



DANGOTE CEMENT PLC

INTERIM FINANCIAL STATEMENTS

30TH SEPTEMBER 2015

DANGOTE CEMENT PLC
30th September 2015

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Dangote Cement Plc

Condensed consolidated statement of profit or loss and other comprehensive Income

For the period ended 30th September 2015

| | Notes | Group | | | | |
|---|-------|----------------------------|----------------------------|----------------------------|----------------------------|------------------------|
| | | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | Year ended 31/12/14 |
| | | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Revenue | 3 | 123,235 | 365,450 | 101,305 | 310,214 | 391,639 |
| Cost of sales | 5 | (54,193) | (138,694) | (36,965) | (110,502) | (143,058) |
| Gross profit | | 69,042 | 226,756 | 64,340 | 199,712 | 248,581 |
| Administrative expenses | 6 | (5,333) | (18,951) | (6,527) | (13,822) | (24,085) |
| Selling and distribution expenses | 7 | (14,437) | (37,822) | (8,096) | (26,126) | (41,004) |
| Other income | 8 | 1,858 | 3,552 | 753 | 2,691 | 3,609 |
| Profit from operating activities | | 51,130 | 173,535 | 50,470 | 162,455 | 187,101 |
| Finance income | 9 | 1,052 | 31,754 | 1,365 | 4,596 | 30,565 |
| Finance costs | 9 | (13,994) | (38,375) | (4,852) | (12,998) | (32,978) |
| Profit before tax | | 38,188 | 166,914 | 46,983 | 154,053 | 184,688 |
| Income tax expense | 11.1 | (2,003) | (8,921) | (1,946) | (13,576) | (25,187) |
| Profit for the period | | 36,185 | 157,993 | 45,037 | 140,477 | 159,501 |
| Other comprehensive income, net of income tax | | | | | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | | | | | |
| Currency translation differences | | (21,989) | (20,728) | (1,259) | (578) | 1,152 |
| <i>Items that will not be reclassified to profit or loss:</i> | | | | | | |
| Defined benefit plan actuarial gains | | - | - | - | - | 450 |
| Other comprehensive income for the period, net of income tax | | (21,989) | (20,728) | (1,259) | (578) | 1,602 |
| Total comprehensive income for the period | | 14,196 | 137,265 | 43,778 | 139,899 | 161,103 |
| Profit for the period attributable to: | | | | | | |
| Owners of the Company | | 43,984 | 167,074 | 44,761 | 140,731 | 160,578 |
| Non-controlling interests | | (7,799) | (9,081) | 276 | (254) | (1,077) |
| | | 36,185 | 157,993 | 45,037 | 140,477 | 159,501 |
| Total comprehensive income for the period attributable to: | | | | | | |
| Owners of the Company | | 27,612 | 151,676 | 42,921 | 139,455 | 161,944 |
| Non-controlling interests | | (13,416) | (14,411) | 857 | 444 | (841) |
| | | 14,196 | 137,265 | 43,778 | 139,899 | 161,103 |
| Earnings per share, basic and diluted (Naira) | 10 | 2.58 | 9.80 | 2.63 | 8.26 | 9.42 |

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

| | Notes | Company | | | | Year ended 31/12/14 |
|---|-------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|------------------------|
| | | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | |
| | | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Revenue | 3 | 87,637 | 295,454 | 95,184 | 297,536 | 371,534 |
| Cost of sales | 5 | (30,102) | (89,862) | (31,787) | (99,615) | (128,584) |
| Gross profit | | 57,535 | 205,592 | 63,397 | 197,921 | 242,950 |
| Administrative expenses | 6 | (3,112) | (13,893) | (5,555) | (10,498) | (17,363) |
| Selling and distribution expenses | 7 | (11,461) | (30,823) | (7,774) | (25,172) | (38,221) |
| Other income | 8 | 1,317 | 1,805 | 735 | 2,643 | 3,542 |
| Profit from operating activities | | 44,279 | 162,681 | 50,803 | 164,894 | 190,908 |
| Finance income | 9 | 7,576 | 47,169 | 3,870 | 10,682 | 42,499 |
| Finance costs | 9 | (8,639) | (20,946) | (5,071) | (11,806) | (20,367) |
| Profit before tax | | 43,216 | 188,904 | 49,602 | 163,770 | 213,040 |
| Income tax expense | 11.1 | (2,161) | (9,517) | (2,503) | (14,101) | (27,226) |
| Profit for the period | | 41,055 | 179,387 | 47,099 | 149,669 | 185,814 |
| Other comprehensive income, net of income tax | | | | | | |
| Currency translation differences | | - | - | - | - | - |
| Items that will not be reclassified to profit or loss: | | | | | | |
| Defined benefit plan actuarial gains | | - | - | - | - | 450 |
| Other comprehensive income for the period, net of income tax | | - | - | - | - | 450 |
| Total comprehensive income for the period | | 41,055 | 179,387 | 47,099 | 149,669 | 186,264 |
| Profit for the period attributable to: Owners of the Company | | 41,055 | 179,387 | 47,099 | 149,669 | 185,814 |
| | | 41,055 | 179,387 | 47,099 | 149,669 | 185,814 |
| Total comprehensive income for the period attributable to: Owners of the Company | | 41,055 | 179,387 | 47,099 | 149,669 | 186,264 |
| | | 41,055 | 179,387 | 47,099 | 149,669 | 186,264 |
| Earnings per share, basic and diluted (Naira) | 10 | 2.41 | 10.53 | 2.76 | 8.78 | 10.90 |

