

DANGOTE CEMENT PLC

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Dangote Cement Plc
Condensed consolidated and separate statement of financial position
As at 30 June 2013

	Notes	As at 30/06/13 N'000	Group As at 31/12/12 N'000	As at 30/06/13 N'000	Company As at 31/12/12 N'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	538,121,463	478,091,577	394,025,990	377,864,231
Intangible assets	13	2,269,946	1,726,734	770,470	848
Investments	14	389	-	25,097,306	25,096,917
Deferred tax assets	11.3	24,880,361	24,937,023	23,572,556	23,572,556
Prepayments	15	44,421,203.00	45,015,692	21,062,209	21,062,209
Total non-current assets		609,693,362	549,771,026	464,528,531	447,596,761
Current assets					
Inventories	16	38,264,323	32,477,938	35,851,511	30,853,539
Trade and other receivables	17	9,885,205	15,776,078	6,249,257	4,990,785
Due from related companies	24	15,889,355	4,121,465	141,098,885	90,047,435
Prepayments	15	19,885,638	27,094,397	19,688,323	24,279,076
Cash and cash equivalents	23	48,702,563	44,425,319	44,486,310	41,698,513
Total current assets		132,627,083	123,895,197	247,374,286	191,869,348
TOTAL ASSETS		742,320,446	673,666,223	711,902,817	639,466,109
EQUITY & LIABILITIES					
Equity					
Share capital	18	8,520,254	8,520,254	8,520,254	8,520,254
Share premium	18	42,430,000	42,430,000	42,430,000	42,430,000
Capital contribution		2,876,642	2,876,642	2,828,497	2,828,497
Currency translation reserve		(2,542,910)	(1,443,862)	-	-
Employee benefit reserve		(725,004)	(746,282)	(725,004)	(746,282)
Retained earnings		418,636,141	361,130,672	432,738,991	374,574,125
Equity attributable to owners of the Company		469,195,123	412,767,424	485,792,738	427,606,594
Non-controlling interests		6,119,213	7,234,467	-	-
Total equity		475,314,335	420,001,891	485,792,738	427,606,594
NON CURRENT LIABILITIES					
Deferred tax liabilities	11.4	585,217	530,227	-	-
Borrowings	20	125,479,100	112,462,464	94,872,505	83,050,601
Provisions for liabilities and other charges	22	994,648	487,310	221,151	274,782
Retirement benefits obligation		2,335,349	1,743,676	2,214,146	1,743,676
Deferred revenue	21	2,410,238	2,410,391	2,410,238	2,410,238
Total non-current liabilities		131,804,551	117,634,068	99,718,040	87,479,297
Current liabilities					
Bank overdraft	23	162,003	1,262,966	-	-
Trade and other payables	19	82,847,537	63,171,933	74,202,409	54,110,567
Current income tax payable	11.2	825,512	2,504,925	823,122	2,504,925
Deferred revenue	21	293,969	602,101	293,969	602,101
Borrowings	20	35,956,500	50,433,729	35,956,500	50,433,729
Due to related parties	24	15,116,039	18,054,610	15,116,039	16,728,896
Total current liabilities		135,201,560	136,030,264	126,392,038	124,380,218
TOTAL EQUITY AND LIABILITIES		742,320,446	673,666,223	711,902,817	639,466,109

Dangote Cement Plc
Condensed consolidated and separate statement of profit or loss and other Comprehensive Income
For the period ended 30 June 2013

	Notes	Group					Company				
		3 months ended	6 months ended	3 months ended	6 months ended	Year ended	3 months ended	6 months ended	3 months ended	6 months ended	Year ended
		30/06/13	30/06/13	30/06/12	30/06/12	31/12/12	30/06/13	30/06/13	30/06/12	30/06/12	31/12/12
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	
Revenue	3	103,035,288	198,463,296	86,093,065	154,495,164	298,454,068	98,448,126	190,770,731	82,257,741	147,746,567	285,635,278
Cost of sales	5	(36,933,936)	(66,326,844)	(34,283,013)	(62,599,567)	(118,304,340)	(32,628,453)	(59,111,641)	(30,767,393)	(56,327,031)	(106,326,020)
Gross profit		66,101,352	132,136,452	51,810,052	91,895,597	180,149,728	65,819,673	131,659,090	51,490,348	91,419,536	179,309,258
Administrative expenses	6	(4,540,822)	(8,937,590)	(3,698,484)	(8,487,345)	(22,953,374)	(3,911,478)	(7,851,588)	(3,157,085)	(7,146,053)	(20,789,983)
Selling and distribution expenses	7	(6,533,858)	(12,936,169)	(2,583,714)	(7,461,689)	(15,104,982)	(6,464,458)	(12,787,576)	(2,577,027)	(7,449,757)	(14,789,012)
Other income/expense	8	629,505	827,441	(280,804)	481,020	4,400,440	607,352	787,876	(295,621)	450,591	4,374,446
Profit from operating activities		55,656,177	111,090,134	45,247,050	76,427,582	146,491,812	56,051,088	111,807,801	45,460,615	77,274,316	148,104,709
Finance income	9	1,794,885	2,960,386	303,477	640,867	2,414,734	1,792,559	2,951,649	255,018	531,243	2,391,030
Finance costs	9	(3,454,025)	(6,369,563)	(4,462,121)	(6,250,977)	(13,258,957)	(3,402,962)	(6,236,944)	(4,401,316)	(6,166,173)	(12,407,023)
Profit before tax		53,997,037	107,680,956	41,088,406	70,817,472	135,647,589	54,440,684	108,522,505	41,314,317	71,639,386	138,088,716
Income tax expense	11.1	-	-	-	-	16,285,624	-	-	-	-	14,836,382
Profit for the year		53,997,037	107,680,956	41,088,406	70,817,472	151,933,213	54,440,684	108,522,505	41,314,317	71,639,386	152,925,098
Other comprehensive income, net of income tax											
Items that may be reclassified subsequently to profit or loss											
Currency translation differences		(1,185,906)	(2,032,149)	(998,291)	54,713	(2,037,809)	-	-	-	-	-
Cash flow hedges		-	-	(99,418)	(38,029)		-	-	-	-	-
Defined benefit plan actuarial gains (losses)		21,278	21,278	(68,084)	(136,168)	(272,336)	21,278	21,278	(136,168)	(136,168)	(272,336)
Other comprehensive income for the year, net of income tax		(1,164,628)	(2,010,871)	(1,165,793)	(119,484)	(2,310,145)	21,278	21,278	(136,168)	(136,168)	(272,336)
Total comprehensive income for the period		52,832,409	105,670,085	39,922,613	70,697,988	149,623,068	54,461,962	108,543,783	41,178,149	71,503,218	152,652,762
Profit for the year attributable to:											
Owners of the Company		54,100,992	107,863,108	41,102,684	71,018,010	152,020,690	54,440,684	108,522,505	41,314,317	71,639,386	152,925,098
Non-controlling interests		(103,957)	(182,152)	(14,276)	(200,537)	(87,477)	-	-	-	-	-
		53,997,035	107,680,956	41,088,408	70,817,473	151,933,213	54,440,684	108,522,505	41,314,317	71,639,386	152,925,098
Total comprehensive income for the year attributable to:											
Owners of the Company		53,367,667	106,785,339	40,363,947	70,949,340	150,304,492	54,461,962	108,543,783	41,178,149	71,503,218	152,652,762
Non-controlling interests		(535,259)	(1,115,254)	(441,332)	(251,351)	(681,424)	-	-	-	-	-
		52,832,408	105,670,085	39,922,615	70,697,988	149,623,068	54,461,962	108,543,783	41,178,149	71,503,218	152,652,762
Earnings per share, basic and diluted (Naira)	10	3.17	6.33	2.41	4.17	8.92	3.20	6.37	2.42	4.20	8.98

