



DANGOTE CEMENT PLC

INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS AND NINE MONTHS ENDED 30TH SEPTEMBER 2019

DANGOTE CEMENT PLC
For the three months and nine months ended 30th September 2019

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CERTIFICATION PURSUANT TO SECTION 60 OF INVESTMENTS AND SECURITIES ACT (ISA) 2007

We have reviewed the abridged separate and consolidated financial statements of Dangote Cement Plc and its subsidiaries (The Group) for the period ended 30th September, 2019.

Based on our knowledge, these abridged consolidated and separate financial statements do not:

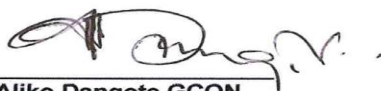
- contain any untrue statement of a material fact or;
- omit to state a material fact, which would make the statement misleading in light of the circumstances under which such statements were made;

The financial statements and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the Group as of, and for the periods presented in the abridged consolidated and separate financial statements;

The Directors are responsible for establishing and maintaining internal controls,

We have:

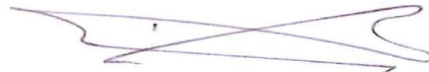
- designed such internal controls to ensure that material information relating to the Group is made known to us by others within the Group, particularly during the period in which this report is being prepared;
- continuously evaluated the effectiveness of the Group and Company's internal controls and reported to the Board's Audit and Risk Management Committee on a quarterly basis;
- disclosed to the Audit Committee, any fraud whether or not material, that involved management or other employees who have significant role in the company's internal controls.



Aliko Dangote, GCON
Chairman, Board of Directors
FRC/2013/IODN/00000001766



Joseph Makoju, OFR
Group Chief Executive Officer
FRC/2018/COREN/00000017767



Ignatius Ediale
Finance Controller
FRC/2019/ICAN/00000019417

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 report, which comprise the condensed consolidated and separate statement of financial position as at 30 September 2019 and the condensed consolidated and separate statements of profit or loss, comprehensive income, changes in equity and cash flows for the three and nine months then ended, and selected explanatory notes.

Directors' Responsibility for the interim consolidated and separate Financial Statements

The Directors are responsible for the preparation and fair presentation of these interim consolidated and separate financial statements 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 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 and differ in nature from 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 three and nine months ended 30 September 2019 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: Deloitte & Touche
Chartered Accountants
Lagos, Nigeria
29 October, 2019



Dangote Cement Plc
Condensed consolidated and separate statement of profit or loss
For the three months and nine months ended 30th September 2019

	Notes	3 months ended 30/09/2019	9 months ended 30/09/2019	Group 3 months ended 30/09/2018	9 months ended 30/09/2018	Year ended 31/12/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	Company 3 months ended 30/09/2018	9 months ended 30/09/2018	Year ended 31/12/2018
		N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million	N'million
Revenue	3	212,061	679,791	202,851	685,290	901,213	139,590	467,877	127,230	471,334	618,301
Production cost of sales	5	(96,843)	(290,015)	(90,087)	(287,682)	(383,311)	(46,785)	(140,414)	(34,095)	(129,264)	(170,288)
Gross profit		115,218	389,776	112,764	397,608	517,902	92,805	327,463	93,135	342,070	448,013
Administrative expenses	6	(13,382)	(38,360)	(13,398)	(38,112)	(52,501)	(7,103)	(19,721)	(7,296)	(20,113)	(27,108)
Selling and distribution expenses	7	(41,670)	(121,982)	(35,003)	(97,152)	(136,925)	(28,458)	(82,798)	(22,448)	(63,419)	(89,278)
Other income	8	820	2,048	1,980	4,516	10,222	573	1,082	839	2,875	3,783
Profit from operating activities		60,986	231,482	66,343	266,860	338,698	57,817	226,026	64,230	261,413	335,410
Finance income - Interest	9	1,373	5,984	1,999	8,550	11,323	8,732	27,867	9,141	27,444	37,705
Finance income - Others	9	-	-	5,034	2,069	-	3,715	7,330	27,455	49,188	41,673
Finance costs	9	(20,167)	(39,786)	(11,550)	(30,115)	(49,778)	(9,413)	(15,726)	(6,722)	(16,645)	(22,565)
Share of profit from associates		-	-	-	-	563	-	-	-	-	-
Profit before tax		42,192	197,680	61,826	247,364	300,806	60,851	245,497	94,104	321,400	392,223
Income tax (expense)/credit	11.1	(7,082)	(43,330)	(16,713)	(89,087)	89,519	(5,522)	(40,605)	(18,199)	(91,125)	89,233
Profit for the period		35,110	154,350	45,113	158,277	390,325	55,329	204,892	75,905	230,275	481,456
Profit for the period attributable to:											
Owners of the Company		35,607	155,107	45,183	157,710	388,983	55,329	204,892	75,905	230,275	481,456
Non-controlling interests		(497)	(757)	(70)	567	1,342	-	-	-	-	-
		35,110	154,350	45,113	158,277	390,325	55,329	204,892	75,905	230,275	481,456
Earnings per share, basic and diluted (Naira)	10	2.09	9.10	2.65	9.25	22.83	3.25	12.02	4.45	13.51	28.25

Dangote Cement Plc

Condensed consolidated and separate statement of Comprehensive Income

For the three months and nine months ended 30th September 2019

	Group					Company				
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	Year ended 31/12/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	Year ended 31/12/2018
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Profit for the period	35,110	154,350	45,113	158,277	390,325	55,329	204,892	75,905	230,275	481,456
Other comprehensive income, net of income tax:										
<i>Items that may be reclassified subsequently to profit or loss:</i>										
Exchange differences on translating net investments in foreign operations (tax nil)	(9,769)	(11,733)	9,291	21,565	(6,147)	-	-	-	-	-
Other comprehensive (loss)/income for the period, net of income tax	(9,769)	(11,733)	9,291	21,565	(6,147)	-	-	-	-	-
Total comprehensive income for the period	25,341	142,617	54,404	179,842	384,178	55,329	204,892	75,905	230,275	481,456
Total comprehensive income for the period attributable to:										
Owners of the Company	26,737	143,998	54,191	179,988	386,147	55,329	204,892	75,905	230,275	481,456
Non-controlling interests	(1,396)	(1,381)	213	(146)	(1,969)	-	-	-	-	-
	25,341	142,617	54,404	179,842	384,178	55,329	204,892	75,905	230,275	481,456