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

| | Notes | Group | | Company | |
|---|-------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | | As at 30/09/15 ₦'million | As at 31/12/14 ₦'million | As at 30/09/15 ₦'million | As at 31/12/14 ₦'million |
| ASSETS | | | | | |
| Non-current assets | | | | | |
| Property, plant and equipment | 12 | 881,201 | 747,794 | 555,131 | 526,722 |
| Intangible assets | 13 | 7,370 | 3,699 | 460 | 682 |
| Investments in subsidiaries | 14 | - | - | 26,075 | 26,075 |
| Investments in associates | 14 | 1,582 | - | 1,582 | - |
| Prepayments for property, plant and equipment | 15 | 8,769 | 79,491 | - | 1,773 |
| Deferred tax assets | 11.3 | 17,106 | 16,633 | 13,154 | 13,154 |
| Other receivables | 16 | - | - | 372,402 | 277,150 |
| Total non-current assets | | 916,028 | 847,617 | 968,804 | 845,556 |
| Current assets | | | | | |
| Inventories | 17 | 52,173 | 42,688 | 41,894 | 36,315 |
| Trade and other receivables | 18 | 17,509 | 15,640 | 8,420 | 8,463 |
| Prepayments and other current assets | 19 | 72,727 | 58,183 | 62,968 | 56,757 |
| Cash and bank balances | 20 | 38,571 | 20,593 | 25,855 | 16,350 |
| Total current assets | | 180,980 | 137,104 | 139,137 | 117,885 |
| TOTAL ASSETS | | 1,097,008 | 984,721 | 1,107,941 | 963,441 |
| Current liabilities | | | | | |
| Trade and other payables | 21 | 125,091 | 100,931 | 89,955 | 80,408 |
| Financial debts | 22 | 149,812 | 110,640 | 146,276 | 106,442 |
| Current income tax payable | 11.2 | 1,103 | 2,481 | 1,095 | 2,481 |
| Other current liabilities | 24 | 30,154 | 18,898 | 28,105 | 16,500 |
| Total current liabilities | | 306,160 | 232,950 | 265,431 | 205,831 |
| NON CURRENT LIABILITIES | | | | | |
| Financial debts | 22 | 128,742 | 131,942 | 93,881 | 95,435 |
| Retirement benefits obligation | | 2,850 | 2,069 | 2,850 | 2,069 |
| Deferred tax liabilities | 11.4 | 29,147 | 20,473 | 28,569 | 19,879 |
| Deferred revenue | 23 | 1,072 | 1,390 | 1,072 | 1,390 |
| Long term provisions | 25 | 2,129 | 4,011 | 452 | 295 |
| Total non-current liabilities | | 163,940 | 159,885 | 126,824 | 119,068 |
| Total Liabilities | | 470,100 | 392,835 | 392,255 | 324,899 |
| Net Assets | | 626,908 | 591,886 | 715,686 | 638,542 |
| EQUITY | | | | | |
| Share capital | 26 | 8,520 | 8,520 | 8,520 | 8,520 |
| Share premium | 26 | 42,430 | 42,430 | 42,430 | 42,430 |
| Capital contribution | | 2,877 | 2,877 | 2,828 | 2,828 |
| Currency translation reserve | | (19,235) | (3,837) | - | - |
| Employee benefit reserve | | (16) | (16) | (16) | (16) |
| Retained Earnings | | 602,582 | 537,751 | 661,924 | 584,780 |
| Equity attributable to owners of the Company | | 637,158 | 587,725 | 715,686 | 638,542 |
| Non-controlling interest | | (10,250) | 4,161 | - | - |
| Total Shareholders equity | | 626,908 | 591,886 | 715,686 | 638,542 |
| TOTAL EQUITY AND LIABILITIES | | 1,097,008 | 984,721 | 1,107,941 | 963,441 |

Dangote Cement Plc

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

| | Share capital ₦'million | Share premium ₦'million | Retained Earnings ₦'million | Employee Benefit reserve ₦'million | Currency translation reserve ₦'million | Capital Contribution ₦'million | Attributable to the owners of the parent ₦'million | Non - controlling interests ₦'million | Total ₦'million |
|--|----------------------------|----------------------------|--------------------------------|---------------------------------------|---|-----------------------------------|---|--|--------------------|
| Balance at 1st January 2014 | 8,520 | 42,430 | 496,456 | (466) | (4,753) | 2,877 | 545,064 | 5,029 | 550,093 |
| Profit for the period | - | - | 140,731 | - | - | - | 140,731 | (254) | 140,477 |
| Other comprehensive income for the period, net of income tax | - | - | - | - | (1,276) | - | (1,276) | 698 | (578) |
| Total comprehensive income for the period | - | - | 140,731 | - | (1,276) | - | 139,455 | 444 | 139,899 |
| Effect of additional participation in Group companies | - | - | - | - | - | - | - | 101 | 101 |
| Payment of dividends | - | - | (119,284) | - | - | - | (119,284) | - | (119,284) |
| Balance at 30th September 2014 | 8,520 | 42,430 | 517,903 | (466) | (6,029) | 2,877 | 565,235 | 5,574 | 570,809 |
| Balance at 1st January 2015 | 8,520 | 42,430 | 537,751 | (16) | (3,837) | 2,877 | 587,725 | 4,161 | 591,886 |
| Profit for the period | - | - | 167,074 | - | - | - | 167,074 | (9,081) | 157,993 |
| Other comprehensive income for the period, net of income tax | - | - | - | - | (15,398) | - | (15,398) | (5,330) | (20,728) |
| Total comprehensive income for the period | - | - | 167,074 | - | (15,398) | - | 151,676 | (14,411) | 137,265 |
| Payment of dividends | - | - | (102,243) | - | - | - | (102,243) | - | (102,243) |
| Balance at 30th September 2015 | 8,520 | 42,430 | 602,582 | (16) | (19,235) | 2,877 | 637,158 | (10,250) | 626,908 |