Dangote Cement Plc

Condensed consolidated statement of changes in equity For the period ended 30 June 2013

	Share capital N'000	Share premium N'000	Retained Earnings N'000	Employee Benefit reserve N'000	Currency translation reserve N'000	Capital Contribution N'000	Attributable to the owners of the parent N'000	Non - controlling interests N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	361,130,672	(746,282)	(1,443,862.00)	2,876,642	412,767,424	7,234,467.09	420,001,891
Prior year correction	-	-	763,883	-	-	-	763,883	-	763,883
Profit for the period	-	-	107,863,108	-	-	-	107,863,108	(182,152)	107,680,956
Other comprehensive income for the period, net of income tax	-	-	-	21,278	(1,099,047)	-	(1,077,769)	(933,102)	(2,010,871)
Total comprehensive income for the period	-	-	-	21,278	(1,099,047)	-	(1,077,769)	(933,102)	(2,010,871)
Payment of dividends	-	-	(51,121,522)	-	-	-	(51,121,522)	-	(51,121,522)
Balance at 30th June 2013	8,520,254	42,430,000	418,636,141	(725,004)	(2,542,910)	2,876,642	469,195,123	6,119,213	475,314,336
Balance at 1 January 2012	7,745,685	42,430,000	229,245,844	(473,946)	-	2,876,642	281,824,225	8,546,661	290,370,886
Profit for the period	-	-	71,018,010	-	-	-	71,018,010	(200,537)	70,817,473
Other comprehensive income for the year, net of income tax	-	-	(24,339)	(136,168)	91,836	-	(68,670)	(50,814)	(119,484)
Total comprehensive income for the period	-	-	70,993,671	(136,168)	91,836	-	70,949,339	(251,351)	70,697,989
Effect of acquisition of subsidiaries under common control	-	-	2,921	-	-	-	2,921	(630,770)	(627,849)
Bonus shares	774,569	-	(774,569)	-	-	-	-	-	-
Payment of dividends	-	-	(19,364,214)	-	-	-	(19,364,214)	-	(19,364,214)
Balance at 30 June 2012	8,520,254	42,430,000	280,103,653	(610,114)	91,836	2,876,642	333,412,271	7,664,541	341,076,812

Dangote Cement Plc

Condensed separate statement of changes in equity For the period ended 30 June 2013

	Share capital N'000	Share premium N'000	Capital contribution N'000	Retained earnings N'000	Employee benefit reserve N'000	Total N'000
Balance at 1 January 2013	8,520,254	42,430,000	2,828,497	374,574,125	(746,282)	427,606,594
Effect of prior year error correction	-	-	-	763,883	-	763,883
	8,520,254	42,430,000	2,828,497	375,338,008	(746,282)	428,370,477
Profit for the period	-	-	-	108,522,505	-	108,522,505
Other comprehensive income for the period, net of income tax	-	-	-	-	21,278	21,278
Total comprehensive income for the period	-	-	-	108,522,505	21,278	108,543,783.48
Payment of dividends	-	-	-	(51,121,522)	-	(51,121,522.00)
Balance at 30 June 2013	8,520,254	42,430,000	2,828,497	432,738,991	(725,004)	485,792,738
Balance at 1 January 2012	7,745,685	42,430,000	2,828,497	241,787,810	(473,946)	294,318,046
Profit for the period	-	-	-	71,639,386	-	71,639,386
Other comprehensive income for the year, net of income tax	-	-	-	-	(136,168)	(136,168)
Total comprehensive income for the period	-	-	-	71,639,386	(136,168)	71,503,218
Bonus share	774,569	-	-	(774,569)	-	-
Payment of dividends	0	-	-	(19,364,214)	-	(19,364,214)
Balance at 30 June 2012	8,520,254	42,430,000	2,828,497	293,288,413	(610,114)	346,457,050

Dangote Cement Plc
Condensed consolidated and separate statement of cash flows
For the period ended 30 June 2013

