

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

Consolidated Statement of Comprehensive Income

	Note	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Cost of sales	3	208,264,014 (78,220,548)	173,837,678 (67,320,616)	235,914,970 (96,799,569)
Gross profit		130,043,466	106,517,062	139,115,401
Other income	4	6,792,676	4,212,951	6,765,470
Selling and distribution expenses		(9,596,411)	(8,592,086)	(11,959,200)
Administration expenses		(11,726,754)	(8,964,231)	(15,714,604)
Results from operating activities		115,512,977	93,173,696	118,207,067
Finance income		1,063,469	1,209,827	1,648,660
Finance costs		(10,747,141)	(1,134,759)	(2,556,050)
Net finance income/(costs)	5	(9,683,672)	75,068	(907,390)
Profit before income tax		105,829,305	93,248,764	117,299,678
Income tax expense	6	629,563	(1,061,401)	7,626,723
Profit from continuing operations		106,458,868	92,187,363	124,926,400
Discontinued operations				
Profit or Loss from Discontinued operations	7	1,821,652	-	-
Profit for the period		108,280,520	92,187,363	124,926,400
Other comprehensive income	8			
Cash flow hedging effect		69,403	-	365,251
Foreign currency translation difference		(116,553)	-	-
Other comprehensive income for the period, net of tax		(47,150)	-	365,251
Total Comprehensive income for the period		108,233,370	92,187,363	125,291,651
Profit attributable to:				
Equity holders of the parent		108,265,804	92,187,363	124,902,777
Non controlling interest		14,716	-	23,623
Profit for the period		108,280,520	92,187,363	124,926,400
Total comprehensive income attributable to:				
Equity holders of the parent		108,193,669	92,187,363	125,136,538
Non controlling interest		39,702	-	155,113
Total comprehensive income for the period		108,233,370	92,187,363	125,291,651
Earnings per share				
Basic earnings per share	9	6.35	5.41	7.33

The notes on pages 2-24 and other explanatory notes on pages 25 to 35 form an integral part of these financial statements.

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

Consolidated Statement of Financial Position

	Note	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
ASSETS				
Property, plant and equipment	11	497,432,536	350,245,469	441,595,276
Intangible assets and goodwill	12	10,952,390	18,852	10,845,799
Long term financial assets	13	2,245,102	56,091,332	5,813,930
Investments in subsidiaries and associates	14	1,585,071	27,798,072	2,770
Deferred Taxation	10	7,933,368	-	7,307,875
Non-current assets		520,148,464	434,153,725	465,565,650
Inventories	15	29,307,262	14,418,501	13,228,054
Trade Debtors	16	1,771,511	130,934	2,172,834
Other Debtors and receivables	17	12,301,285	145,484	6,664,776
Prepayments	18	44,495,564	19,028,652	27,373,221
Due from related companies	19	5,971,556	19,939,206	4,280,074
Cash and cash equivalents	20	35,491,294	19,818,572	22,435,754
Current assets		129,338,472	73,481,349	76,154,713
Total assets		649,486,936	507,635,074	541,720,363
EQUITY				
Ordinary Share Capital	21	8,520,254	7,745,685	7,745,685
Share premium	22	42,430,000	42,430,000	42,430,000
Retained earnings		321,442,714	214,405,897	241,160,329
Other reserves	23	719,871	-	675,453
Exchange difference reserve	24	(2,059,866)	-	(1,943,313)
Equity attributable to owners of the Company		371,052,973	264,581,582	290,068,155
Non-controlling interests		8,751,975	-	8,710,397
Total equity		379,804,949	264,581,582	298,778,552
LIABILITIES				
Loans and borrowings	25	61,255,339	63,492,935	37,707,001
Intercompany loan	25	81,233,626	103,605,722	88,213,098
Long term provisions	26	2,903,595	1,856,316	2,229,560
Deferred tax liabilities	10	-	1,924,400	-
Employee benefits	27	1,570,937	1,162,207	1,293,459
Non-current liabilities		146,963,496	172,041,580	129,443,118
Bank overdraft	20	11,458,233	500,000	4,169,563
Trade Creditors		5,138,671	3,314,284	3,248,800
Other Creditors and payables	28	50,606,579	22,005,648	37,487,739
Loans and borrowings	25	8,592,797	11,509,629	29,038,086
Intercompany loan	25	7,115,353	507,579	3,790,276
Due to related companies	19	30,514,629	14,202,067	29,719,801
Provisions and accruals		6,998,803	14,896,429	1,764,988
Current tax liabilities	10	2,293,426	4,076,273	4,279,439
Current liabilities		122,718,491	71,011,910	113,498,692
Total liabilities		269,681,988	243,053,490	242,941,810
Total equity and liabilities		649,486,936	507,635,074	541,720,363