Dangote Cement Plc

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

| | Share capital ₦'million | Share premium ₦'million | Capital contribution ₦'million | Retained earnings ₦'million | Employee benefit reserve ₦'million | Total ₦'million |
|---|-------------------------------|-------------------------------|--------------------------------------|-----------------------------------|---|--------------------|
| Balance at 1st January 2014 | 8,520 | 42,430 | 2,828 | 518,250 | (466) | 571,562 |
| Profit for the period | - | - | - | 149,669 | - | 149,669 |
| Other comprehensive income for the period, net of income tax | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 149,669 | - | 149,669 |
| Payment of dividends | | | - | (119,284) | | (119,284) |
| Balance at 30th September 2014 | 8,520 | 42,430 | 2,828 | 548,635 | (466) | 601,947 |
| Balance at 1st January 2015 | 8,520 | 42,430 | 2,828 | 584,780 | (16) | 638,542 |
| Profit for the period | - | - | - | 179,387 | - | 179,387 |
| Other comprehensive income for the period, net of income tax | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 179,387 | - | 179,387 |
| Payment of dividends | - | - | - | (102,243) | - | (102,243) |
| Balance at 30th September 2015 | 8,520 | 42,430 | 2,828 | 661,924 | (16) | 715,686 |

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

| | Group | | | Company | | |
|---|--------------------------|--------------------------|------------------------|--------------------------|--------------------------|------------------------|
| | Period ended 30/09/15 | Period ended 30/09/14 | Year ended 31/12/14 | Period ended 30/09/15 | Period ended 30/09/14 | Year ended 31/12/14 |
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Cash flows from operating activities | | | | | | |
| Profit before tax | 166,914 | 154,053 | 184,688 | 188,904 | 163,770 | 213,040 |
| Adjustments for: | | | | | | |
| Depreciation and amortization | 39,643 | 26,788 | 36,266 | 32,617 | 25,316 | 34,202 |
| Write off of property plant and equipment | 65 | 147 | 1,097 | - | 11 | 1,015 |
| Interest expense | 24,578 | 12,599 | 18,049 | 20,581 | 11,594 | 16,267 |
| Interest income | (1,434) | (3,598) | (3,147) | (16,862) | (9,916) | (15,140) |
| Unrealised exchange loss on borrowings | - | - | 955 | - | - | 955 |
| Exchange gain on non-operating assets | - | - | - | (35,615) | - | (24,268) |
| Amortisation of deferred revenue | (365) | (411) | (542) | (365) | (411) | (542) |
| Other provisions | (3,464) | 333 | 3,635 | (1,425) | 100 | 61 |
| Provisions for employee benefits | 790 | 992 | 873 | 790 | 996 | 873 |
| Loss on disposal of property, plant and equipment | - | 22 | 59 | - | 22 | 59 |
| | 226,727 | 190,925 | 241,933 | 188,625 | 191,482 | 226,522 |
| Changes in working capital: | | | | | | |
| Change in inventory | (9,485) | (11,227) | (15,021) | (5,579) | (11,760) | (12,738) |
| Change in trade and other receivables | (1,869) | 619 | (4,152) | 43 | 2,213 | 658 |
| Change in trade and other payables | 18,304 | 31,104 | 16,931 | 4,823 | 28,205 | 5,335 |
| Change in prepayments and other current assets | (14,544) | (18,316) | (18,537) | (6,211) | (20,020) | (19,958) |
| Change in other current liabilities | 11,303 | (19,958) | (5,264) | 11,652 | (15,699) | (3,668) |
| | 230,436 | 173,147 | 215,890 | 193,353 | 174,421 | 196,151 |
| Gratuity paid and contribution to plan asset | (9) | (563) | (316) | (9) | (563) | (316) |
| Income tax paid | (2,213) | (226) | (226) | (2,213) | (226) | (226) |
| <i>Net cash generated from operating activities</i> | 228,214 | 172,358 | 215,348 | 191,131 | 173,632 | 195,609 |
| Investing activities | | | | | | |
| Interest received | 1,434 | 3,598 | 3,147 | 1,321 | 2,937 | 3,073 |
| Additions to intangible assets | (4,286) | (1,033) | (1,596) | - | (244) | (244) |
| Acquisition of property, plant and equipment | (199,588) | (168,828) | (217,192) | (61,694) | (105,250) | (121,797) |
| Proceeds from disposal of property, plant and equipment | - | - | 1,487 | - | - | 1,487 |
| Acquisition of investment | - | - | - | - | (16) | (8) |
| Changes in non-current prepayment | 71,579 | 31,738 | 22,110 | 1,773 | 30,123 | 32,057 |
| Increase in long term receivables from subsidiaries | - | - | - | (44,099) | (51,523) | (76,692) |
| <i>Net cash utilised in investing activities</i> | (130,861) | (134,525) | (192,044) | (102,699) | (123,973) | (162,124) |
| Financing activities | | | | | | |
| Interest paid | (18,722) | (10,294) | (16,608) | (14,551) | (9,464) | (14,825) |
| Dividend paid | (102,243) | (119,284) | (119,284) | (102,243) | (119,284) | (119,284) |
| Loans obtained | 123,554 | 97,445 | 138,898 | 121,980 | 92,476 | 132,923 |
| Loans repaid | (84,114) | (49,286) | (83,391) | (84,114) | (49,286) | (83,391) |
| <i>Net cash utilised in financing activities</i> | (81,525) | (81,419) | (80,385) | (78,928) | (85,558) | (84,577) |
| Increase/(decrease) in cash and cash equivalent | 15,828 | (43,586) | (57,081) | 9,504 | (35,899) | (51,092) |
| Effects of exchange rate changes | 2,806 | 7,580 | 3,838 | - | - | - |
| Cash and cash equivalents at beginning of period | 16,403 | 69,646 | 69,646 | 16,351 | 67,443 | 67,443 |
| Cash and cash equivalents at end of the period | 35,037 | 33,640 | 16,403 | 25,855 | 31,544 | 16,351 |