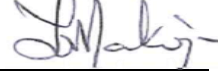
Dangote Cement Plc
Condensed consolidated and separate statement of financial position
As at 30th September 2019

		Group		Company	
	Note	30/09/2019 R'million	31/12/2018 R'million	30/09/2019 R'million	31/12/2018 R'million
ASSETS					
Non-current assets					
Property, plant and equipment	12	1,190,696	1,171,864	560,970	535,934
Intangible assets	13	5,383	5,969	70	48
Right of use asset	14	11,474	-	1,090	-
Investments in subsidiaries	15.2	-	-	162,071	162,071
Investments in associate	15.3	4,312	4,312	1,582	1,582
Prepayments for property, plant and equipment	16	33,299	36,383	5,560	
Deferred tax assets	11.4	38,004	40,622	14,561	14,561
Finance lease receivables	17	5,827	6,475	5,827	6,475
Other receivables	18	-	-	633,632	560,277
Total non-current assets		1,288,995	1,265,625	1,385,363	1,280,948
Current assets					
Inventories	19	109,759	106,998	64,129	59,820
Trade and other receivables	20	28,870	44,468	12,723	11,046
Prepayments and other current assets	21	116,496	101,883	259,188	252,589
Finance lease receivables	17	1,498	2,380	1,498	2,380
Current income tax receivables	11.2	6,712	6,213	6,712	6,211
Cash and bank balances	22	91,827	166,896	29,847	108,980
Total current assets		355,162	428,838	374,097	441,026
TOTAL ASSETS		1,644,157	1,694,463	1,759,460	1,721,974
LIABILITIES					
Current liabilities					
Trade and other payables	23	203,144	230,970	97,783	92,879
Lease liability	28	955	-	-	-
Current income tax payable	11.3	37,810	9,223	37,493	8,608
Financial liabilities	24	230,920	220,128	172,759	145,436
Other current liabilities	26	45,059	35,185	43,299	37,836
Total current liabilities		517,888	495,506	351,334	284,759
Non current liabilities					
Deferred tax liabilities	11.5	92,378	83,350	87,846	80,033
Financial liabilities	24	164,163	125,725	92,828	62,168
Lease liability	28	9,497	-	-	-
Deferred revenue	25	401	516	59	156
Long term provisions and other charges	27	3,248	2,753	1,601	1,310
Total non-current liabilities		269,687	212,344	182,334	143,667
Total liabilities		787,575	707,850	533,668	428,426
Net assets		856,582	986,613	1,225,792	1,293,548
EQUITY					
Share capital	29	8,520	8,520	8,520	8,520
Share premium	29	42,430	42,430	42,430	42,430
Capital contribution		2,877	2,877	2,828	2,828
Currency translation reserve		61,496	72,605	-	-
Retained earnings		731,154	848,695	1,172,014	1,239,770
Equity attributable to owners of the company		846,477	975,127	1,225,792	1,293,548
Non-controlling interest		10,105	11,486	-	-
Total equity		856,582	986,613	1,225,792	1,293,548
TOTAL EQUITY AND LIABILITIES		1,644,157	1,694,463	1,759,460	1,721,974

These financial statements were approved and authorised for issue by the Board of Directors on 29th October 2019 and were signed on its behalf by:



Aliko Dangote, GCON
Chairman, Board of Directors
FRC/2013/IODN/00000001766



Joseph Makoju, OFR
Group Chief Executive Officer
FRC/2018/COREN/00000017767



Ignatius Ediale
Finance Controller
FRC/2019/ICAN/00000019417

Dangote Cement Plc

Condensed consolidated statement of changes in equity For the nine months ended 30th September 2019

	Group							
	Share capital	Share premium	Retained earnings	Currency translation reserve	Capital contribution	Attributable to the owners of the parent	Non - controlling interests	Total equity
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Balance at 1st January 2018	8,520	42,430	639,462	75,441	2,877	768,730	12,630	781,360
Profit for the period	-	-	157,710	-	-	157,710	567	158,277
Other comprehensive income/(loss) for the period, net of income tax (tax nil)	-	-	-	22,278	-	22,278	(713)	21,565
Total comprehensive income for the period	-	-	157,710	22,278	-	179,988	(146)	179,842
Payment of dividends	-	-	(178,925)	-	-	(178,925)	-	(178,925)
Effect of changes in subsidiary shareholding	-	-	(825)	-	-	(825)	825	-
Balance at 30th September 2018	8,520	42,430	617,422	97,719	2,877	768,968	13,309	782,277
Balance at 1st January 2019	8,520	42,430	848,695	72,605	2,877	975,127	11,486	986,613
Profit for the period	-	-	155,107	-	-	155,107	(757)	154,350
Other comprehensive income/(loss) for the period, net of income tax (tax nil)	-	-	-	(11,109)	-	(11,109)	(624)	(11,733)
Total comprehensive income for the period	-	-	155,107	(11,109)	-	143,998	(1,381)	142,617
Payment of dividends	-	-	(272,648)	-	-	(272,648)	-	(272,648)
Balance at 30th September 2019	8,520	42,430	731,154	61,496	2,877	846,477	10,105	856,582

Dangote Cement Plc

Condensed separate statement of changes in equity For the nine months ended 30th September 2019

	Company				
	Share capital ₦'million	Share premium ₦'million	Capital contribution ₦'million	Retained earnings ₦'million	Total equity ₦'million
Balance at 1st January 2018	8,520	42,430	2,828	937,239	991,017
Profit for the period	-	-	-	230,275	230,275
Total comprehensive income for the period	-	-	-	230,275	230,275
Payment of dividends	-	-	-	(178,925)	(178,925)
Balance at 30th September 2018	8,520	42,430	2,828	988,589	1,042,367
Balance at 1st January 2019	8,520	42,430	2,828	1,239,770	1,293,548
Profit for the period	-	-	-	204,892	204,892
Total comprehensive income for the period	-	-	-	204,892	204,892
Payment of dividends	-	-	-	(272,648)	(272,648)
Balance at 30th September 2019	8,520	42,430	2,828	1,172,014	1,225,792