The notes on pages 2 to 24 and other explanatory notes on pages 25 to 35 form part of these financial statements.

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

Consolidated Statement of Changes in Equity

	Note	Share Capital N'000	Share Premium N'000	Attributable to equity holders			Exchange diff. Reserve N'000	Total N'000	Non-Controlling interest N'000	Total equity N'000
				Retained Earnings N'000	Cash flow Hedge reserve N'000	Other Reserve N'000				
Balance at 1 January 2012		7,745,685	42,430,000	241,160,329	233,761	441,692	(1,943,313)	290,068,155	8,710,397	298,778,552
Total comprehensive income for the period										
Profit for the period		-	-	108,265,804	-	-	-	108,265,804	14,716	108,280,520
Total other comprehensive income	8	-	-	-	44,418	-	(116,553)	(72,135)	24,985	(47,150)
Total comprehensive income for the period				108,265,804	44,418		(116,553)	108,193,669	39,702	108,233,370
Adjustment for pre-transition period		-	-	(6,314,293)	-	-	-	(6,314,293)	-	(6,314,293)
Prior year adjustments		-	-	(1,533,680)	-	-	-	(1,533,680)	-	(1,533,680)
Share of post acquisition profit		-	-	3,336	-	-	-	3,336	1,877	5,213
Dividend paid		-	-	(19,364,213)	-	-	-	(19,364,213)	-	(19,364,213)
Bonus share issue	21	774,569	-	(774,569)	-	-	-	-	-	-
Balance at 30 September 2012		8,520,254	42,430,000	321,442,714	278,179	441,692	(2,059,866)	371,052,974	8,751,975	379,804,949
Balance at 1 January 2011		7,745,685	42,430,000	161,333,530	-	-	-	211,509,215	-	211,509,215
Total comprehensive income for the period										
Profit for the year		-	-	124,902,777	-	-	-	124,902,777	23,623	124,926,400
Total other comprehensive income	8	-	-	-	233,761	-	-	233,761	131,490	365,251
Total comprehensive income for the period				124,902,777	233,761			125,136,538	155,113	125,291,651
Dividend paid - Dangote Cement Plc		-	-	(34,861,544)	-	-	-	(34,861,544)	-	(34,861,544)
Adjustment for pre-transition period		-	-	(5,141,475)	-	-	-	(5,141,475)	-	(5,141,475)
Prior year adjustments		-	-	(5,072,958)	-	-	-	(5,072,958)	-	(5,072,958)
On acquisition of Sephaku Cement (Pty) SA		-	-	-	-	-	-	-	8,647,473	8,647,473
Share of post acquisition other reserves and retained earnings		-	-	-	-	-	-	-	(844,663)	(844,663)
Investment in other subsidiaries		-	-	-	-	-	-	-	752,474	752,474
Group share of post acquisition other reserves		-	-	-	-	441,692	-	441,692	-	441,692
Currency translation differences	24	-	-	-	-	-	(1,943,313)	(1,943,313)	-	(1,943,313)
Balance at 31 December 2011		7,745,685	42,430,000	241,160,329	233,761	441,692	(1,943,313)	290,068,155	8,710,397	298,778,552