	Group			Company		
	6 months ended 30/06/13 N'000	6 months ended 30/06/12 N'000	Year ended 31/12/12 N'000	6 months ended 30/06/13 N'000	6 months ended 30/06/12 N'000	Year ended 31/12/12 N'000
Cash flows from operating activities						
Profit before tax	107,680,956	70,817,472	135,647,589	108,522,505	71,639,386	138,088,716
Adjustments for:						
Depreciation	16,180,806	12,157,980	27,593,659	16,022,036	11,667,965	27,267,634
Write off of property plant and equipment	357,370	-	399,202	340,330	-	397,436
Amortization of intangible assets	45,406	6,400	27,140	38,717	3,093	7,801
Impairment loss on investment and receivables from related parties	-	-	2,026,828	-	-	2,026,828
Finance cost	6,369,563	6,250,977	12,425,621	6,528,437	6,166,173	12,210,419
Interest income	(2,960,386)	(640,867)	(2,213,027)	(2,951,649)	(531,243)	(2,189,323)
Amortisation of deferred revenue	(308,285)	(254,228)	(558,636)	(308,132)	(254,228)	(541,277)
Provision for restoration	507,338	(27,167)	20,417	(53,630)	23,854	132,959
Provisions for employee benefits	612,951	260,448	616,505	491,748	260,448	616,505
Amortisation of long term prepayment - gas pipeline	-	4,283,001	4,283,001	-	4,283,001	4,283,001
	<u>128,485,720</u>	<u>92,854,016</u>	<u>180,268,299</u>	<u>128,630,363</u>	<u>93,258,449</u>	<u>182,300,699</u>
Changes in working capital:						
Change in inventory	(5,786,385)	(9,106,407)	(12,829,351)	(4,997,972)	(9,007,047)	(12,117,341)
Change in trade and other receivables	13,694,120	(24,875,373)	(15,982,272)	3,332,280	(32,561,237)	(17,599,991)
Change in due from related parties	(11,767,889)	(942,285)	(323,793)	(51,051,450)	(2,804,776)	(17,740,166)
Change in due to related parties	(2,771,975)	(13,251,189)	(12,626,835)	(1,612,858)	(11,395,995)	(13,727,132)
Change in trade and other payables	22,244,950	51,816,229	17,097,699	24,724,102	47,572,746	12,909,466
Gratuity Paid	-	(87,856)	(517,677)	-	(87,856)	(517,677)
Income tax paid	(1,681,803)	(2,184,606)	(2,538,919)	(1,681,803)	(2,174,931)	(2,558,679)
<i>Net cash generated from operating activities</i>	<u>142,416,737</u>	<u>94,222,528</u>	<u>152,547,151</u>	<u>97,342,663</u>	<u>82,799,354</u>	<u>130,949,179</u>
Investing activities						
Interest received	2,960,386	890,867	2,213,027	2,951,649	781,243	2,189,323
Additions to intangible assets	(832,242)	-	(64,978)	(808,339)	-	-
Acquisition of property, plant and equipment and investment	(83,078,529)	(62,282,060)	(129,068,608)	(30,319,460)	(49,920,084)	(76,043,345)
Proceeds from disposal of property, plant and equipment	-	-	10,902,824	-	-	10,902,824
<i>Net cash provided by investing activities</i>	<u>(80,950,385)</u>	<u>(61,391,193)</u>	<u>(116,017,735)</u>	<u>(28,176,150)</u>	<u>(49,138,841)</u>	<u>(62,951,198)</u>
Financing activities						
Interest paid	(6,459,513)	(10,825,446)	(12,072,027)	(6,709,513)	(10,825,446)	(11,856,826)
Dividend paid	(51,121,522)	(19,364,214)	(19,364,214)	(51,121,522)	(19,364,214)	(19,364,214)
Loans obtained	11,931,540	34,500,545	59,911,863	8,765,018	34,500,545	30,500,000
Loans repaid	(17,312,698)	(37,973,435)	(39,180,384)	(17,312,698)	(37,973,435)	(39,180,388)
<i>Net cash provided by financing activities</i>	<u>(62,962,194)</u>	<u>(33,662,549)</u>	<u>(10,704,762)</u>	<u>(66,378,716)</u>	<u>(33,662,549)</u>	<u>(39,901,428)</u>
(Decrease)/increase in cash and cash equivalent	(1,495,842)	(831,215)	25,824,654	2,787,797	(2,037)	28,096,553
Effects of exchange rate changes on the none monetary assets held in foreign currencies	6,874,049	(457,647)	(980,921)			
Cash and cash equivalents at beginning of period	43,162,353	18,318,620	18,318,620	41,698,513	13,601,960	13,601,960
Cash and cash equivalents at end of period	<u>48,540,560</u>	<u>17,029,758</u>	<u>43,162,353</u>	<u>44,486,310</u>	<u>13,599,923</u>	<u>41,698,513</u>

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the period ended 30 June 2013

1 General Information

Dangote Cement Plc (“the Company”) was incorporated in Nigeria as a public limited liability company on 4 November, 1992 and commenced operations in January 2007 under the name Obajana Cement Plc. The name was changed on 14 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 its 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 30 June 2013 comprise the Company and its subsidiaries.

The condensed separate financial statements of the Company for the period ended 30 June 2013 comprise the Company only.

These condensed consolidated and separate interim financial statements for the period ended 30 June 2013 have been approved for issue by the Directors on 24th July 2013.

2 Significant accounting policies

The Group applies the same accounting policies and methods of computation in its interim consolidated financial statements as in its 2012 consolidated and separate annual financial statements. None of the new standards, interpretations and amendments, effective for the first time from 1 January 2013, have had a material effect on the condensed consolidated and separate financial statements.

2.1 Basis of preparation

These interim consolidated 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 2012 annual report.

These condensed consolidated and separate financial statements' prior period figures have been regrouped and reclassified wherever required.

Notes to the condensed consolidated and separate financial statements
For the period ended 30 June 2013

3 REVENUE

An analysis of revenue is as follows:

	Group				Company			
	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Revenue from the sale of cement	102,861,141	198,152,239	85,944,527	154,224,350	98,448,126	190,770,731	82,257,741	147,746,567
Revenue from the sale of ash	174,147	311,057	148,538	270,814	-	-	-	-
	<u>103,035,288</u>	<u>198,463,296</u>	<u>86,093,065</u>	<u>154,495,164</u>	<u>98,448,126</u>	<u>190,770,731</u>	<u>82,257,741</u>	<u>147,746,567</u>

All sales as detailed above are to external customers

4 Segment Information

4.1 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.