Dangote Cement Plc
Condensed consolidated and separate statement of cash flows
For the nine months ended 30th September 2019

		Group			Company		
	Notes	9 months ended 30/09/2019 ₦'million	9 months ended 30/09/2018 ₦'million	Year ended 31/12/2018 ₦'million	9 months ended 30/09/2019 ₦'million	9 months ended 30/09/2018 ₦'million	Year ended 31/12/2018 ₦'million
Cash flows from operating activities							
Profit before tax		197,680	247,364	300,806	245,497	321,400	392,223
Adjustments for:							
Depreciation and amortisation	12, 13 & 14	71,741	70,437	96,203	39,908	37,225	51,809
Write off and impairment of property plant and equipment		-	51	360	-	51	-
Interest expense	9	28,527	29,891	41,413	15,490	16,421	22,312
Interest income	9	(5,984)	(8,550)	(11,323)	(27,867)	(27,444)	(37,705)
Net exchange loss/(gain) on borrowings and non-operating assets		12,312	(1,101)	(1,970)	(6,043)	(48,213)	(50,399)
Share of income from associate		-	-	(563)	-	-	-
Amortisation of deferred revenue	25	(193)	(260)	(306)	(156)	(212)	(274)
Other provisions		495	(830)	(663)	291	(856)	(763)
Loss on disposal of property, plant and equipment		47	83	459	47	(25)	5
		304,625	337,085	424,416	267,167	298,347	377,208
Changes in working capital:							
Change in inventories		(2,761)	(7,855)	(11,997)	(4,309)	4,050	3,119
Change in trade and other receivables		15,598	(11,913)	(13,957)	(1,677)	2,484	2,471
Change in trade and other payables		(13,546)	(26,441)	(18,860)	5,047	(32,721)	(32,987)
Change in prepayments and other current assets		(16,813)	(7,222)	8,996	(8,777)	(10,566)	1,764
Change in other current liabilities		9,452	(4,529)	(5,594)	5,320	(7,761)	(7,605)
		296,555	279,125	383,004	262,771	253,833	343,970
Receipt from customers on truck finance leases		2,755	2,652	3,507	2,755	2,652	3,507
Income tax paid		(4,884)	(11,967)	(11,163)	(3,907)	(10,290)	(10,291)
<i>Net cash generated from operating activities</i>		294,426	269,810	375,348	261,619	246,195	337,186
Investing activities							
Interest received		5,143	7,262	9,974	2,550	4,595	6,475
Acquisition of intangible assets	13	(95)	(1,263)	(796)	(37)	(27)	(27)
Increase in net receivables from subsidiaries		-	-	-	(43,097)	(16,253)	(38,870)
Proceeds from disposal of property, plant and equipment		-	30	-	-	30	-
Acquisition of investment		-	-	-	-	(141)	(8)
Acquisition of property, plant and equipment		(121,125)	(82,079)	(131,045)	(70,254)	(35,868)	(61,716)
Additions to property, plant and equipment	12	(110,957)	(47,381)	(88,623)	(64,501)	(26,645)	(42,145)
Change in non-current prepayment		3,049	(19,041)	(17,307)	(5,560)	1,600	1,600
Net suppliers' credit repaid		(13,217)	(15,657)	(25,115)	(193)	(10,823)	(21,171)
<i>Net cash used in investing activities</i>		(116,077)	(76,050)	(121,867)	(110,838)	(47,664)	(94,146)
Financing activities							
Interest paid		(25,611)	(38,968)	(45,782)	(13,096)	(26,409)	(27,486)
Lease payment		(631)	-	-	(149)	-	-
Dividend paid		(272,648)	(178,925)	(178,925)	(272,648)	(178,925)	(178,925)
Loans obtained		321,752	211,863	215,052	315,492	203,970	197,717
Loans repaid		(284,875)	(227,592)	(247,399)	(264,732)	(210,887)	(227,834)
<i>Net cash used in financing activities</i>		(262,013)	(233,622)	(257,054)	(235,133)	(212,251)	(236,528)
(Decrease)/increase in cash and cash equivalent		(83,664)	(39,862)	(3,573)	(84,352)	(13,720)	6,512
Effects of exchange rate changes		(5,070)	16,149	844	-	-	-
Cash and cash equivalents at beginning of year		159,026	161,755	161,755	108,980	102,468	102,468
Cash and cash equivalents at end of the period	22	70,292	138,042	159,026	24,628	88,748	108,980

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

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 15.

The condensed consolidated financial statements of the Group for the period ended 30th September 2019 Comprise the Company and its subsidiaries.

The separate financial statements of the Company for the period ended 30th September 2019 comprise the Company only.

2 Significant accounting policies

The Group's financial statements for the year ended 31st December 2018 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 abridged condensed consolidated and separate financial statements as in its 2018 annual financial statements except for the application of IFRS 16. None of the new standards, interpretations and amendments, effective for the first time from 1st January 2019, have had a material effect on equity.

The application of IFRS 16 resulted in the recognition of Right of Use assets as shown in note 14 and the recognition of the corresponding lease liability as shown in note 28.

Basis of preparation

These abridged financial statements have been prepared in accordance with IAS 34 and 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 2018 financial statements.

The condensed consolidated financial statements have been prepared on the historical cost basis. 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 in these condensed consolidated financial statements is determined on such a basis, except for leasing transactions that are within the scope of IFRS 16, 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 September 2019. 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 Company 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 condensed 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 period 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 three months and nine months ended 30th September 2019

3 REVENUE

	Group				Company			
	3 months ended 30/09/2019 '000 tonnes	9 months ended 30/09/2019 '000 tonnes	3 months ended 30/09/2018 '000 tonnes	9 months ended 30/09/2018 '000 tonnes	3 months ended 30/09/2019 '000 tonnes	9 months ended 30/09/2019 '000 tonnes	3 months ended 30/09/2018 '000 tonnes	9 months ended 30/09/2018 '000 tonnes
Revenue (tonnes)								
Cement production and bagging capacity (for the year)	45,550	45,550	45,550	45,550	29,250	29,250	29,250	29,250
Cement production volume	5,448	17,415	5,440	17,160	3,216	10,841	3,244	10,871
Trade cement purchases	151	451	147	593	-	-	-	-
Decrease/(increase) in stock of cement	79	94	(180)	16	5	(25)	(298)	(115)
Cement sales volume	5,678	17,960	5,407	17,769	3,221	10,816	2,946	10,756