Dangote Cement Plc

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

1 General Information

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

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

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

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

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

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

These condensed consolidated and separate financial statements for the period ended 30th September 2015 have been approved for issue by the Directors on 23rd October 2015.

2 Significant accounting policies

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

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

Basis of preparation

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

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

Fair Values

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

Basis of Consolidation

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

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

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

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

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

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

3 REVENUE

| Revenue (Tonnes) | Group | | | | Company | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 |
| | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes |
| Cement production capacity(for the year) | 39,550 | 39,550 | 20,250 | 20,250 | 29,250 | 29,250 | 19,250 | 19,250 |
| Cement production volume | 4,854 | 12,736 | 3,518 | 10,448 | 3,050 | 9,411 | 3,269 | 10,011 |
| Trade cement purchase | 167 | 394 | 56 | 235 | - | - | - | - |
| Increase in stock of cement | (128) | (103) | (221) | (177) | (68) | (115) | (250) | (168) |
| Cement sales volume | 4,893 | 13,027 | 3,353 | 10,506 | 2,982 | 9,296 | 3,019 | 9,843 |

An analysis of revenue is as follows:

| Revenue (Naira) | Group | | | | Company | | | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 |
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Revenue from the sale of cement | 123,324 | 365,420 | 101,206 | 309,917 | 87,637 | 295,454 | 95,184 | 297,536 |
| Revenue from the sale of other products | 34 | 153 | 99 | 297 | - | - | - | - |
| | 123,358 | 365,573 | 101,305 | 310,214 | 87,637 | 295,454 | 95,184 | 297,536 |
| Elimination/Adjustment | (123) | (123) | - | - | - | - | - | - |
| Consolidated total revenue | 123,235 | 365,450 | 101,305 | 310,214 | 87,637 | 295,454 | 95,184 | 297,536 |

All sales as detailed above are to external customers

4 Segment Information

Segment revenues and results

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

4.1 Segment Profit & Loss Results

Group

4.1 Segment Profit & Loss Results

| | 3 months ended 30/09/15 | | | | | 9 months ended 30/09/15 | | | | |
|--------------------------------|-------------------------|-----------------------|---------------------|---------------|---------------|-------------------------|-----------------------|---------------------|---------------|----------------|
| | Nigeria | West & Central Africa | South & East Africa | Eliminations | Total | Nigeria | West & Central Africa | South & East Africa | Eliminations | Total |
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Revenue | 87,637 | 13,554 | 22,167 | (123) | 123,235 | 295,454 | 28,799 | 41,320 | (123) | 365,450 |
| Operating profit | 44,279 | 1,972 | 4,916 | (37) | 51,130 | 162,681 | 2,908 | 7,440 | 506 | 173,535 |
| Other Income | 1,317 | 525 | 16 | - | 1,858 | 1,805 | 1,721 | 26 | - | 3,552 |
| Profit/(loss) after tax | 41,055 | (3,203) | (28,658) | 26,991 | 36,185 | 179,387 | (13,020) | (29,921) | 21,547 | 157,993 |

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

| | 3 months ended 30/09/14 | | | | | 9 months ended 30/09/14 | | | | |
|--------------------------------|-------------------------|-----------------------|---------------------|----------------|---------------|-------------------------|-----------------------|---------------------|----------------|----------------|
| | Nigeria | West & Central Africa | South & East Africa | Eliminations | Total | Nigeria | West & Central Africa | South & East Africa | Eliminations | Total |
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Revenue | 95,184 | 1,541 | 4,580 | - | 101,305 | 297,536 | 4,944 | 7,734 | - | 310,214 |
| Operating profit/(loss) | 50,803 | (740) | 407 | - | 50,470 | 164,894 | (2,096) | (343) | - | 162,455 |
| Other Income | 735 | 13 | 5 | - | 753 | 2,643 | 38 | 10 | - | 2,691 |
| Profit/(loss) after tax | 47,099 | (471) | 798 | (2,389) | 45,037 | 149,669 | (2,619) | (273) | (6,300) | 140,477 |

4.2 Segment assets and liabilities

| 30 September 2015 | | | | | |
|---------------------|-----------|---------|---------|-----------|-----------|
| Total assets | 1,107,941 | 132,194 | 276,157 | (419,284) | 1,097,008 |
| Segment liabilities | 392,255 | 169,733 | 280,520 | (372,408) | 470,100 |
| 31 December 2014 | | | | | |
| Total assets | 963,441 | 103,957 | 233,405 | (316,082) | 984,721 |
| Segment liabilities | 324,899 | 128,391 | 216,723 | (277,178) | 392,835 |