Revenue/Operating profit/(loss)	Group							
	Segment revenue				Segment operating profit/loss			
	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Nigeria	98,448,126	190,770,731	82,257,741	147,746,567	56,051,088	111,807,801	45,460,615	77,274,316
West and Central Africa	4,413,015	7,381,508	3,686,786	6,477,783	(162,551)	(296,490)	(203,917)	(297,627)
East and South Africa	174,147	311,057	148,538	270,814	(232,361)	(421,177)	(9,648)	(549,107)
Consolidated Revenue/profit or (loss)	<u>103,035,288</u>	<u>198,463,296</u>	<u>86,093,065</u>	<u>154,495,164</u>	<u>55,656,176</u>	<u>111,090,134</u>	<u>45,247,050</u>	<u>76,427,582</u>

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.

4.2 Segment revenues and results

Other income & Profit/ (loss) before tax	Group							
	Other income				Profit/(loss) before tax			
	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Nigeria	607,353	787,876	(295,622)	450,591	54,440,684	108,522,505	41,314,318	71,639,386
West and Centra Africa	(174)	15,901	969	978	(213,246)	(427,676)	(259,573)	(377,067)
East and South Africa	22,327	23,665	13,849	29,452	(230,402)	(413,873)	33,661	(444,846)
Consolidated Revenue/profit or (loss)	<u>629,505</u>	<u>827,441</u>	<u>(280,804)</u>	<u>481,020</u>	<u>53,997,036</u>	<u>107,680,956</u>	<u>41,088,406</u>	<u>70,817,472</u>

4.3 Segment assets and liabilities

Segment total assets	Period ended	Year ended
	30/06/13	31/12/12
	N'000	N'000
Nigeria	711,902,817	639,466,112
West and Centra Africa	56,298,130	51,803,713
East and South Africa	<u>87,933,608</u>	<u>84,766,833</u>
Total Segments assets	856,134,555	776,036,658
Elimination/Adjustment	(113,814,108)	(102,370,435)
Consolidated total assets	<u>742,320,447</u>	<u>673,666,223</u>
Segment total liabilities		
Nigeria	226,110,078	211,859,515
West and Centra Africa	59,862,200	55,016,219
East and South Africa	<u>69,815,563</u>	<u>64,062,116</u>
Total segment liabilities	355,787,841	330,937,850
Elimination/Adjustment	<u>(88,781,730)</u>	<u>(77,273,519)</u>
Consolidated total liabilities	<u>267,006,111</u>	<u>253,664,332</u>

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5 Cost of sales

	Group				Company			
	3 months ended 30/06/13 N'000	6 months ended 30/06/13 N'000	3 months ended 30/06/12 N'000	6 months ended 30/06/12 N'000	3 months ended 30/06/13 N'000	6 months ended 30/06/13 N'000	3 months ended 30/06/12 N'000	6 months ended 30/06/12 N'000
Utilities & Materials consumed	25,148,559	42,931,195	25,603,396	42,181,736	20,872,199	35,962,250	22,190,400	36,181,512
Salaries and related staff costs	2,791,561	4,152,945	1,468,506	2,616,654	2,791,561	4,152,945	1,503,327	2,611,868
Depreciation/amortisation	4,912,297	10,090,035	5,159,385	9,765,410	4,871,924	9,993,587	5,124,440	9,692,327
Royalty (refer (a) below)	198,915	292,615	73,498	134,101	198,915	292,615	73,498	134,101
Other manufacturing overheads	3,882,605	8,860,055	1,978,228	7,901,666	3,893,854	8,710,244	1,875,728	7,707,223
	<u>36,933,936</u>	<u>66,326,844</u>	<u>34,283,013</u>	<u>62,599,567</u>	<u>32,628,454</u>	<u>59,111,641</u>	<u>30,767,393</u>	<u>56,327,031</u>

(a) Royalty payable is charged based on volume of extraction made during the year. This is in accordance with the agreement with the Federal Ministry of Mines and Steel Development.

6 Administrative expense

	Group				Company			
	3 months ended 30/06/13 N'000	Period ended 30/06/13 N'000	3 months ended 30/06/12 N'000	6 months ended 30/06/12 N'000	3 months ended 30/06/13 N'000	Period ended 30/06/13 N'000	3 months ended 30/06/12 N'000	6 months ended 30/06/12 N'000
Salaries and related staff costs	1,684,347	3,479,227	890,818	2,382,146	1,217,983	2,778,645	823,704	2,179,463
Corporate social responsibility	219,746	597,744	173,052	264,886	219,746	597,744	172,896	264,730
Management fee	146,333	291,333	296,647	416,731	146,333	291,333	33,266	153,350
Depreciation/amortisation	744,580	1,181,572	1,146,355	1,722,653	694,208	1,113,357	1,098,780	1,608,739
Audit fees	24,721	98,168	14,118	49,144	44,750	88,833	14,318	44,775
Others	1,721,094	3,289,545	1,177,494	3,651,785	1,588,457	2,981,675	1,014,121	2,894,996
	<u>4,540,822</u>	<u>8,937,590</u>	<u>3,698,484</u>	<u>8,487,345</u>	<u>3,911,478</u>	<u>7,851,588</u>	<u>3,157,085</u>	<u>7,146,053</u>

7 Selling and distribution

Depreciation/amortisation	3,095,247	4,954,605	985,649	2,217,226	3,094,709	4,953,808	985,262	2,216,839
Advertisement and promotion	315,143	1,491,306	744,953	2,069,904	294,502	1,391,730	743,783	2,066,285
Haulage expenses	3,123,467	6,490,258	853,112	3,174,559	3,075,248	6,442,038	847,982	3,166,633
	<u>6,533,857</u>	<u>12,936,169</u>	<u>2,583,714</u>	<u>7,461,689</u>	<u>6,464,458</u>	<u>12,787,576</u>	<u>2,577,027</u>	<u>7,449,757</u>