An analysis of revenue in naira is as follows:

	Group				Company			
	3 months ended 30/09/2019 ₦'million	9 months ended 30/09/2019 ₦'million	3 months ended 30/09/2018 ₦'million	9 months ended 30/09/2018 ₦'million	3 months ended 30/09/2019 ₦'million	9 months ended 30/09/2019 ₦'million	3 months ended 30/09/2018 ₦'million	9 months ended 30/09/2018 ₦'million
Revenue (Naira)								
Revenue from the sale of cement	212,030	679,634	202,796	685,080	139,590	467,877	127,230	471,334
Revenue from the sale of other products	31	157	55	210	-	-	-	-
Cement sales value	212,061	679,791	202,851	685,290	139,590	467,877	127,230	471,334

All group sales exclude intra-group sales

4 Segment Information**4 Products and services from which reportable segments derive their revenue**

The Executive Management Committee is the Company's Chief Operating Decision Maker. Management has determined operating segments based on the information reported and reviewed by the Executive Management Committee for the purposes of allocating resources and assessing performance. The Executive Management Committee reviews internal management reports on at least a quarterly basis. These internal reports are prepared on the same basis as the accompanying consolidated and separate financial statements.

Segment information is presented in respect of the Group's reportable segments. For management purposes, the Group is organised into business units by geographical areas in which the Group operates. The Group has 2 reportable segments based on location of the principal operations as follows:

- Nigeria
- Pan Africa

Segment revenues and results

Performance is measured based on segment sales revenue, Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) and profit from operating activities, as included in the internal management reports that are reviewed by the Executive Management Committee. Segment sales revenue, EBITDA and profit from operating activities 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.

The following is an analysis of the Group's revenue and results by reportable segment:

4 Segment results

Group	3 months ended 30/09/2019				
	Nigeria ₦'million	Pan Africa ₦'million	Group Central Administrative cost ₦'million	Eliminations ₦'million	Total ₦'million
Revenue	139,590	73,112	-	(641)	212,061
EBITDA*	75,337	13,811	(3,869)	-	85,279
Profit/(Loss) from operating activities	61,506	2,910	(3,869)	439	60,986
Other Income	573	1,349	-	(1,102)	820
Profit/(loss) after tax	59,018	(27,661)	(3,869)	7,622	35,110

Group	9 months ended 30/09/2019				
	Nigeria ₦'million	Pan Africa ₦'million	Group Central Administrative cost ₦'million	Eliminations ₦'million	Total ₦'million
Revenue	467,877	213,200	-	(1,286)	679,791
EBITDA*	275,934	37,750	(10,461)	-	303,223
Profit/(loss) from operating activities	236,026	4,577	(10,461)	1,340	231,482
Other Income	1,082	4,350	-	(3,384)	2,048
Profit/(loss) after tax	214,892	(65,024)	(10,461)	14,943	154,350

* represents earnings before interest, tax, depreciation and amortisation

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4 Segment Information

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 and loss account.

Group	3 months ended 30/09/2018				
	Nigeria	Pan Africa	Group Central Administrative cost	Eliminations	Total
	₦'million	₦'million	₦'million	₦'million	₦'million
Revenue	127,230	75,621	-	-	202,851
EBITDA*	79,402	13,234	(1,346)	-	91,290
Profit/(Loss) from operating activities	65,541	1,704	(1,346)	444	66,343
Other Income	839	1,141	-	-	1,980
Profit/(loss) after tax	77,212	(24,007)	(1,346)	(6,746)	45,113

Group	9 months ended 30/09/2018				
	Nigeria	Pan Africa	Group Central Administrative cost	Eliminations	Total
	₦'million	₦'million	₦'million	₦'million	₦'million
Revenue	471,334	214,306	-	(350)	685,290
EBITDA*	306,277	39,128	(8,108)	-	337,297
Profit/(loss) from operating activities	269,052	4,562	(8,108)	1,354	266,860
Other Income	2,875	1,641	-	-	4,516
Profit/(loss) after tax	237,902	(50,054)	(8,108)	(21,463)	158,277

* represents earnings before interest, tax, depreciation and amortisation

A reconciliation of Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) is presented below:

	Group			
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018
	₦'million	₦'million	₦'million	₦'million
EBITDA	85,279	303,223	91,290	337,297
Depreciation, amortisation and impairment	(24,293)	(71,741)	(24,947)	(70,437)
Profit from operating activities	60,986	231,482	66,343	266,860
Finance income	1,373	5,984	7,033	10,619
Finance cost	(20,167)	(39,786)	(11,550)	(30,115)
Profit before tax	42,192	197,680	61,826	247,364
Income tax expense	(7,082)	(43,330)	(16,713)	(89,087)
Profit after tax	35,110	154,350	45,113	158,277

4.2 Segment assets and liabilities

	Nigeria	Pan Africa	Eliminations	Total
	₦'million	₦'million	₦'million	₦'million
30th September 2019				
Total assets	1,822,527	835,658	(1,014,028)	1,644,157
Segment liabilities	599,131	1,011,669	(823,225)	787,575
31st December 2018				
Total assets	1,770,513	865,279	(941,329)	1,694,463
Segment liabilities	478,753	979,835	(750,738)	707,850

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Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

5 Production cost of sales

	Group				Company			
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Material consumed	28,520	88,932	30,680	92,482	10,970	31,543	8,584	26,914
Fuel & power consumed	30,274	92,498	26,277	93,370	16,928	52,147	11,156	52,309
Royalty (refer (a) below)	541	1,245	294	839	232	541	127	530
Salaries and related staff costs	8,085	24,495	8,675	24,166	4,560	13,088	4,248	12,266
Depreciation & amortisation	16,367	48,906	16,156	47,953	9,344	27,320	8,569	25,448
Plant maintenance cost	7,547	24,126	6,658	23,763	3,352	10,800	997	9,040
Other production expenses	2,572	5,020	1,772	9,625	941	3,079	1,223	3,139
Decrease/(increase) in finished goods and work in process	2,937	4,793	(425)	(4,516)	458	1,896	(809)	(382)
	96,843	290,015	90,087	287,682	46,785	140,414	34,095	129,264