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

Consolidated Statement of Cash Flows
for the period ended 30 September 2012

Note	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Cash flows from operating activities			
Profit for the year	108,280,520	92,187,363	124,926,400
Add back:			
Adjustment for items not involving the movement of cash:			
-Depreciation, amortisation and other non- cash adjustment	15,852,406	10,619,483	14,705,307
- Finance costs, net	9,683,672	(75,068)	907,390
- Taxation	(629,563)	1,061,401	(7,626,723)
	133,187,035	103,793,179	132,912,375
Change in:			
- Current asset	(40,128,218)	36,647,405	36,941,317
-Current liability	21,037,354	5,591,905	21,898,363
-Employee benefits	277,478	534,020	665,272
-Provisions	674,035	(67,335)	305,909
Cash generated/(used) from operating activities	(18,139,352)	42,705,996	59,810,860
Finance costs	(10,747,141)	(1,134,759)	(2,556,050)
Finance income	1,063,469	1,209,827	1,648,660
Tax paid	(1,981,943)	(181,951)	(1,158,065)
Net cash generated by operating activities	103,382,068	146,392,291	190,657,780
Cash flows from investing activities:			
Acquisition of PPE, long-term receivables and investment	(77,582,855)	(151,309,294)	(173,364,216)
Acquisition of Intangible and goodwill	(128,261)	35,585	(9,048,671)
Proceeds on sale of fixed assets	-	2,175	2,175
Net cash (used) from investing activities	(77,711,116)	(151,271,534)	(182,410,712)
Cash flows from financing activities			
Increase/(Decrease)in loan and borrowings	3,103,048	(4,997,436)	(11,856,322)
Increase/(Decrease) in intercompany loans	(3,642,917)	42,816,571	29,308,049
Dividend Paid	(19,364,213)	(34,861,544)	(34,861,544)
Net cash generated/(used in) Financing activities	(19,904,081)	2,957,591	(17,409,817)
Net increase in cash at bank and in hand	5,766,870	(1,921,652)	(9,162,749)
Cash at bank and in hand, beginning of year	18,266,191	21,240,224	27,428,940
Cash at bank and in hand, end of year	24,033,061	19,318,572	18,266,191

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

3 Revenue

Revenue, which comprises entirely of domestic sales as well sales of ash by Sephaku cement company (a subsidiary of the company), represents the invoiced value of goods sold to external customers, net of returns and value added tax.

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
a) Analysis by product			
Cement	207,838,224	173,837,678	235,704,876
Ash	425,790	-	210,094
	208,264,014	173,837,678	235,914,970

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
b) Analysis by geography			
Nigeria	207,838,224	173,837,678	235,704,876
South Africa	425,790	-	210,094
	208,264,014	173,837,678	235,914,970

3 Segment information

	Nigeria N'000	South Africa N'000	Others N'000	TOTAL N'000
Sep-12				
Revenue	207,838,224	425,790	-	208,264,014
Cost of sales	(78,023,117)	(197,431)	-	(78,220,548)
Gross Profit	129,815,107	228,360	-	130,043,466
Depreciation	16,610,300	125,021	-	16,735,321
Profit before income tax	106,417,989	(588,684)	-	105,829,305
Non-current asset	420,592,710	18,971,465	80,584,289	520,148,464
Net assets	354,572,391	21,896,180	3,336,377	379,804,948

Others represent subsidiaries in other African countries which are yet to commence operation.

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
4 Other income			
Gains from haulage	6,569,266	4,030,572	4,893,101
Insurance claims	29,758	-	26,731
Sundry Income	193,653	182,379	1,845,638
	6,792,676	4,212,951	6,765,470
5 Net finance costs			
Interest income on bank deposits	1,089,068	1,209,827	1,648,660
Foreign exchange gain/loss	(25,599)	-	-
Finance income	1,063,469	1,209,827	1,648,660
Interest on bank overdraft	-	696,975	1,106,581
Other finance charges	361,303	-	-
Interest on term loans	5,475,999	310,740	1,221,737
Interest on intercompany loans	4,909,839	127,044	227,732
Finance expense	10,747,141	1,134,759	2,556,050
Net finance expense	-9,683,672	75,068	-907,390

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

6	Income tax expense		Group	Company	Group
			30th Sept. 2012 N'000	30th Sept. 2011 N'000	31st December 2011 N'000
	Current tax expense	(Note 6.1)	-	1,061,401	(2,089,540)
	Deferred tax expense	(Note 6.1)	(625,493)	-	9,867,404
	Prior year overprovision		(4,070)	-	-
	Education tax		-	-	(151,141)
			(629,563)	1,061,401	7,626,723

6.1 The Obajana and Gboko plants of the company were granted Pioneer status for five years till 31 December 2013 while for Ibeshe plant, the company has sufficient capital allowances. No tax was charged due to this reason.