8 Other income/expense

Insurance claims	88,817	155,805	14,746	25,093	88,817	155,805	14,746	25,093
Foreign exchange gain/loss	53,388	-	-	-	53,388	-	-	-
Government grant	167,208	308,132	194,176	254,228	167,208	308,132	194,176	254,228
Sundry income/expense	320,093	363,504	(489,726)	201,699	297,939	323,938	(504,543)	171,270
	<u>629,505</u>	<u>827,441</u>	<u>(280,804)</u>	<u>481,020</u>	<u>607,352</u>	<u>787,876</u>	<u>(295,621)</u>	<u>450,591</u>

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**Notes to the condensed consolidated and separate financial statements
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9 Finance income and costs

	Group				Company			
	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
<i>Finance income</i>								
Interest income	1,794,885	2,960,386	303,477	640,867	1,792,559	2,951,649	255,018	531,243
	<u>1,794,885</u>	<u>2,960,386</u>	<u>303,477</u>	<u>640,867</u>	<u>1,792,559</u>	<u>2,951,649</u>	<u>255,018</u>	<u>531,243</u>
<i>Finance costs</i>								
Interest expenses	3,744,893	6,989,198	4,911,716	8,593,874	3,693,830	6,856,579	4,850,911	8,509,070
Less: amounts included in the cost of qualifying assets	(290,868)	(619,635)	(449,595)	(2,342,897)	(290,868)	(619,635)	(449,595)	(2,342,897)
	<u>3,454,025</u>	<u>6,369,563</u>	<u>4,462,121</u>	<u>6,250,977</u>	<u>3,402,962</u>	<u>6,236,944</u>	<u>4,401,316</u>	<u>6,166,173</u>

The weighted average capitalisation rate on funds borrowed generally is 10% and 12% per annum for the Group and Company respectively.

10 Earnings per share

	Group				Company			
	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12	3 months ended 30/06/13	6 months ended 30/06/13	3 months ended 30/06/12	6 months ended 30/06/12
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Profit for the year attributable to owners of the Company	54,100,992	107,863,108	41,102,684	71,018,010	54,440,684	108,522,505	41,314,317	71,639,386
	<u>54,100,992</u>	<u>107,863,108</u>	<u>41,102,684</u>	<u>71,018,010</u>	<u>54,440,684</u>	<u>108,522,505</u>	<u>41,314,317</u>	<u>71,639,386</u>
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	17,040,507	17,040,507	17,040,507	17,040,507	17,040,507	17,040,507	17,040,507	17,040,507
	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>	<u>17,040,507</u>
Basic and diluted earnings per share	3.17	6.33	2.41	4.17	3.20	6.37	2.42	4.20
	<u>3.17</u>	<u>6.33</u>	<u>2.41</u>	<u>4.17</u>	<u>3.20</u>	<u>6.37</u>	<u>2.42</u>	<u>4.20</u>

11 Income tax

11.1 The effective tax rate for the year is expected to be zero in view of pioneer period benefits

	Group		Company	
	6 months ended 30/06/13	Period ended 31/12/12	6 months ended 30/06/13	Year ended 31/12/12
	N'000	N'000	N'000	N'000
11.2 Per Balance sheet				
The movement in the tax payable account was as follows:-				
Balance, beginning of the year	2,504,925	4,276,176	2,504,925	4,276,176
charge for the period	-	767,668	-	787,428
Payments during the period	(1,681,803)	(2,538,919)	(1,681,803)	(2,558,679)
Arising during the period	2,390			
	<u>825,512</u>	<u>2,504,925</u>	<u>823,122</u>	<u>2,504,925</u>
11.3 The movement in the deferred tax asset account was as follows				
Balance, beginning of the year	24,937,023	7,948,746	23,572,556	7,948,746
charge for the year	-	-	-	-
Arising during the period	(56,662)	16,988,277	-	15,623,810
	<u>24,880,361</u>	<u>24,937,023</u>	<u>23,572,556</u>	<u>23,572,556</u>
11.4 The movement in the deferred tax liability account was as follows				
Balance, beginning of the year	530,227	589,032	-	-
charge for the year	-	-	-	-
Arising during the period	54,990	(58,805)	-	-
	<u>585,217</u>	<u>530,227</u>	<u>-</u>	<u>-</u>

11.5

Notes to the condensed consolidated and separate financial statements
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12 Property, plant and equipment

12.1 Group

	Leasehold improvements and buildings N'000	Plant and equipment N'000	Aircrafts and motor vehicles N'000	Factory furniture and equipment N'000	Capital work- in-progress N'000	TOTAL N'000
Cost or deemed cost						
As at 1 January 2012	15,313,758	156,281,883	20,081,283	763,646	220,566,974	413,007,544
Additions	557,800	14,802,673	11,240,682	536,918	101,930,535	129,068,608
Eliminated on Write-off	(11,689)	(21,714)	(43,280)	(75,294)	(348,097)	(500,074)
Disposals	-	-	-	-	(10,902,824)	(10,902,824)
Reclassifications	18,932,640	143,235,011	2,967,020	177,933	(165,312,604)	-
Other reclassification	-	61,893	5,800	-	(8,911,445)	(8,843,752)
Effect of foreign currency exchange differences	(222,439)	(321,547)	2,248	(11,199)	(476,035)	(1,028,972)
Balance at 31 December 2012	34,570,070	314,038,199	34,253,753	1,392,004	136,546,504	520,800,530
Additions	1,160,897	75,742	4,801,596	167,249	78,313,826	84,519,309
Disposals/write off	-	(4,690)	(107,862)	(200)	-	(112,752)
Reclassification	-	390,409	-	-	(390,409)	-
Other reclassification	-	-	-	-	(281,041)	(281,041)
Effect of foreign currency exchange differences	(828,547)	(265,832)	(68,326)	(32,988)	(7,614,939)	(8,810,632)
Balance at 30 June 2013	34,902,420	314,233,828	38,879,161	1,526,065	206,573,941	596,115,414
Accumulated depreciation						
Balance at 1 January 2012	647,282	10,927,237	3,421,339	300,618	-	15,296,476
Eliminate on write-off	(2,455)	(9,047)	(36,645)	(52,725)	-	(100,872)
Depreciation expense	1,432,528	20,129,639	5,794,368	237,124	-	27,593,659
Reclassification	51,635	96,037	(46,023)	(101,649)	-	-
Effect of foreign currency exchange differences	(1,960)	(50,961)	(20,729)	(6,660)	-	(80,310)
Balance at 31 December 2012	2,127,030	31,092,905	9,112,310	376,708	-	42,708,953
Depreciation expense	860,480	9,794,372	5,355,257	170,697	-	16,180,806
Disposal/write off	-	(89,632)	(6,050)	(29)	-	(95,711)
Adjustment	-	(704,595)	-	-	-	(704,595)
Effect of foreign currency exchange differences	(2,752)	(66,683)	(8,993)	(17,073)	-	(95,501)
Balance at 30 June 2013	2,984,758	40,026,366	14,452,525	530,303	-	57,993,951
Carrying amounts						
At 1 January 2012	14,666,476	145,354,646	16,659,944	463,028	220,566,974	397,711,068
At 31 December 2012	32,443,040	282,945,294	25,141,443	1,015,296	136,546,504	478,091,577
At 30 June 2013	31,917,662	274,207,461	24,426,637	995,762	206,573,941	538,121,463

