dangote Cement Benin	-	-	3	3
Dangote Cement Togo	-	-	1	1
Societe des Ciments d' Onigbolo	-	-	1,582	1,582
	-	-	27,657	27,657
Impairment	-	-	(1,582)	(1,582)
<b>Total</b>	-	-	<b>26,075</b>	<b>26,075</b>

### 15 Non-current prepayments

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Advance to contractors	70,171	79,491	1,773	1,773
<b>Total non-current prepayments</b>	<b>70,171</b>	<b>79,491</b>	<b>1,773</b>	<b>1,773</b>

Advances to contractors represent various advances made to contractors for the construction of plants.

# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 16 Other receivables

	Company	
	30/06/15 ₦'million	31/12/14 ₦'million
<b>Non Current</b>		
Entities controlled by the company	351,752	277,150

The above balances represents expenditures on projects in African countries. As these are not likely to be repaid within the next twelve months, they have been reclassified under non-current assets.

### 17 Inventories

	Group		Company	
	30/06/15 ₦'million	31/12/14 ₦'million	30/06/15 ₦'million	31/12/14 ₦'million
Finished goods	4,547	4,304	3,606	2,973
Work-in-progress	6,733	4,754	3,659	2,603
Raw materials	4,266	3,931	3,278	3,015
Packaging materials	2,365	1,324	1,258	995
Consumables	4,252	4,233	4,106	4,161
Fuel	15,019	9,249	13,270	9,171
Spare parts	17,489	13,473	16,522	12,875
Goods-in-transit	1,732	1,420	499	522
	<b>56,403</b>	<b>42,688</b>	<b>46,198</b>	<b>36,315</b>

### 18 Trade and other receivables

	Group		Company	
	30/06/15 ₦'million	31/12/14 ₦'million	30/06/15 ₦'million	31/12/14 ₦'million
Trade receivables	8,794	5,526	3,887	2,398
Impairment allowance on trade receivables	(1,309)	(1,303)	(1,298)	(1,298)
	7,485	4,223	2,589	1,100
Deposits for supplies	5,586	5,837	5,198	5,531
Staff loans and advances	781	656	731	620
Other receivables	17,823	4,924	13,299	1,212
	<b>31,675</b>	<b>15,640</b>	<b>21,817</b>	<b>8,463</b>

### 19 Prepayments and other current assets

	Group		Company	
	30/06/15 ₦'million	31/12/14 ₦'million	30/06/15 ₦'million	31/12/14 ₦'million
Advance to contractors	17,253	26,624	16,598	25,543
Deposit for import	40,694	17,880	40,694	17,880
Rent and insurance	2,024	2,203	1,811	1,858
<b>Total current prepayments</b>	<b>59,971</b>	<b>46,707</b>	<b>59,103</b>	<b>45,281</b>
<b>Related party transactions - current</b>				
Parent company	-	-	-	-
Entities controlled by the parent company	7,167	10,938	7,167	10,938
Affiliates and associates of parent company	456	538	456	538
<b>Total current receivables from related parties</b>	<b>7,623</b>	<b>11,476</b>	<b>7,623</b>	<b>11,476</b>
<b>Prepayments and other current assets</b>	<b>67,594</b>	<b>58,183</b>	<b>66,726</b>	<b>56,757</b>

Current advance to contractors represents various advances made for the purchase of LPFO, AGO, Coal and other materials which were not received at the end of the period.



# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 20 Cash and cash equivalents

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Cash and bank balances	32,304	10,458	12,258	6,215
Short term deposits	19,325	10,135	19,325	10,135
	51,629	20,593	31,583	16,350
Bank overdrafts used for cash management purposes	(3,534)	(4,190)	-	-
Cash and cash equivalents	48,095	16,403	31,583	16,350

### 21 Trade and other payables

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
Trade payables	59,579	34,535	55,160	33,085
Payable to contractors	34,940	19,015	21,362	9,063
Value added tax payable	2,438	5,741	986	5,741
Withholding tax payable	3,996	3,695	1,243	1,231
Staff pension	44	134	44	94
Interest payable	4,077	6,623	4,073	6,623
Advances from customers	15,238	9,352	10,827	9,057
Other accruals and payables	34,751	21,836	26,561	15,514
	155,063	100,931	120,256	80,408