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

5 Cost of sales

| | Group | | | | Company | | | |
|--|---|---|---|---|---|---|---|---|
| | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million |
| Material consumed | 15,438 | 37,738 | 9,684 | 26,157 | 4,874 | 15,050 | 4,992 | 16,594 |
| Fuel & Power consumed | 17,436 | 45,091 | 18,706 | 51,667 | 10,992 | 33,020 | 18,252 | 50,962 |
| Royalty (refer (a) below) | 245 | 550 | 133 | 344 | 158 | 412 | 133 | 344 |
| Salaries and related staff costs | 3,851 | 11,047 | 2,213 | 6,871 | 2,590 | 8,181 | 2,206 | 6,621 |
| Depreciation & amortization | 10,897 | 28,217 | 5,103 | 15,760 | 7,718 | 22,201 | 4,866 | 15,233 |
| Plant maintainance cost | 3,995 | 11,577 | 2,549 | 7,465 | 2,703 | 8,413 | 2,623 | 7,426 |
| Other production expenses | 2,782 | 7,147 | 2,053 | 4,213 | 1,251 | 4,457 | 1,935 | 3,905 |
| Increase in finished goods and work in process | (451) | (2,673) | (3,476) | (1,975) | (184) | (1,872) | (3,220) | (1,470) |
| | 54,193 | 138,694 | 36,965 | 110,502 | 30,102 | 89,862 | 31,787 | 99,615 |

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

6 Administrative expenses

| | Group | | | | Company | | | |
|----------------------------------|---|---|---|---|---|---|---|---|
| | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million |
| Salaries and related staff costs | 1,929 | 5,979 | 1,844 | 4,603 | 1,242 | 4,503 | 1,578 | 3,378 |
| Corporate social responsibility | 195 | 558 | 915 | 1,737 | 178 | 435 | 911 | 1,700 |
| Management fee | 1,360 | 1,518 | 241 | 926 | 1,391 | 1,518 | 241 | 926 |
| Depreciation & amortization | 812 | 2,271 | 1,578 | 2,621 | 478 | 1,408 | 968 | 1,725 |
| Audit fees | 100 | 265 | 36 | 151 | 40 | 142 | 33 | 134 |
| Rent, rate and insurance | 563 | 2,459 | 376 | 1,117 | 290 | 1,863 | 322 | 955 |
| Travel expenses | 424 | 1,125 | 254 | 647 | 257 | 692 | 217 | 553 |
| Others | (50) | 4,776 | 1,283 | 2,020 | (764) | 3,332 | 1,285 | 1,127 |
| | 5,333 | 18,951 | 6,527 | 13,822 | 3,112 | 13,893 | 5,555 | 10,498 |

7 Selling and distribution expenses

| | Group | | | | Company | | | |
|----------------------------------|---|---|---|---|---|---|---|---|
| | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million |
| Salaries and related staff costs | 1,681 | 4,282 | 1,152 | 2,560 | 1,471 | 3,736 | 901 | 2,290 |
| Depreciation | 2,832 | 9,155 | 2,764 | 8,407 | 2,787 | 9,008 | 2,764 | 8,358 |
| Advertisement and promotion | 2,166 | 4,317 | 754 | 2,754 | 1,633 | 3,684 | 745 | 2,236 |
| Haulage expenses | 7,758 | 20,068 | 3,426 | 12,405 | 5,570 | 14,395 | 3,364 | 12,288 |
| | 14,437 | 37,822 | 8,096 | 26,126 | 11,461 | 30,823 | 7,774 | 25,172 |

8 Other income

| | Group | | | | Company | | | |
|------------------|---|---|---|---|---|---|---|---|
| | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million | 3 months ended 30/09/15 ₦'million | 9 months ended 30/09/15 ₦'million | 3 months ended 30/09/14 ₦'million | 9 months ended 30/09/14 ₦'million |
| Insurance claims | 10 | 29 | 7 | 78 | 6 | 25 | 7 | 78 |
| Government grant | 127 | 373 | 137 | 415 | 118 | 364 | 135 | 411 |
| Sundry income | 1,721 | 3,150 | 609 | 2,198 | 1,193 | 1,416 | 593 | 2,154 |
| | 1,858 | 3,552 | 753 | 2,691 | 1,317 | 1,805 | 735 | 2,643 |

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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 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Finance income | | | | | | | | |
| Interest income | 396 | 1,434 | 935 | 3,598 | 6,902 | 16,862 | 3,129 | 9,916 |
| Foreign exchange gains (Note 9.1) | 656 | 30,320 | 430 | 998 | 674 | 30,307 | 741 | 766 |
| | 1,052 | 31,754 | 1,365 | 4,596 | 7,576 | 47,169 | 3,870 | 10,682 |
| Finance costs | | | | | | | | |
| Interest expenses | 9,489 | 25,176 | 7,176 | 15,325 | 8,517 | 21,179 | 4,744 | 12,245 |
| Less: amounts included in the cost of qualifying assets | - | (598) | (2,224) | (3,014) | - | (598) | (149) | (939) |
| | 9,489 | 24,578 | 4,952 | 12,311 | 8,517 | 20,581 | 4,595 | 11,306 |
| Foreign exchange (gains)/loss (Note 9.1) | 4,383 | 13,432 | (388) | 399 | - | - | 188 | 212 |
| Others | 122 | 365 | 288 | 288 | 122 | 365 | 288 | 288 |
| | 13,994 | 38,375 | 4,852 | 12,998 | 8,639 | 20,946 | 5,071 | 11,806 |

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

10 Earnings per share

| | Group | | | | Company | | | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Profit for the period attributable to owners of the Company | 43,984 | 167,074 | 44,761 | 140,731 | 41,055 | 179,387 | 47,099 | 149,669 |
| Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share | 17,041 | 17,041 | 17,041 | 17,041 | 17,041 | 17,041 | 17,041 | 17,041 |
| Basic and diluted earnings per share (Naira) | 2.58 | 9.80 | 2.63 | 8.26 | 2.41 | 10.53 | 2.76 | 8.78 |