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Notes to the consolidated and separate financial statements For the period ended 30 June 2013

12 Property, plant and equipment

12.2 Company

	Leasehold improvements and buildings N'000	Plant and equipment N'000	Aircrafts and motor vehicles N'000	Factory furniture and equipment N'000	Capital work- in-progress N'000	TOTAL N'000
Cost or deemed cost						
As at 1 January 2012	11,952,393	152,155,751	17,046,142	491,718	181,811,412	363,457,416
Additions	348,680	14,097,859	11,180,041	317,731	50,099,034	76,043,345
Eliminated on Write-off	(11,689)	(21,714)	(42,213)	(73,407)	(348,097)	(497,120)
Disposals	-	-	-	-	(10,902,824)	(10,902,824)
Reclassifications	18,932,640	143,231,441	2,967,020	181,503	(165,312,604)	-
Other reclassification	-	61,893	5,800	-	(8,523,184)	(8,455,491)
Balance at 31 December 2012	31,222,024	309,525,230	31,156,790	917,545	46,823,737	419,645,326
Additions	10,729	62,841	4,780,926	85,948	26,832,385	31,772,830
Disposals	-	(101,812)	(6,050)	-	-	(107,862)
Reclassification	-	390,409	-	-	(390,409)	-
Other reclassification	-	-	-	-	(281,041)	(281,041)
Balance at 30 June 2013	31,232,753	309,876,668	35,931,666	1,003,493	72,984,672	451,029,253
Accumulated depreciation						
Balance at 1 January 2012	633,519	10,463,345	3,293,417	222,864	-	14,613,145
Eliminate on write-off	(2,455)	(9,047)	(36,579)	(51,603)	-	(99,684)
Depreciation expense	1,420,217	19,949,040	5,717,792	180,585	-	27,267,634
Reclassification	51,635	94,416	(46,023)	(100,028)	-	-
Balance at 31 December 2012	2,102,916	30,497,754	8,928,607	251,818	-	41,781,095
Depreciation expense	854,751	9,709,086	5,312,204	145,995	-	16,022,036
Disposal/write off	-	(89,223)	(6,050)	-	-	(95,273)
Adjustment	-	(704,595)	-	-	-	(704,595)
Balance at 30 June 2013	2,957,667	39,413,022	14,234,761	397,813	-	57,003,263
Carrying amounts						
At 1 January 2012	11,318,874	141,692,406	13,752,725	268,854	181,811,412	348,844,271
At 31 December 2012	29,119,108	279,027,476	22,228,183	665,727	46,823,737	377,864,231
At 30 June 2013	28,275,086	270,463,646	21,696,905	605,680	72,984,672	394,025,990

Notes to the condensed consolidated and separate financial statements

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13 Intangible assets

13.1 Group

	Computer software N'000	Exploration assets N'000	Total N'000
Cost			
Balance at 1 January 2012	397,413	1,744,677	2,142,090
Additions	55,182	9,796	64,978
Effect of foreign currency exchange differences	(10,479)	(106,411)	(116,890)
	<hr/>	<hr/>	<hr/>
Balance at 31 December 2012	442,116	1,648,062	2,090,178
Additions	823,644	8,598	832,242
Effect of foreign currency exchange difference	(30,633)	(233,046)	(263,679)
	<hr/>	<hr/>	<hr/>
Balance at 30 June 2013	1,235,127	1,423,614	2,658,741
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Accumulated amortisation			
Balance at 1 January 2012	344,963	-	344,963
Amortisation expense	27,140	-	27,140
Effect of foreign currency exchange differences	(8,659)	-	(8,659)
	<hr/>	<hr/>	<hr/>
Balance at 31 December 2012	363,444	-	363,444
Amortisation expense	45,406	-	45,406
Effect of foreign currency exchange difference	(20,056)	-	(20,056)
	<hr/>	<hr/>	<hr/>
Balance at 30 June 2013	388,794	-	388,794
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Carrying amounts			
At 1 January 2012	52,450	1,744,677	1,797,127
	<hr/>	<hr/>	<hr/>
At 31 December 2012	78,672	1,648,062	1,726,734
	<hr/>	<hr/>	<hr/>
At 30 June 2013	846,333	1,423,614	2,269,946
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements

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13 Intangible assets

13.2 Company

	Computer software N'000	Total N'000
Cost		
Balance at 1 January 2012	225,604	225,604
Additions	-	-
Balance at 31 December 2012	225,604	225,604
Additions	808,339	808,339
Balance at 30 June 2013	1,033,943	1,033,943
Accumulated amortisation		
Balance at 1 January 2012	216,954	216,954
Amortisation expense	7,802	7,802
Balance at 31 December 2012	224,756	224,756
Amortisation expense	38,717	38,717
Balance at 30 June 2013	263,473	263,473
Carrying amounts		
At 1 January 2012	8,650	8,650
At 31 December 2012	848	848
At 30 June 2013	770,470	770,470

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the period ended 30 June 2013