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

6 Administrative expenses

	Group				Company			
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Salaries and related staff costs	3,461	9,800	2,729	9,268	1,826	5,238	1,190	4,699
Corporate social responsibility	442	1,235	301	2,141	341	866	114	1,331
Management fee	1,008	3,015	785	2,246	1,008	3,015	785	2,246
Depreciation and Amortisation	1,611	4,741	1,615	4,668	607	1,774	581	1,615
Audit fees	146	428	139	481	64	192	81	199
Rent, rate and insurance	1,266	3,598	1,386	3,710	335	1,142	558	1,434
Travel expenses	583	1,672	649	1,705	190	661	229	644
Others	4,865	13,871	5,794	13,893	2,732	6,833	3,758	7,945
	13,382	38,360	13,398	38,112	7,103	19,721	7,296	20,113

7 Selling and distribution expenses

	Group				Company			
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Salaries and related staff costs	4,200	12,397	3,650	10,591	3,039	9,114	2,698	7,846
Depreciation	6,315	18,094	7,176	17,816	3,880	10,814	4,711	10,162
Advertisement and promotion	4,892	7,990	1,250	2,535	4,457	6,579	897	1,683
Haulage expenses	24,806	80,602	22,184	63,991	15,747	53,667	13,378	41,555
Others	1,457	2,899	743	2,219	1,335	2,624	764	2,173
	41,670	121,982	35,003	97,152	28,458	82,798	22,448	63,419

8 Other income

	Group				Company			
	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018	3 months ended 30/09/2019	9 months ended 30/09/2019	3 months ended 30/09/2018	9 months ended 30/09/2018
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Insurance claims	92	574	74	272	40	103	74	272
Government grant	54	177	90	252	48	156	67	212
Sundry income	674	1,297	1,816	3,992	485	823	698	2,391
	820	2,048	1,980	4,516	573	1,082	839	2,875

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For the three months and nine months ended 30th September 2019

9 Finance income and costs

	Group				Company			
	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million
Finance income								
Interest income	1,373	5,984	1,999	8,550	8,732	27,867	9,141	27,444
Others - foreign exchange gain	-	-	5,034	2,069	3,715	7,330	27,455	49,188
	1,373	5,984	7,033	10,619	12,447	35,197	36,596	76,632
Finance costs								
Interest expenses	13,109	28,527	11,475	29,891	9,346	15,490	6,647	16,421
Foreign exchange loss	6,991	11,023	-	-	-	-	-	-
Other finance costs	67	236	75	224	67	236	75	224
	20,167	39,786	11,550	30,115	9,413	15,726	6,722	16,645

The average effective interest rate on funds borrowed generally is 10.48% and 10.65% per annum for Group and Company respectively. (2018: 11% per annum for Group and Company respectively). These are the rates used for the capitalisation on qualifying assets.

10 Earnings per share

	Group				Company			
	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million
Profit for the period attributable to owners of the Company	35,607	155,107	45,183	157,710	55,329	204,892	75,905	230,275
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share (million)	17,041	17,041	17,041	17,041	17,041	17,041	17,041	17,041
Basic and diluted earnings per share (naira)	2.09	9.10	2.65	9.25	3.25	12.02	4.45	13.51

There are no dilutive instruments. Consequently, Basic and diluted earnings per share are the same.

11 Income tax

	Group				Company			
	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million	3 months ended 30/09/2019 N'million	9 months ended 30/09/2019 N'million	3 months ended 30/09/2018 N'million	9 months ended 30/09/2018 N'million
11.1 Income tax recognised in profit or loss								
Current tax credit/(expense)	100	(33,526)	(6,715)	(15,391)	305	(32,792)	(6,046)	(13,056)
Deferred tax expense	(7,182)	(9,804)	(9,998)	(73,696)	(5,827)	(7,813)	(12,153)	(78,069)
Total income tax recognised in the current year	(7,082)	(43,330)	(16,713)	(89,087)	(5,522)	(40,605)	(18,199)	(91,125)

	Group		Company	
Per Balance sheet	30/09/2019 N'million	31/12/2018 N'million	30/09/2019 N'million	31/12/2018 N'million
11.2 The movement in the current tax receivables account was as follows:-				
Balance, beginning of the period	6,213	59	6,211	-
Charge for the period	-	(42)	-	-
Payments during the period	-	(15)	-	-
Other Reclassifications*	501	6,211	501	6,211
Effect of currency exchange difference	(2)	-	-	-
Balance, end of the period	6,712	6,213	6,712	6,211

* Other reclassification represents tax credit from government for infrastructure development.

11.3 The movement in the current tax payable account was as follows:-				
Balance, beginning of the period	9,223	63,901	8,608	63,787
Charge for the period	33,526	(43,443)	32,792	(44,888)
Payments during the period	(4,884)	(11,178)	(3,907)	(10,291)
Effect of currency exchange difference	(55)	(57)	-	-
Balance, end of the period	37,810	9,223	37,493	8,608

11.4 The movement in the deferred tax assets account was as follows:				
Balance, beginning of the period	40,622	30,625	14,561	6,674
Charge for the period	(622)	12,644	-	7,887
Effect of currency exchange difference	(1,996)	(2,647)	-	-
Balance, end of the period	38,004	40,622	14,561	14,561

11.5 The movement in the deferred tax liabilities account was as follows:				
Balance, beginning of the period	83,350	116,898	80,033	116,491
Charge for the period	9,182	(33,480)	7,813	(36,458)
Effect of currency exchange difference	(154)	(68)	-	-
Balance, end of the period	92,378	83,350	87,846	80,033