11 Income tax

| | Group | | | | Company | | | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 | 3 months ended 30/09/15 | 9 months ended 30/09/15 | 3 months ended 30/09/14 | 9 months ended 30/09/14 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| 11.1 Income tax recognised in profit or loss | | | | | | | | |
| Current tax expense | (1) | (4) | - | - | - | - | - | - |
| Deferred tax credit/(expense) | (1,829) | (8,090) | (1,888) | (12,195) | (1,988) | (8,690) | (2,445) | (12,720) |
| Prior year tax | - | - | - | (181) | - | - | - | (181) |
| Education tax | (173) | (827) | (58) | (1,200) | (173) | (827) | (58) | (1,200) |
| Total income tax recognised in the current | (2,003) | (8,921) | (1,946) | (13,576) | (2,161) | (9,517) | (2,503) | (14,101) |

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

| | Group | | Company | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 30/09/15 N'million | 31/12/14 N'million | 30/09/15 N'million | 31/12/14 N'million |
| Balance at the beginning of the period | 2,481 | 566 | 2,481 | 566 |
| Charge for the period | 831 | 2,140 | 827 | 2,141 |
| Payments during the period | (2,213) | (226) | (2,213) | (226) |
| Arising during the period/Effect of currency exchange difference | 4 | 1 | - | - |
| Balance at the end of the period | 1,103 | 2,481 | 1,095 | 2,481 |

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

| | Group | | Company | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 30/09/15 N'million | 31/12/14 N'million | 30/09/15 N'million | 31/12/14 N'million |
| Balance at the beginning of the period | 16,633 | 19,635 | 13,154 | 18,359 |
| Charge for the period | 599 | (3,081) | - | (5,205) |
| Arising during the period/Effect of currency exchange difference | (126) | 79 | - | - |
| Balance at the end of the period | 17,106 | 16,633 | 13,154 | 13,154 |

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

| | Group | | Company | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 30/09/15 N'million | 31/12/14 N'million | 30/09/15 N'million | 31/12/14 N'million |
| Balance at the beginning of the period | 20,473 | 507 | 19,879 | - |
| Charge for the period | 8,689 | 19,966 | 8,690 | 19,879 |
| Arising during the period/Effect of currency exchange difference | (15) | - | - | - |
| Balance at the end of the period | 29,147 | 20,473 | 28,569 | 19,879 |

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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 or deemed cost | | | | | | | |
| As at 1st January 2014 | 35,857 | 320,068 | 51,053 | - | 1,777 | 248,019 | 656,774 |
| Additions | 773 | 6,007 | 4,510 | - | 231 | 205,671 | 217,192 |
| Reclassifications | 5,585 | 70,309 | 14,338 | 4,028 | 4 | (94,264) | - |
| Other reclassification | (30) | (307) | 379 | - | (5) | (9,822) | (9,785) |
| Disposals | - | (1,701) | (688) | - | - | - | (2,389) |
| Write-off | - | (738) | (961) | - | - | (70) | (1,769) |
| Effect of foreign currency exchange differences | (82) | (248) | (88) | - | (17) | (1,563) | (1,998) |
| Balance at 31st December 2014 | 42,103 | 393,390 | 68,543 | 4,028 | 1,990 | 347,971 | 858,025 |
| Additions | 5,433 | 17,364 | 2,660 | - | 323 | 173,808 | 199,588 |
| Reclassification | 20,590 | 212,837 | (2,149) | - | 402 | (231,680) | - |
| Other reclassification | 33 | 47 | - | - | - | (890) | (810) |
| Disposals | - | - | (2) | - | - | - | (2) |
| Write-off | - | (64) | - | - | - | - | (64) |
| Effect of foreign currency exchange differences | (305) | (6,357) | (245) | - | (368) | (19,529) | (26,804) |
| Balance at 30th September 2015 | 67,854 | 617,217 | 68,807 | 4,028 | 2,347 | 269,680 | 1,029,933 |
| Accumulated depreciation | | | | | | | |
| Balance at 1st January 2014 | 3,803 | 49,883 | 20,858 | - | 765 | - | 75,309 |
| Depreciation expense | 1,930 | 20,615 | 12,670 | 311 | 459 | - | 35,985 |
| Other reclassifications | - | - | 379 | - | - | - | 379 |
| Disposal | - | (182) | (662) | - | - | - | (844) |
| Write off | - | (34) | (638) | - | - | - | (672) |
| Effect of foreign currency exchange differences | 20 | 14 | 36 | - | 4 | - | 74 |
| Balance at 31st December 2014 | 5,753 | 70,296 | 32,643 | 311 | 1,228 | - | 110,231 |
| Depreciation expense | 2,146 | 25,504 | 10,850 | 301 | 376 | - | 39,177 |
| Reclassification | (3) | 409 | (404) | - | (2) | - | - |
| Other reclassifications | - | - | - | - | - | - | - |
| Disposal | - | - | (1) | - | - | - | (1) |
| Write off | - | - | - | - | - | - | - |
| Effect of foreign currency exchange differences | (7) | (602) | (31) | - | (35) | - | (675) |
| Balance at 30th September 2015 | 7,889 | 95,607 | 43,057 | 612 | 1,567 | - | 148,732 |
| Carrying amounts | | | | | | | |
| At 1st January 2014 | 32,054 | 270,185 | 30,195 | - | 1,012 | 248,019 | 581,465 |
| At 31st December 2014 | 36,350 | 323,094 | 35,900 | 3,717 | 762 | 347,971 | 747,794 |
| At 30th September 2015 | 59,965 | 521,610 | 25,750 | 3,416 | 780 | 269,680 | 881,201 |