### 22 Financial debts

	Group		Company	
	30/06/15 N'million	31/12/14 N'million	30/06/15 N'million	31/12/14 N'million
<b>Unsecured borrowings at amortised cost</b>				
Subordinated loans	29,989	29,989	29,989	29,989
Loans from parent company	200,000	125,000	200,000	125,000
Bulk Commodities loans	514	514	514	514
	230,503	155,503	230,503	155,503
<b>Secured borrowings at amortised cost</b>				
Power intervention loan	15,707	16,743	15,707	16,743
Bank loans	62,992	70,336	19,779	29,631
	78,699	87,079	35,486	46,374
Total borrowings	309,202	242,582	265,989	201,877
<b>Non-current portion of financial debts</b>	132,763	131,942	93,086	95,435
Current portion repayable in one year and shown under current liabilities	172,905	106,450	172,903	106,442
Overdraft balances	3,534	4,190	-	-
<b>Current financial debts</b>	176,439	110,640	172,903	106,442



**Notes to the condensed consolidated and separate financial statements**  
**For the period ended 30th June 2015**

**22 Financial debts (Contd.)**

(a) A subordinated loan of N55.4 billion was obtained by the Company from Dangote Industries Limited in 2010. N30 billion was long-term and the remaining balance was short term and is repayable on demand. The long-term loan is unsecured, with interest at 10% per annum and is repayable in 3 years after a moratorium period ending 31st March 2017. The interest on the long term portion was waived for 2011. Because of the favourable terms at which the Company secured the loan, an amount of N2.8 billion, which is the difference between the fair value of the loan on initial recognition and the amount received, has been accounted for as capital contribution.

(b) In 2011 and 2012, the Bank of Industry through Guaranty Trust Bank Plc and Access Bank Plc granted the Company the sum of N24.5 billion long-term loan repayable over 10 years at an all-in annual interest rate of 7% for part financing or refinancing the construction cost of the power plants at the Company's factories under the Power and Aviation Intervention Fund. The loan has a moratorium of 12 months. Given the concessional terms at which the Company secured the loan, it is considered to have an element of government grant. Using prevailing market interest rates for an equivalent loan of 12.5%, the fair value of the loan is estimated at N20.7 billion. The difference of N3.8 billion between the gross proceeds and the fair value of the loan is the benefit derived from the low interest loan and is recognised as deferred revenue. The facility is secured by a debenture on all fixed and floating assets of the Company to be shared pari passu with existing lenders.

**23 Deferred revenue**

	<b>Group</b>		<b>Company</b>	
	<b>30/06/15</b>	<b>31/12/14</b>	<b>30/06/15</b>	<b>31/12/14</b>
	<b>N'million</b>	<b>N'million</b>	<b>N'million</b>	<b>N'million</b>
Deferred revenue arising from government grant (refer to (a) below)	1,623	1,869	1,623	1,869
Non-current portion of deferred revenue	1,175	1,390	1,175	1,390
<b>24 Other current liabilities</b>				
Current portion of deferred revenue	448	479	448	479
<b>Related party transactions</b>				
Parent company	12,612	5,696	12,612	5,696
Entities controlled by the parent company	1,563	5,925	1,272	5,359
Affiliates and associates of parent company	7,945	6,798	7,170	4,966
	22,120	18,419	21,054	16,021
<b>Other current liabilities</b>	<b>22,568</b>	<b>18,898</b>	<b>21,502</b>	<b>16,500</b>

(a) The deferred revenue mainly arises as a result of the benefit received from government loans received in 2011 and 2012. The revenue was recorded in other income line.

# Dangote Cement Plc

## Notes to the condensed consolidated and separate financial statements For the period ended 30th June 2015

### 25 Long term provisions

	Group		Company	
	30/06/15 ₦'million	31/12/14 ₦'million	30/06/15 ₦'million	31/12/14 ₦'million
Balance at beginning of the period	4,011	377	295	234
Effect of foreign exchange differences	13	(21)	-	-
Provisions made during the period	88	259	88	33
Write back of provision no longer required	(1,788)	-	-	-
Unwind of discount	19	28	19	28
	2,343	643	402	295
Withholding tax payables	-	3,368	-	-
<b>Balance at the end of the period</b>	<b>2,343</b>	<b>4,011</b>	<b>402</b>	<b>295</b>

The above provision represents the Group's obligations to settle environmental restoration and dismantling / decommissioning cost of property, plant and equipment. The expenditure is expected to be utilised at the end of the useful lives for the mines which is estimated to be between the year 2025 to 2035 and non current withholding tax on loan from parent company intended to be remitted to tax authorities as and when due.

### 26 Share capital

	Group	
	30/06/15 ₦'million	31/12/14 ₦'million
<i>Issued and fully paid</i>		
Share capital (17,040,507,405 (2014: 17,040,507,405) ordinary shares of ₦0.5 each)	8,520	8,520
Share premium	42,430	42,430
	<b>50,950</b>	<b>50,950</b>