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 interest or voting power held by the Group	
		30/06/13	31/12/12
Sephaku Cement (Pty) Limited	South Africa	64.00%	64.00%
Dangote Industries (Ethiopia) Plc	Ethiopia	86.96%	86.96%
Dangote Industries (Zambia) Limited	Zambia	75.00%	75.00%
Dangote Industries Senegal S.A	Senegal	90.00%	90.00%
Dangote Industries Cameroun Limited	Cameroun	80.00%	80.00%
Dangote Industries Limited, Tanzania	Tanzania	70.00%	70.00%
Dangote Industries Congo S.A	Congo	100.00%	100.00%
Dangote Industries (Sierra Leone) Limited	Sierra Leone	99.60%	99.60%
Dangote Industries Limited, Cote D'Ivoire	Cote D'Ivoire	80.00%	80.00%
Dangote Industries Gabon S.A	Gabon	80.00%	80.00%
Greenview International Company Ltd	Ghana	100.00%	100.00%

All the subsidiaries of the Company except Greenview International, Ghana are executing Capital projects on cement manufacturing/grinding facility or cement terminal. Besides Greenview International, Sephaku Cement South Africa is involved in selling ash which would be used as input once cement manufacturing facility which is currently under construction commences operation. Both Greenview International and Sephaku Cement are incurring small losses.

Investments	Group 30/06/13	Company	
		30/06/13 N'000	31/12/12 N'000
Sephaku Cement (Pty) Limited	-	24,283,254	24,283,254
Dangote Industries (Ethiopia) Plc	-	732,657	732,657
Dangote Industries (Zambia) Limited	-	115	115
Dangote Industries Senegal S.A	-	29,448	29,448
Dangote Industries Cameroun Limited	-	8,807	8,807
Dangote Industries Limited, Tanzania	-	68	68
Dangote Industries Congo S.A	-	1,702	1,702
Dangote Industries (Sierra Leone) Limited	-	15,551	15,551
Dangote Industries Limited, Cote D'Ivoire	-	12,658	12,658
Dangote Industries Gabon S.A	-	12,657	12,657
Dangote Cement - Madagascar	389	389	-
	389	25,097,306	25,096,917

During the period the company acquired 25% Shareholding in Dangote Cement - Madagascar.

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Notes to the condensed consolidated and separate financial statements

For the period ended 30 June 2013

15 Prepayments

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Non-current				
Advance to contractors	#REF!	45,015,692	21,062,209	21,062,209
Total non-current prepayments	#REF!	45,015,692	21,062,209	21,062,209
Current				
Advance to contractors	6,763,417	12,960,139	6,763,417	10,473,341
Deposit for import	11,629,865	13,222,873	11,629,865	12,960,139
Gas pipeline	-	342,772	-	342,772
Rent and insurance	#REF!	568,613	1,295,040	502,824
Total current prepayments	#REF!	27,094,397	19,688,323	24,279,076

The Gas pipelines prepayment represents the unamortised balance of the Group's investment in the gas pipeline which was transferred to Nigerian Gas Company (NGC). The gas pipelines were 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. The agreement with NGC is for twenty years. This balance has been fully amortised during the period.

Advances to contractors represent various advances for the purchase of LPFO and AGO together with advances for the construction of plants and other materials which were not received at the year end.

16 Inventories

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Finished goods	10,047,379	4,594,188	7,986,908	3,941,282
Work-in-progress	1,475,031	4,650,082	1,475,031	4,464,554
Raw materials	1,585,112	495,480	1,239,983	495,410
Packaging materials	1,819,715	2,546,691	1,819,715	2,220,807
Consumables	3,774,419	954,626	3,773,818	953,972
Fuel	5,530,031	6,378,675	5,530,031	6,376,446
Spare parts	7,459,553	8,596,494	7,452,942	8,541,454
Goods-in-transit	6,573,082	4,261,702	6,573,082	3,859,614
	38,264,323	32,477,938	35,851,511	30,853,539

17 Trade and other receivables

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Trade receivables	7,485,240	4,782,843	6,454,806	4,568,957
Impairment allowance on trade receivables	(1,373,129)	(1,375,331)	(1,371,050)	(1,371,050)
	6,112,112	3,407,512	5,083,757	3,197,907
Deposits for supplies	651,750	1,357,326	-	1,365,791
Staff loans and advances	529,358	924,756	529,358	427,087
Other receivables	2,591,985	10,086,484	636,142	-
	9,885,205	15,776,078	6,249,257	4,990,785

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18 Share capital

	Group and Company	
	Period ended	Year ended
	30/06/13	31/12/12
	N'000	N'000
<i>Issued and fully paid</i>		
Share capital (17,040,507,405 ordinary shares of N 0.5 each)	8,520,254	8,520,254
Share premium	42,430,000	42,430,000

19 Trade and other payables

	Group		Company	
	Period ended	Year ended	Period ended	Year ended
	30/06/13	31/12/12	30/06/13	31/12/12
	N'000	N'000	N'000	N'000
Trade payables	39,787,369	18,279,062	35,010,363	16,243,741
Advances from customers	12,252,723	12,251,242	11,531,898	12,251,242
Payable to contractors	4,881,017	14,350,734	2,108,148	9,189,158
Value added tax	13,349,510	7,415,859	13,257,335	7,415,859
Withholding tax payable	474,235	340,737	471,078	340,738
Staff pension	137,930	169,658	137,860	169,658
Interest payable	-	5,018,657	-	5,018,657
Other accruals and payables	11,964,752	5,345,984	11,685,728	3,481,514
	<u>82,847,537</u>	<u>63,171,933</u>	<u>74,202,409</u>	<u>54,110,567</u>