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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 or deemed cost | | | | | | | |
| As at 1st January 2014 | 32,688 | 315,497 | 47,161 | - | 1,238 | 128,737 | 525,321 |
| Additions | 38 | 2,578 | 618 | - | 91 | 118,472 | 121,797 |
| Reclassifications | 2,559 | 12,245 | 14,115 | 4,028 | 4 | (32,951) | - |
| Other reclassifications | - | (307) | - | - | (5) | (10,281) | (10,593) |
| Disposal | - | (1,701) | (688) | - | - | - | (2,389) |
| Write-off | - | (738) | (915) | - | - | - | (1,653) |
| Balance at 31st December 2014 | 35,285 | 327,574 | 60,291 | 4,028 | 1,328 | 203,977 | 632,483 |
| Additions | 995 | 7,853 | 2,226 | - | 166 | 50,454 | 61,694 |
| Reclassification | 7,290 | 176,764 | 618 | - | 6 | (184,678) | - |
| Other reclassification | - | - | - | - | - | (890) | (890) |
| Balance at 30th September 2015 | 43,570 | 512,191 | 63,135 | 4,028 | 1,500 | 68,863 | 693,287 |
| Accumulated depreciation | | | | | | | |
| Balance at 1st January 2014 | 3,769 | 49,085 | 19,855 | - | 565 | - | 73,274 |
| Depreciation expense | 1,812 | 19,438 | 12,072 | 311 | 335 | - | 33,968 |
| Disposal | - | (182) | (662) | - | - | - | (844) |
| Write-off | - | (34) | (603) | - | - | - | (637) |
| Balance at 31st December 2014 | 5,581 | 68,307 | 30,662 | 311 | 900 | - | 105,761 |
| Depreciation expense | 1,579 | 20,048 | 10,235 | 301 | 232 | - | 32,395 |
| Balance at 30th September 2015 | 7,160 | 88,355 | 40,897 | 612 | 1,132 | - | 138,156 |
| Carrying amounts | | | | | | | |
| At 1st January 2014 | 28,919 | 266,412 | 27,306 | - | 673 | 128,737 | 452,047 |
| At 31st December 2014 | 29,704 | 259,267 | 29,629 | 3,717 | 428 | 203,977 | 526,722 |
| At 30th September 2015 | 36,410 | 423,836 | 22,238 | 3,416 | 368 | 68,863 | 555,131 |

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13 Intangible assets

13.1 Group

| | Computer software ₦'million | Exploration assets ₦'million | Total ₦'million |
|---|--------------------------------|---------------------------------|--------------------|
| Cost | | | |
| Balance at 1st January 2014 | 1,298 | 1,495 | 2,793 |
| Additions | 967 | 629 | 1,596 |
| Other reclassifications | 30 | - | 30 |
| Effect of foreign currency exchange differences | 7 | 45 | 52 |
| Balance at 31st December 2014 | 2,302 | 2,169 | 4,471 |
| Additions | 134 | 4,152 | 4,286 |
| Other reclassification | - | (47) | (47) |
| Effect of foreign currency exchange difference | (39) | (84) | (123) |
| Balance at 30th September 2015 | 2,397 | 6,190 | 8,587 |

Accumulated amortisation

| | | | |
|---|--------------|------------|--------------|
| Balance at 1st January 2014 | 487 | - | 487 |
| Amortisation expense | 266 | 15 | 281 |
| Effect of foreign currency exchange differences | 4 | - | 4 |
| Balance at 31st December 2014 | 757 | 15 | 772 |
| Amortisation expense | 290 | 176 | 466 |
| Effect of foreign currency exchange difference | (17) | (4) | (21) |
| Balance at 30th September 2015 | 1,030 | 187 | 1,217 |

Carrying amounts

| | | | |
|------------------------|--------------|--------------|--------------|
| At 1st January 2014 | 811 | 1,495 | 2,306 |
| At 31st December 2014 | 1,545 | 2,154 | 3,699 |
| At 30th September 2015 | 1,367 | 6,003 | 7,370 |

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

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Notes to the condensed consolidated and separate financial statements

For the period ended 30th September 2015

13 Intangible assets

13.2 Company

| | Computer software ₦'million | Other intangibles ₦'million | Total ₦'million |
|---------------------------------------|-----------------------------------|-----------------------------------|--------------------|
| Cost | | | |
| Balance at 1st January 2014 | 1,034 | - | 1,034 |
| Additions | 244 | - | 244 |
| Balance at 31st December 2014 | 1,278 | - | 1,278 |
| Additions | - | - | - |
| Balance at 30th September 2015 | 1,278 | - | 1,278 |
| Accumulated amortisation | | | |
| Balance at 1st January 2014 | 362 | - | 362 |
| Amortisation expense | 234 | - | 234 |
| Balance at 31st December 2014 | 596 | - | 596 |
| Amortisation expense | 222 | - | 222 |
| Balance at 30th September 2015 | 818 | - | 818 |
| Carrying amounts | | | |
| At 1st January 2014 | 672 | - | 672 |
| At 31st December 2014 | 682 | - | 682 |
| At 30th September 2015 | 460 | - | 460 |