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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
Cost							
As at 1st January 2018	218,895	1,044,204	160,302	4,028	9,443	82,152	1,519,024
Additions	9,548	14,115	702	-	291	63,967	88,623
Reclassifications	1,405	13,796	7,480	-	794	(23,475)	-
Other reclassification	(3,177)	1,186	(391)	-	-	(3,883)	(6,265)
Disposals	-	(285)	(271)	-	-	(146)	(702)
Effect of foreign currency exchange differences	2,688	(13,498)	(302)	-	(103)	1,498	(9,717)
Balance at 31st December 2018	229,359	1,059,518	167,520	4,028	10,425	120,113	1,590,963
Additions	937	2,369	4,333	-	163	103,155	110,957
Reclassification	(5,087)	8,670	39,781	-	594	(43,958)	-
Other reclassification	-	-	-	-	-	35	35
Disposals	-	(67)	(770)	-	-	-	(837)
Effect of foreign currency exchange differences	(2,130)	(20,966)	(3,813)	-	(112)	(2,074)	(29,095)
Balance at 30th September 2019	223,079	1,049,524	207,051	4,028	11,070	177,271	1,672,023
Accumulated depreciation & impairment							
Balance at 1st January 2018	25,228	209,366	87,201	1,520	3,569	-	326,884
Depreciation expense	8,776	51,499	33,718	403	1,182	-	95,578
Other reclassifications	(202)	-	-	-	-	-	(202)
Disposal	-	(9)	(234)	-	-	-	(243)
Impairment	-	24	336	-	-	-	360
Effect of foreign currency exchange differences	162	(3,111)	(251)	-	(78)	-	(3,278)
Balance at 31st December 2018	33,964	257,769	120,770	1,923	4,673	-	419,099
Depreciation expense	6,517	37,898	24,454	301	917	-	70,087
Disposal	-	(20)	(770)	-	-	-	(790)
Effect of foreign currency exchange differences	(546)	(3,997)	(2,437)	-	(89)	-	(7,069)
Balance at 30th September 2019	39,935	291,650	142,017	2,224	5,501	-	481,327
Carrying amounts:							
At 31st December 2018	195,395	801,749	46,750	2,105	5,752	120,113	1,171,864
At 30th September 2019	183,144	757,874	65,034	1,804	5,569	177,271	1,190,696

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12 Property, plant and equipment

12.2 Company

	Leasehold improvements and buildings ₦'million	Plant and machinery ₦'million	Motor vehicles ₦'million	Aircraft ₦'million	Furniture & equipment ₦'million	Capital work-in- progress ₦'million	Total ₦'million
Cost							
As at 1st January 2018	50,304	599,084	85,985	4,028	2,909	33,816	776,126
Additions	4	7,545	-	-	87	34,509	42,145
Reclassifications	1,122	13,720	6,544	-	505	(21,891)	-
Other reclassifications	-	(41)	(391)	-	-	(3,943)	(4,375)
Disposal	-	-	(239)	-	-	-	(239)
Balance at 31st December 2018	51,430	620,308	91,899	4,028	3,501	42,491	813,657
Additions	-	162	2,969	-	10	61,360	64,501
Reclassification	799	8,433	39,781	-	496	(49,509)	-
Disposal	-	(67)	(770)	-	-	-	(837)
Balance at 30th September 2019	52,229	628,836	133,879	4,028	4,007	54,342	877,321
Accumulated depreciation & impairment							
Balance at 1st January 2018	11,598	152,090	59,350	1,520	1,606	-	226,164
Depreciation expense	2,028	28,588	20,230	403	544	-	51,793
Disposal	-	-	(234)	-	-	-	(234)
Balance at 31st December 2018	13,626	180,678	79,346	1,923	2,150	-	277,723
Depreciation expense	1,558	21,883	15,227	301	449	-	39,418
Disposal	-	(20)	(770)	-	-	-	(790)
Balance at 30th September 2019	15,184	202,541	93,803	2,224	2,599	-	316,351
Carrying amounts:							
At 31st December 2018	37,804	439,630	12,553	2,105	1,351	42,491	535,934
At 30th September 2019	37,045	426,295	40,076	1,804	1,408	54,342	560,970

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13 Intangible assets

13.1 Group

	Computer software ₦'million	Exploration assets ₦'million	Total ₦'million
Cost			
As at 1st January 2018	4,571	4,419	8,990
Additions	254	542	796
Effect of foreign currency exchange differences	(85)	(616)	(701)
Balance at 31st December 2018	4,740	4,345	9,085
Additions	61	34	95
Effect of foreign currency exchange difference	(138)	(193)	(331)
Balance at 30th September 2019	4,663	4,186	8,849
Accumulated amortisation			
As at 1st January 2018	2,488	147	2,635
Amortisation expense	519	106	625
Effect of foreign currency exchange differences	(114)	(30)	(144)
Balance at 31st December 2018	2,893	223	3,116
Amortisation expense	307	76	383
Effect of foreign currency exchange difference	(21)	(12)	(33)
Balance at 30th September 2019	3,179	287	3,466
Carrying amounts:			
At 31st December 2018	1,847	4,122	5,969
At 30th September 2019	1,484	3,899	5,383

Intangible assets (computer software) represent software which is amortized on a straight line basis.

There are no development expenditure capitalised as internally generated intangible asset.

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13 Intangible assets

13.2 Company

	Computer software ₦'million	Exploration assets ₦'million	Total ₦'million
Cost			
As at 1st January 2018	1,327	-	1,327
Additions	27	-	27
Balance at 31st December 2018	1,354	-	1,354
Additions	37	-	37
Balance at 30th September 2019	1,391	-	1,391
Accumulated amortisation			
As at 1st January 2018	1,290	-	1,290
Amortisation expense	16	-	16
Balance at 31st December 2018	1,306	-	1,306
Amortisation expense	15	-	15
Balance at 30th September 2019	1,321	-	1,321
Carrying amounts:			
At 31st December 2018	48	-	48
At 30th September 2019	70	-	70

Intangible assets (computer software) represent software which is amortized on a straight line basis.

There are no development expenditure capitalised as internally generated intangible asset.