7 Profit or Loss from Discontinued operations

In January 2012 and February 2012 the company discontinued the cement terminal operations which involve bagging of imported bulk cement at her import terminals located in Portharcourt and Lagos respectively. Management's plan is to convert them to export terminals, this decision was facilitated by the commencement of full operations of Ibeshe cement plant with a production capacity of 6 millions tons/annum commissioned in Q1 and Line 3 of Obajana cement plant with a production capacity of 5.25millions tons/annum commissioned in Q2 2012.

	2012 N'000	2011 N'000	2011 N'000
Cost of sales	2,367,919	-	-
Other fixed costs	(590,604)	-	-
Other operating profit	1,777,315	-	-
Other income	44,338	-	-
Profit or Loss from Discontinued operations	1,821,652	-	-

8 Other comprehensive income

a. Components of other comprehensive income - 30/09/2012

	Gross	Tax	Net
Effect of cash flow hedges			
Gains/losses on cash flow hedges arising during the year	69,403	-	69,403
Foreign exchange differences			
Currency translation difference	(116,553)	-	(116,553)
Total	(47,150)	-	(47,150)

b. Components of other comprehensive income - 31/12/2011

	Gross	Tax	Net
Effect of cash flow hedges			
Gains/losses on cash flow hedges arising during the year	365,251	-	365,251
Foreign exchange differences			
Currency translation difference	-	-	-
Total	365,251	-	365,251

Sephaku Cement (Pty) Ltd. (a subsidiary of Dangote cement Plc) entered into an agreement with Sinoma International Engineering Co. for the provision of turnkey cement manufacturing facility. The cash flow risk associated with the foreign exchange payment was hedged by means of a natural hedge

Currency translation difference is the difference resulting from translating of foreign subsidiaries to presentation currency

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
--	--	--	---

9 Earnings per share

Earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares outstanding at the end of the financial year.

Basic earnings per share

From continuing operations

Balance, end of year

Basic earnings per share

Profit for the year attributable to the owners of the company

Earnings used in the calculation of basic earnings per share

Weighted average number of ordinary shares for the purpose of basic earnings per share

6.35	5.41	7.33
6.35	5.41	7.33
108,265,804	92,187,363	124,902,777
108,265,804	92,187,363	124,902,777
17,040,508	17,040,508	17,040,508

10 Taxation Per Balance Sheet

a. The movement in the tax payable account was as follows:

Balance, beginning of the year

Charge for the year

Payments during the year

Withholding tax credits

Balance, end of year

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
4,279,439	3,196,823	3,196,823	
(4,070)	1,061,401	2,240,681	
(1,981,943)	(181,951)	(1,158,065)	
-	-	-	
2,293,426	4,076,273	4,279,439	

b. The movement in the deferred tax account was as follows:

Balance, beginning of the year

Charge for the year

Arising during the period

Balance, end of year

(7,307,875)	1,924,400	2,559,529
(625,493)	-	-
-	-	(9,867,404)
(7,933,368)	1,924,400	(7,307,875)

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

11 Property, plant and equipment

(a) The movement on these accounts during the year was as follows:

Sep-12	Land N'000	Building N'000	Plant and machinery N'000	Motor Vehicles N'000	Factory furniture and equipment N'000	Assets under construction N'000	Total N'000	
Cost								
At 1 January	10,902,535	8,489,571	201,931,371	24,964,490	1,674,072	260,368,193	508,330,232	(0)
Reclassification (11.1)	1,939,341	6,461,408	139,272,628	1,669,748	305,405	(149,648,530)	-	(0)
Adjustment for pre-transition period (Note 11.3)	1,001,341	-	(728,790)	-	(76,314)	-	196,237	0
Additions during the year	-	38,696	4,007,997	1,038,587	338,888	74,170,185	79,594,354	1,284,304.00
Disposal	-	(11,690)	(21,734)	(2,823,733)	(68,805)	-	(2,925,962)	320611
At 30 September	<u>13,843,217</u>	<u>14,977,985</u>	<u>344,461,473</u>	<u>24,849,095</u>	<u>2,173,245</u>	<u>184,889,848</u>	<u>585,194,863</u>	29,024 (75,199,242) 0
Depreciation								
At 1 January	1,135,783	3,640,644	49,648,026	11,103,153	1,207,349	-	66,734,955	
Reclassification (Note 11.1)	-	3,745	(184,587)	-	180,842	-	-	
Charge for the year	-	531,032	12,262,837	3,827,954	113,498	-	16,735,321	
Other Adjustments (Note 11.2)	-	164,277	1,083,338	1,378,233	41,108	-	2,666,956	
Adjustment for pre-transition period (Note 11.3)	(69,751)	-	4,530,800	-	(352,000)	-	4,109,049	
Disposal	-	(2,455)	(15,374)	(2,420,847)	(45,277)	-	(2,483,953)	
At 30 September	<u>1,066,032</u>	<u>4,337,242</u>	<u>67,325,039</u>	<u>13,888,493</u>	<u>1,145,521</u>	<u>-</u>	<u>87,762,327</u>	
Net book value								
At 30 September 2012	<u>12,777,185</u>	<u>10,640,743</u>	<u>277,136,433</u>	<u>10,960,601</u>	<u>1,027,725</u>	<u>184,889,848</u>	<u>497,432,536</u>	
At 31 December 2011	<u>9,766,752</u>	<u>4,848,928</u>	<u>152,283,346</u>	<u>13,861,337</u>	<u>466,723</u>	<u>260,368,193</u>	<u>441,595,276</u>	11,478
At 30 September 2011	<u>6,034,393</u>	<u>5,792,316</u>	<u>144,108,495</u>	<u>7,238,946</u>	<u>183,357</u>	<u>186,887,965</u>	<u>350,245,469</u>	

11.1 This represents capitalisation of assets created at company plant at Ibeshe and Obajana line 3 cement plants.

11.2 This represents adjustments required to give effect to policy changes relating to capitalisation

11.3 This represents adjustments required to be made to comply with IAS 16 Property, plant and equipment.

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

12 Intangible assets and goodwill

a. Intangible assets: -The movement on these accounts during the year was as follows:

Sep-12	COMPUTER SOFTWARE	EXPLORATION ASSETS	TOTAL
	N N'000	N N'000	N N'000
COST:			
Balance as at 1/1/2012	396,930	1,744,678	2,141,608
Additions during the year	9,859	118,402	128,261
Balance as at 30/9/2012	406,789	1,863,080	2,269,869
ACCUMULATED AMORTISATION:			
Balance as at 1/1/2012	344,480	-	344,480
Charge for the year	21,670	-	21,670
Balance as at 30/9/2012	366,150	-	366,150
NET BOOK VALUE:			
As at 30/9/2012	40,639	1,863,080	1,903,719
As at 31/12/2011	52,450	1,744,678	1,797,128
As at 30/09/2011	18,852	-	18,852

b. Goodwill

Effective 30th June 2011, Dangote Cement Plc acquired 64% interest in Sephaku Cement Pty) Limited South Africa. Goodwill arising from the combination was computed as follows:

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Purchase Consideration	24,283,254	-	24,283,254
Net assets attributable to Dangote Cement Plc as at 30 June 2011	(15,234,583)	-	(15,234,583)
Goodwill from acquisition	9,048,671	-	9,048,671
The net assets acquired include:			
Fixed assets	19,519,362	-	19,519,362
stock	10,417	-	10,417
Debtors and prepayments	339,677	-	339,677
Cash	6,188,717	-	6,188,717
Total assets	26,058,173	-	26,058,173
Other current liabilities	1,585,756	-	1,585,756
Deferred tax	668,381	-	668,381
Total liabilities	2,254,137	-	2,254,137
Net Assets	23,804,036	-	23,804,036
Net assets attributable to non-controlling interest at acquisition date	(8,569,453)	-	(8,569,453)
	15,234,583	-	15,234,583
Intangible assets and goodwill	10,952,390	18,852	10,845,799