20 Borrowings

Unsecured borrowings at amortised cost				
Subordinated loans	33,703,846	29,996,522	33,703,846	29,996,522
Loans from Parent company	46,121,918	45,000,000	46,121,918	45,000,000
Bulk Commodities loans	<u>996,888</u>	<u>514,214</u>	<u>996,888</u>	<u>514,214</u>
	80,822,652	75,510,736	80,822,652	75,510,736
Secured borrowings at amortised cost				
Power intervention loan	19,795,083	20,640,260	19,795,083	20,640,260
Bank loans	<u>60,817,865</u>	<u>66,745,197</u>	<u>30,211,270</u>	<u>37,333,334</u>
	<u>80,612,948</u>	<u>87,385,457</u>	<u>50,006,353</u>	<u>57,973,594</u>
Total borrowing at 30 June 2013	<u>161,435,600</u>	<u>162,896,193</u>	<u>130,829,005</u>	<u>133,484,330</u>
Long-term portion of loans and borrowings	<u>125,479,100</u>	<u>112,462,464</u>	<u>94,872,505</u>	<u>83,050,601</u>
Current portion repayable in one year and shown under current liabilities	<u>35,956,500</u>	<u>50,433,729</u>	<u>35,956,500</u>	<u>50,433,729</u>

- (a) A consortium of banks granted the Company facilities to fund expansion projects in various plants. The loans were granted at fixed and floating interest rates of 10% p.a and MPR + 3% respectively. The facilities are for an initial period of 3 years with the option of an extension for a further two years. The facilities are secured with a fixed and floating charge over the Company's assets. Principal and interest are repayable quarterly.

Also in 2012, Nedbank Capital and Standard Bank of South Africa jointly granted a R1.95bn facility for the finance of the Group's South African plant. This loan is for 10 years at Johannesburg Inter-Bank Agreed Rate (JIBAR) plus 4% with a 39 month moratorium on the principal amount. Interest accrued during the construction period and up to the first capital repayment date is capitalised against the loan up to a maximum threshold of ZAR2.4bn. The debt facility is guaranteed by the company.

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20 Borrowings (Contd.)

- (b) In 2011, Dangote Industries Limited (DIL) transferred its interests in certain African operations to the Company at a cost of N45.147 billion which was the total cost incurred by the Parent Company as at that date. DIL granted a N45 billion long term loan with a total of 10 year tenure, including an initial moratorium of 18 months. The interest is charged at 10% p.a on outstanding principal.
- (c) 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% p.a. and is repayable in 5 years with a 2-year moratorium on principal. The interest on the long term portion was waived for 2011. Given 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.
- (d) Bulk Commodities International loan granted at an interest rate of 6% per annum represents short term funding requirements. The loan is repayable on demand.
- (e) In 2011 and 2012, the Bank of Industry through Guaranty Trust Bank Plc and Access Bank Plc granted the Company the sum of N 24.5billion 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 N 20.7 billion. The difference of N 3.66 billion between the gross proceeds and the fair value of the loan is the benefit derived from the interest-free 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.
- (f) The company has obtained a short term LC backed confirmation line of USD56,276,200. The facility is secured by a fixed and floating charge of all asset of the company and carries a nominal rate of 6%

21 Deferred revenue

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Deferred revenue arising from government grant (refer to (a) below)	2,704,207	3,012,492	2,704,207	3,012,339
	<u>2,704,207</u>	<u>3,012,492</u>	<u>2,704,207</u>	<u>3,012,339</u>
Current	293,969	602,101	293,969	602,101
Non-current	2,410,238	2,410,391	2,410,238	2,410,238
	<u>2,704,207</u>	<u>3,012,492</u>	<u>2,704,207</u>	<u>3,012,339</u>

- (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.

22 Provisions for liabilities and other charges

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Balance at beginning of the year	487,311	466,893	274,782	141,823
Effect of foreign exchange differences	(18,932)	(19,827)	-	-
Provisions made during the year	493,297	33,262	(86,602)	132,959
Unwind of discount	32,972	6,982	32,972	-
Balance at the end of the period	<u>994,648</u>	<u>487,310</u>	<u>221,151</u>	<u>274,782</u>

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.

Dangote Cement Plc

Notes to the condensed consolidated and separate financial statements For the period ended 30 June 2013

23 Cash and cash equivalent

	Group		Company	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Cash and bank balances	17,709,477	15,361,914	13,493,224	12,635,108
Short term deposits	30,993,086	29,063,405	30,993,086	29,063,405
	<u>48,702,563</u>	<u>44,425,319</u>	<u>44,486,310</u>	<u>41,698,513</u>
Bank overdrafts used for cash management purpo	(162,003)	(1,262,966)	-	-
Cash and cash equivalents	<u>48,540,560</u>	<u>43,162,353</u>	<u>44,486,310</u>	<u>41,698,513</u>

24 Related party transactions

The following balances were outstanding at the end of the reporting period:

	Group			
	Amount owed by related		Amount owed to related	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Parent company	9,415,753	-	-	5,741,570
Entities controlled by the parent company	5,432,590	3,786,698	11,857,653	2,482,271
Affiliates and associates of parent company	1,041,012	334,767	3,258,386	9,830,769
	<u>15,889,355</u>	<u>4,121,465</u>	<u>15,116,039</u>	<u>18,054,610</u>

	Company			
	Amount owed by related		Amount owed to related	
	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000	Period ended 30/06/13 N'000	Year ended 31/12/12 N'000
Parent company	9,415,753	-	-	5,741,570
Entities controlled by the parent company	4,113,314	3,786,697	11,857,653	2,482,271
Entities controlled by the company	126,528,807	85,925,971	-	-
Affiliates and associates of the parent company	1,041,012	334,767	3,258,386	8,505,055
	<u>141,098,885</u>	<u>90,047,435</u>	<u>15,116,039</u>	<u>16,728,896</u>

25 Contingent liabilities

No provision has been made in these condensed consolidated financial statements for contingent liabilities in respect of litigation against the Company and its subsidiaries to N822.32 million (2011: N7.9 billion). According to the solicitors acting on behalf of the Company and its subsidiaries, the liabilities arising, if any, are not likely to be significant.

Sephaku Cement (Pty) Ltd entered into a joint loan agreement with Nedbank Capital and Standard Bank for a total debt facility of R1.95 bn (Naira 32. 3 Billion) in order to finalise the funding for the construction of it's cement manufacturing facilities at both Delmas and Aganang. Dangote Cement Plc., the Company has provided corporate guarantee to secure this debt facility.