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14 Right of use assets

14.1 Group

	Land and buildings ₦'million	Plant and machinery ₦'million	Motor vehicles ₦'million	Total ₦'million
Cost				
Recognised on 1 January 2019	11,215	284	1,133	12,632
Additions	149	-	-	149
Effect of foreign currency exchange differences	36	(14)	(105)	(83)
Balance at 30th September 2019	11,400	270	1,028	12,698
Accumulated depreciation & impairment				
Balance at 1 January 2019	-	-	-	-
Depreciation expense	757	218	296	1,271
Effect of foreign currency exchange differences	(8)	(11)	(28)	(47)
Balance at 30th September 2019	749	207	268	1,224
Carrying amounts:				
At 31st December 2018	-	-	-	-
At 30th September 2019	10,651	63	760	11,474

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14 Right of use assets

14.2 Company

	Land and buildings ₦'million	Total ₦'million
Cost		
Recognised on 1 January 2019	1,416	1,416
Additions	149	149
Balance at 30th September 2019	1,565	1,565
Accumulated depreciation & impairment		
Balance at 1 January 2019	-	-
Depreciation expense	475	475
Balance at 30th September 2019	475	475
Carrying amounts:		
At 31st December 2018	-	-
At 30th September 2019	1,090	1,090

**Notes to the condensed consolidated and separate financial statements
For the three months and nine months ended 30th September 2019**

15 Investments

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

15.1 Name of subsidiary	Place of incorporation and operation	Proportion of ownership or voting power held by the Group	
		30/09/2019	31/12/2018
Dangote Cement South Africa (Pty) Limited	South Africa	64.00%	64.00%
Dangote Industries (Ethiopia) Plc	Ethiopia	99.97%	99.97%
Dangote Cement Zambia Limited	Zambia	99.96%	75.00%
Dangote Cement Senegal S.A	Senegal	99.99%	99.99%
Dangote Cement Cameroun S.A	Cameroun	99.97%	99.97%
Dangote Mines Limited, Tanzania	Tanzania	99.70%	99.70%
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 S.A	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 Burkina Faso S.A	Burkina Faso	95.00%	95.00%
Dangote Cement Chad S.A	Chad	95.00%	95.00%
Dangote Cement Mali S.A	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. Limited	Nepal	100.00%	100.00%
Dangote Zimbabwe Holdings (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Cement Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Energy Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Mining Zimbabwe (Private) Limited	Zimbabwe	90.00%	90.00%
Dangote Cement Guinea SA	Guinea	95.00%	95.00%
Cimenterie Obajana Sprl- D.R. Congo	D.R. Congo	98.00%	98.00%
Itoiri Cement Plc.	Nigeria	99.00%	99.00%
Okpella Cement Plc.	Nigeria	99.00%	99.00%
Dangote Takoradi Cement Production Limited	Ghana	99.00%	99.00%
Dangote Cement Yaounde	Cameroun	90.00%	90.00%
Dangote Cement Congo D.R. S.A	D.R. Congo	99.00%	99.00%
DCP Cement Limited	Nigeria	90.00%	90.00%
Dangote Cement Limited, Tanzania	Tanzania	99.70%	99.70%
Dangote Contracting Services Limited, Tanzania	Tanzania	99.70%	99.70%
Dangote Mining Niger S.A	Niger	88.00%	-
Dangote Ceramics Limited	Nigeria	99.00%	-

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

15 Investments

	Group		Company	
15.2 Investments in subsidiaries	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Dangote Cement South Africa (Pty) Limited	-	-	27,922	27,922
Dangote Industries (Ethiopia) Plc	-	-	40,036	40,036
Dangote Cement Zambia Limited	-	-	106	106
Dangote Cement Senegal S.A	-	-	64,782	64,782
Dangote Cement Cameroun S.A	-	-	15,160	15,160
Dangote Cement Ghana Limited	-	-	-	-
Dangote Mines Limited, Tanzania	-	-	13,851	13,851
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 Burkina faso S.A	-	-	3	3
Dangote Cement Chad S.A	-	-	3	3
Dangote Cement Mali S.A	-	-	3	3
Dangote Cement Niger SARL	-	-	5	5
Dangote Industries Benin S.A	-	-	3	3
Dangote Cement Togo S.A	-	-	5	5
Dangote Takoradi Cement Production Limited	-	-	141	141
Dangote Cement Madagascar Limited	-	-	2	2
Dangote Cement D.R. Congo	-	-	6	6
Dangote Cement - Liberia Limited	-	-	-	-
Dangote Cement Kenya Limited	-	-	-	-
Dangote Quarries Kenya Limited	-	-	-	-
Dangote Quarries Mozambique Limitada	-	-	-	-
Dangote Cement Nepal Pvt. Limited	-	-	-	-
Dangote Zimbabwe Holdings (Private) Limited	-	-	-	-
Dangote Cement Zimbabwe (Private) Limited	-	-	-	-
Dangote Energy Zimbabwe (Private) Limited	-	-	-	-
Dangote Mining Zimbabwe (Private) Limited	-	-	-	-
Dangote Cement Guinea SA	-	-	-	-
Cimenterie Obajana Sprl- D.R. Congo	-	-	-	-
Itori Cement Plc.	-	-	-	-
Okpella Cement Plc.	-	-	-	-
Dangote Cement Yaounde	-	-	-	-
DCP Cement Limited	-	-	-	-
Dangote Cement Limited, Tanzania	-	-	-	-
Dangote Contracting Services Limited, Tanzania	-	-	-	-
Dangote Mining Niger S.A	-	-	-	-
Dangote Ceramics Limited	-	-	-	-
	-	-	162,071	162,071

15.3 Investments in associate

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Societe des Ciments d' Onigbolo	4,312	4,312	1,582	1,582
Total	4,312	4,312	1,582	1,582

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

16 Non-current prepayments

	Group		Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million	30/09/2019 ₦'million	31/12/2018 ₦'million
Advance to contractors	33,299	33,408	5,560	-
Operating lease	-	2,975	-	-
Total non-current prepayments	33,299	36,383	5,560	-

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

17 Lease receivables

	Group		Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million	30/09/2019 ₦'million	31/12/2018 ₦'million
Trucks lease to customers	7,325	8,855	7,325	8,855
Non current portion of lease receivables	5,827	6,475	5,827	6,475
Current portion of lease receivables	1,498	2,380	1,498	2,380

17.1 Leasing arrangements

The Group entered into finance lease arrangement for some of its trucks. All leases are denominated in Naira. The average term of finance leases entered into is 4.17 years.