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
13 Long term financial assets			
i Long term receivables			
Dangote Industries Benin S. A.	13,027	1,586,344	1,665,201
Dangote Industries Senegal S.A.Benin S. A.	-	28,949,956	-
Dangote Industries (Ethiopia) Plc	-	9,864,058	-
Dangote Industries (Zambia) Ltd.	-	9,565,738	-
Dangote Industries (Cameroun) Ltd.	-	1,887,510	-
Dangote Industries (Tanzania) Ltd.	-	1,014,461	-
Dangote Industries (Congo) S.A.	-	93,787	-
Dangote Industries (Sierra Leone) Ltd.	-	645,302	-
Dangote Industries Limited Cote D'ivoire	-	84,199	-
Dangote Industries Gabon	-	26,811	-
Greenview International Limited Ghana	945,359	824,628	908,086
Dangote Cement Liberia Limited	49,499	17,694	40,500
Algeria project	45,091	42,003	42,003
Kenya project	3,448	1,762	1,762
Niger project	1,312	757	1,081
Guinea project	6,817	692	692
Chattisgarh project	14,887	13,976	13,976
Enugu project	8,235	8,235	8,235
Odukpani project	55,277	2,430	2,430
Togo Cement project	2,775	-	-
Madagascar project	1,154	-	-
Egypt project	2,120	-	-
	1,149,000	54,630,343	2,683,966

This represents amounts advanced by the company to support projects being executed by its subsidiaries/associate in other African countries. These advances are not payable in the next 12 months.

ii Gas pipeline - Build and transfer	1,092,715	1,460,989	3,129,964
---	------------------	------------------	------------------

Gas pipeline represents the long term unamortised balance of the company's investments on the gas pipeline which was transferred to Nigerian Gas Company (NGC). The gas pipeline was constructed with the understanding that NGC would take it over at an agreed cost and that the company would recoup its costs from the amounts invoiced by NGC for gas consumption at an agreed rate.

iii. Deposit to Department of mineral resources SA	3,388	-	-
---	--------------	----------	----------

In terms of section 41 of the mineral and petroleum development act of South Africa an applicant for a prospecting right, mining right or mining permit must make the prescribed financial provision for the rehabilitation or management of negative environmental impacts. The company subsidiary made deposits with the Department of Mineral Resources in compliance with their statutory requirement.

Long term financial assets	2,245,102	56,091,332	5,813,930
-----------------------------------	------------------	-------------------	------------------

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

14 Investments in Subsidiaries and associates	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Lion Football Club Limited	50	50	50
Dangote Industries Benin S. A.	2,721	-	2,720
Sephaku cement (Pty) Ltd. SA	-	27,798,022	-
Onigbolo cement company Benin	1,582,300	-	-
	1,585,071	27,798,072	2,770

The investment in Lion Football Club Limited is a passive investment with no operation and financial control and hence not consolidated.

The company holds 43% of Onigbolo cement company Benin but do not have any evidence of significant influence over the financial operating policies of this company thus there was no equity accounting of the activities for this investment.

15 Inventory	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Inventories comprise			
Finished goods	2,949,306	453,207	1,284,300
Work-in-process	701,182	943,317	958,333
Raw materials	653,044	1,387,636	396,909
Packaging materials	1,291,023	868,764	158,277
Chemicals and consumables	6,948,846	1,034,234	1,164,589
Spare parts	2,914,001	5,593,427	5,672,479
Goods-in-transit	11,503,895	3,705,745	2,492,882
Fuel	2,345,963	432,171	1,100,285
	29,307,262	14,418,501	13,228,054

16 Trade Debtors	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Trade receivables	4,682,344	3,545,966	3,763,161
Less: Provision for doubtful debt	(2,910,833)	(3,415,032)	(1,590,327)
	1,771,511	130,934	2,172,834
17 Other debtors and receiveables			
Other debtors and receiveables	12,904,867	1,965,545	9,438,179
Less: Provision for Other debtors	(603,582)	(1,820,062)	(2,773,403)
	12,301,285	145,484	6,664,776