18 Other receivables

	Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million
Non Current		
Entities controlled by the company	633,632	560,277

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

19 Inventories

	Group		Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million	30/09/2019 ₦'million	31/12/2018 ₦'million
Finished goods	8,774	8,529	6,193	6,358
Work-in-progress	11,712	16,750	2,742	4,473
Raw materials	5,239	6,281	2,266	2,323
Packaging materials	4,216	4,040	1,776	1,018
Consumables	9,823	10,184	7,455	6,745
Fuel	10,612	11,612	7,027	7,147
Spare parts	53,727	44,452	33,924	29,341
Goods-in-transit	5,656	5,150	2,746	2,415
	109,759	106,998	64,129	59,820

20 Trade and other receivables

	Group		Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million	30/09/2019 ₦'million	31/12/2018 ₦'million
Trade receivables	16,714	16,626	8,150	7,036
Impairment allowance on trade receivables	(1,300)	(1,346)	(1,272)	(1,272)
	15,414	15,280	6,878	5,764
Staff loans and advances	1,964	1,514	1,397	1,162
Other receivables	11,492	27,674	4,448	4,120
	28,870	44,468	12,723	11,046

21 Prepayments and other current assets

	Group		Company	
	30/09/2019 ₦'million	31/12/2018 ₦'million	30/09/2019 ₦'million	31/12/2018 ₦'million
Advance to contractors	12,901	8,563	3,889	5,965
Deposits for import	11,218	14,942	9,382	12,589
Deposit for supplies	7,026	8,519	1,182	1,634
Rent and insurance	4,066	3,846	1,097	2,077
Other assets	7	8	-	-
Total current prepayments	35,218	35,878	15,550	22,265

Related party transactions - current

Parent company	8,171	524	8,171	524
Entities controlled by the parent company	73,068	65,481	67,905	61,627
Affiliates and associates of parent company	39	-	-	-
Receivables from subsidiaries	-	-	167,562	168,173
Total current receivables from related parties	81,278	66,005	243,638	230,324
Prepayments and other current assets	116,496	101,883	259,188	252,589

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.

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Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

22 Cash and cash equivalents

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Cash and bank balances	73,088	94,704	25,043	46,810
Short term deposits	18,739	72,192	4,804	62,170
	91,827	166,896	29,847	108,980
Bank overdrafts used for cash management purposes	(21,535)	(7,870)	(5,219)	-
Cash and cash equivalents	70,292	159,026	24,628	108,980

23 Trade and other payables

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Trade payables	80,624	86,265	45,389	41,157
Payable to contractors	21,621	22,477	17,836	12,695
Value added tax	3,264	3,050	1,645	1,163
Withholding tax payable	11,578	6,476	549	415
Defined contribution plan	1,905	461	42	7
Advances from customers	26,335	26,299	16,450	17,986
Suppliers' credit *	3,380	17,660	3,380	3,523
Other accruals and payables	54,437	68,282	12,492	15,933
	203,144	230,970	97,783	92,879

* represents amounts payable for property, plant and equipment acquired on suppliers' credit.

24 Financial liabilities

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Unsecured borrowings at amortised cost				
Loans from Parent company (a)	89,491	56,956	89,491	56,956
Bulk Commodities loans (b)	19,260	17,765	1,195	1,184
Loans from Dangote Oil & Gas Ltd	11,599	42,776	11,599	42,776
Commercial paper	131,307	79,273	131,307	79,273
	251,657	196,770	233,592	180,189
Secured borrowings at amortised cost				
Power intervention loan (c)	5,962	7,838	5,962	7,838
Bank loans	124,207	130,693	14,141	10,218
	130,169	138,531	20,103	18,056
Total borrowings	381,826	335,301	253,695	198,245
Non-current portion of financial debts	164,163	125,725	92,828	62,168
Current portion repayable in one year and shown under current liabilities	196,128	201,706	155,648	136,077
Overdraft balances (Note 22)	21,535	7,870	5,219	-
Short-term portion	217,663	209,576	160,867	136,077
Interest payable	13,257	10,552	11,892	9,359
Financial liabilities (current)	230,920	220,128	172,759	145,436

**Notes to the condensed consolidated and separate financial statements
For the three months and nine months ended 30th September 2019**

24 Financial Debts (Contd.)

(a) Interest on loan from Parent company is charged at 14% per annum.

(b) The loans from Bulk commodities, a related party, are denominated in USD with interest rate ranging from 6% to 8.5% per annum.

(c) In 2011 and 2012, the Bank of Industry through Guaranty Trust Bank Plc and Access Bank Plc granted the Company the sum of ₦24.5 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 ₦20.7 billion. The difference of ₦3.8 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.

25 Deferred revenue

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Deferred revenue arising from government grant (refer to (a) below)	548	741	199	355
Current portion of deferred revenue	147	225	140	199
Non-current portion of deferred revenue	401	516	59	156

(a) The deferred revenue mainly arises as a result of the benefit received from government loans received. The revenue was recorded in other income line in line with IAS 20

26 Other current liabilities

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Current portion of deferred revenue (Note 25)	147	225	140	199
Related party transactions				
Parent company	-	-	-	-
Entities controlled by the parent company	23,547	17,644	13,190	10,529
Affiliates and associates of parent company	21,365	17,316	17,377	14,219
Payables to subsidiaries	-	-	12,592	12,889
	44,912	34,960	43,159	37,637
Other current liabilities	45,059	35,185	43,299	37,836

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the three months and nine months ended 30th September 2019

27 Long term provisions

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Balance at beginning of the period	2,753	3,416	1,310	2,073
Effect of foreign exchange differences	(109)	(168)	-	-
Provisions made during the period	368	(313)	55	(1,016)
Reclassification	-	(442)	-	-
Unwind of discount	236	260	236	253
Balance at the end of the period	3,248	2,753	1,601	1,310

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.

28 Lease liability

	Group		Company	
	30/09/2019	31/12/2018	30/09/2019	31/12/2018
	₦'million	₦'million	₦'million	₦'million
Payable within one year	955	-	-	-
Payable after one year	9,497	-	-	-
	10,452	-	-	-

29 Share capital

	Group & Company	
	30/09/2019	31/12/2018
	₦'million	₦'million
<i>Issued and fully paid:</i>		
Share capital (17,040,507,405 (2018: 17,040,507,405) ordinary shares of ₦0.5 each)	8,520	8,520
Share premium	42,430	42,430
	50,950	50,950