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

	Group 30th Sept 2012 N'000	Company 30th Sept 2011 N'000	Group 31st December 2011 N'000
18 Prepayments			
Prepayments	1,050,816	-	462,213
Advance to contractors	36,002,566	16,784,755	22,520,969
Deposit for import	7,077,944	1,556,373	2,894,229
Gas pipeline- Build and Transfer (Short term)	364,238	687,524	1,495,809
	44,495,564	19,028,652	27,373,221

	Group 30th Sept 2012 N'000	Company 30th Sept 2011 N'000	Group 31st December 2011 N'000
19 Due from related companies			
a. Due from related companies comprise			
DCW China	-	-	32,358
Savannah Sugar Company Plc	857,028	1,539,477	1,856,914
Dangote Agro Sacks Ltd.	318,040	-	-
Kogi Oil Services	896	896	896
Dangote Transport Limited	130,343	-	140,534
Dangote global services Limited	8,599	-	8,599
Dansa Foods	91,112	-	93,591
Dangote Noodles Limited	41,302	120,289	142,851
Dangote Flour Plc	203,115	121,063	203,040
Dangote Sugar Refinery Plc	3,034,812	-	1,247,619
Dangote Pasta Limited	94,940	-	246,650
DIL Power Limited	-	-	18,037
Dangote Nigeria Limited	-	64,719	-
National Salt Company of Nigeria Plc	381,086	187,528	-
Fertilizer Plant Project	-	-	1,570
Dangote Super Group	24,783	-	286,616
Dangote Industries Limited	697,058	17,506,177	
Dangote Ceramics	-	600	799.00
Others	88,442	398,457	-
	5,971,556	19,939,206	4,280,074

b. Due to related companies

Due to related companies comprise

Dangote Industries Limited	17,490,235	-	9,536,137
Bulk Commodities	10,924,264	12,909,179	18,014,303
Dangote Agro Sacks Plc	1,307,677	822,561	1,294,853
Dangote AD Star Limited	-	-	11,730
National Salt Company of Nigeria	-	-	846,761
Oshogbo Steel Mills	11,010	-	16,017
Dangote Sugar Plc	329,066	470,326	-
Dangote Noodles Limited	35,235	-	-
Dangote Pasta Limited	1,830	-	-
Sephaku Holdings Ltd.	8,663	-	-
Greenview Nig. Ltd.	276,831	-	-
Dangote Travels Limited	129,818	-	-

	30,514,629	14,202,067	29,719,801
--	-------------------	-------------------	-------------------

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

	Group 30th Sept 2012 N'000	Company 30th Sept 2011 N'000	Group 31st December 2011 N'000
20 Cash and cash equivalent			
Bank balances	16,879,353	7,286,967	12,751,413
Short term deposits (on demand)	18,611,941	12,531,605	9,684,341
	<u>35,491,294</u>	<u>19,818,572</u>	<u>22,435,754</u>
Bank overdraft	-11,458,233	(500,000)	-4,169,563
	<u>24,033,061</u>	<u>19,318,572</u>	<u>18,266,191</u>

Short term deposit relates to demand/on call investment with short maturity of less than 3 months.

Dangote Cement Plc obtained a temporary dollar credit facility from Zenith Bank Plc in the sum of US\$73,709,242.00 (Seventy three million, seven hundred and nine thousand, two hundred and forty two dollars) as bridge finance in respect of capital investment in Sephaku Cement (Pty) SA at 6% per annum.

21 Share capital

The movement in the share capital account was as follows:

Authorised: 20,000,000,000 (2009: 500,000,000)

(a) Ordinary shares of 50k each	10,000,000	10,000,000	10,000,000
Allotted, called up and fully paid: 1,000,000,000 ordinary shares of 50k each	500,000	500,000	500,000
(b) (2009: 500,000,000) ordinary shares of 50k each			
14,000,000,000 (bonus issue at 50k per share)	7,000,000	7,000,000	7,000,000
491,370,368 new shares issued at 50k	245,685	245,685	245,685
(2012: 1,549,137 (bonus issue at N50k per share in the ratio of 1 share for every 10 shares held)	774,569	-	-
	<u>8,520,254</u>	<u>7,745,685</u>	<u>7,745,685</u>

22 Share premium

Authorised: 500,000,000 ordinary shares of N1 each issued at N84.86 premium

	<u>42,430,000</u>	<u>42,430,000</u>	<u>42,430,000</u>
--	-------------------	-------------------	-------------------

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

25a. Loans and borrowings

This note provides information about the contractual terms of the Company's interest-bearing loans and borrowings, which are measured at amortised cost.

i Non-current liabilities	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
Bank loans (Note 25.1)	37,528,390	53,690,655	27,331,773
Power intervention (Note 25.2)	23,726,948	9,802,280	10,375,228
	<u>61,255,339</u>	<u>63,492,935</u>	<u>37,707,001</u>
ii Current liabilities			
Bank loans (Note 25.1)	8,065,019	11,509,629	29,038,086
Power intervention (Note 25.2)	527,778	-	-
	<u>8,592,797</u>	<u>11,509,629</u>	<u>29,038,086</u>

25b. Intercompany loans

Intercompany loans comprise:

i Non-current liabilities	N'000	N'000	N'000
Dangote Industries Limited (Long term loan) - Note 25.5	44,995,608	55,441,900	45,334,801
Surbordinated loan (Note 25.4)	36,238,018	48,163,822	42,878,297
	<u>81,233,626</u>	<u>103,605,722</u>	<u>88,213,098</u>
ii Current liabilities			
Dangote Industries Limited (Short term loan) - Note 25.5	6,600,809	-	3,261,712
Bulk Commodity Limited (Short term loan) - Note 25.3	514,544	507,579	517,086
Sephaku holdings Limited	-	-	11,478
	<u>7,115,353</u>	<u>507,579</u>	<u>3,790,276</u>

25.1 A consortium of banks comprising Zenith Bank Plc, Access Bank Plc, Fidelity Bank Plc and First Bank granted the company facilities to refinance existing loans and fund cement projects at fixed and floating interest rates of 10% and MPR plus 3 basis points respectively. The tenor of the loans is for initial 3 years plus 2 years rollover option.

Dangote Cement Plc
Consolidated financial statements for the period ended
30 September 2012

	Group 30th Sept. 2012 N'000	Company 30th Sept. 2011 N'000	Group 31st December 2011 N'000
26 Long term provision			
Dismantling provision - Sephaku ash processing plant	142,902	-	-
Provision for rehab - Sephaku limestone & Exploration	4,404	-	-
Provision for site restoration	2,756,289	1,856,316	2,229,560
	<u>2,903,595</u>	<u>1,856,316</u>	<u>2,229,560</u>
27 Employee benefits	N'000	N'000	N'000
The movement in employee is as follows:			
Balance, beginning of year	1,293,459	494,684	565,682
Provision for the year	277,478	667,655	929,464
Payments during the year	-	(133)	(201,687)
	<u>1,570,937</u>	<u>1,162,207</u>	<u>1,293,459</u>
28 Other creditors and payables	N'000	N'000	N'000
Deposit from customers	20,012,380	7,476,276	10,581,857
Interest payable	5,414,268	2,508,163	5,324,484
Others	25,179,931	12,021,209	21,581,398
	<u>50,606,579</u>	<u>22,005,648</u>	<u>37,487,739</u>

29 Contingent liabilities

No provision has been made in these consolidated financial statements for contingent liabilities in respect of litigation against the company and its subsidiaries.

30 Other contingencies

A long term gas purchase agreement was entered into by the company with Nigerian Gas Company Limited for the supply of natural gas to the cement plant in Obajana. The agreement is for twenty (20) years with effect from October 2006. This commits the company to taking up a specified minimum quantity of gas over the duration of the purchase agreement.

31 Post balance sheet events

The company's plant at Ibese, Ogun State with production capacity of 6 million metric tonnes and the third line at Obajana, Kogi state were commissioned by the President of the Federal Republic of Nigeria in February and June 2012 respectively. The Directors are of the opinion that there were no other post balance sheet events which could have had material effect on the state of affairs of the company as at 30 September, 2012 and on the profit for the period ended on that date which have not been adequately provided for or recognised.

32 Comparative figures

Certain comparative figures have been restated where necessary for a more meaningful comparison.