Dangote Cement Plc

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

14 Investments

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

| Name of subsidiary | Place of incorporation and operation | Proportion of ownership or voting power held by the Group | |
|---|--------------------------------------|---|----------|
| | | 30/09/15 | 31/12/14 |
| Sephaku Cement (Pty) Limited | South Africa | 64.00% | 64.00% |
| Dangote Industries (Ethiopia) Plc | Ethiopia | 94.00% | 94.00% |
| Dangote Industries (Zambia) Limited | Zambia | 75.00% | 75.00% |
| Dangote Cement Senegal S.A | Senegal | 90.00% | 90.00% |
| Dangote Cement Cameroun SA | Cameroun | 80.00% | 80.00% |
| Dangote Industries Limited, Tanzania | Tanzania | 70.00% | 70.00% |
| Dangote Cement Congo S.A | Congo | 100.00% | 100.00% |
| Dangote Cement (Sierra Leone) Limited | Sierra Leone | 99.60% | 99.60% |
| Dangote Cement, Cote D'Ivoire SA | Cote D'Ivoire | 80.00% | 80.00% |
| Dangote Industries Gabon S.A | Gabon | 80.00% | 80.00% |
| Dangote Cement Ghana Limited | Ghana | 100.00% | 100.00% |
| Dangote Cement - Liberia Ltd. | Liberia | 100.00% | 100.00% |
| Dangote Cement Marketing Senegal SA | Senegal | 100.00% | 100.00% |
| Dangote Cement Burkina Faso SA | Burkina Faso | 95.00% | 95.00% |
| Dangote Cement Chad SA | Chad | 95.00% | 95.00% |
| Dangote Cement Mali SA | Mali | 95.00% | 95.00% |
| Dangote Cement Niger SARL | Niger | 95.00% | 95.00% |
| Dangote Industries Benin S.A. | Benin | 98.00% | 98.00% |
| Dangote Cement Togo S.A. | Togo | 90.00% | 90.00% |
| Dangote Cement Kenya Limited | Kenya | 90.00% | 90.00% |
| Dangote Quarries Kenya Limited | Kenya | 90.00% | 90.00% |
| Dangote Cement Madagascar Limited | Madagascar | 95.00% | 95.00% |
| Dangote Quarries Mozambique Limitada | Mozambique | 95.00% | 95.00% |
| Dangote Cement Nepal Pvt. Ltd. | Nepal | 100.00% | - |
| Dangote Zimbabwe Holdings (Private) Limited | Zimbabwe | 90.00% | - |

Investments in subsidiaries

| | Group | | Company | |
|---------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Sephaku Cement (Pty) Limited | - | - | 24,283 | 24,283 |
| Dangote Industries (Ethiopia) Plc | - | - | 1,619 | 1,619 |
| Dangote Industries (Zambia) Limited | - | - | - | - |
| Dangote Cement Senegal S.A | - | - | 29 | 29 |
| Dangote Cement Cameroun S.A | - | - | 9 | 9 |
| Dangote Industries Limited, Tanzania | - | - | 70 | 70 |
| Dangote Cement Congo S.A | - | - | 3 | 3 |
| Dangote Cement (Sierra Leone) Limited | - | - | 18 | 18 |
| Dangote Cement Cote D'Ivoire S.A | - | - | 16 | 16 |
| Dangote Industries Gabon S.A | - | - | 6 | 6 |
| Dangote Cement Marketing Senegal SA | - | - | 4 | 4 |
| Dangote Cement Burkina Faso SA | - | - | 3 | 3 |
| Dangote Cement Chad SA | - | - | 3 | 3 |
| Dangote Cement Mali SA | - | - | 3 | 3 |
| Dangote Cement Niger SARL | - | - | 5 | 5 |
| Dangote Cement - Madagascar | - | - | - | - |
| Dangote Cement Benin | - | - | 3 | 3 |
| Dangote Cement Togo | - | - | 1 | 1 |
| Total | - | - | 26,075 | 26,075 |

Investments in associates

| | Group | | Company | |
|---------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Societe des Ciments d' Onigbolo | 1,582 | - | 1,582 | 1,582 |
| | 1,582 | - | 1,582 | 1,582 |
| Impairment | - | - | - | (1,582) |
| Total | 1,582 | - | 1,582 | - |

15 Prepayments for property, plant and equipment

| | Group | | Company | |
|--------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Advance to contractors | 8,769 | 79,491 | - | 1,773 |
| Total non-current prepayments | 8,769 | 79,491 | - | 1,773 |

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

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

16 Other receivables

| | Company | |
|------------------------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Non Current | | |
| Entities controlled by the company | 372,402 | 277,150 |

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

17 Inventories

| | Group | | Company | |
|---------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Finished goods | 4,648 | 4,304 | 3,971 | 2,973 |
| Work-in-progress | 7,084 | 4,754 | 3,477 | 2,603 |
| Raw materials | 4,261 | 3,931 | 3,316 | 3,015 |
| Packaging materials | 1,927 | 1,324 | 719 | 995 |
| Consumables | 4,567 | 4,233 | 4,411 | 4,161 |
| Fuel | 8,965 | 9,249 | 8,244 | 9,171 |
| Spare parts | 18,782 | 13,473 | 17,378 | 12,875 |
| Goods-in-transit | 1,939 | 1,420 | 378 | 522 |
| | 52,173 | 42,688 | 41,894 | 36,315 |

18 Trade and other receivables

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Trade receivables | 6,315 | 5,526 | 2,048 | 2,398 |
| Impairment allowance on trade receivables | (1,197) | (1,303) | (1,185) | (1,298) |
| | 5,118 | 4,223 | 863 | 1,100 |
| Deposits for supplies | 7,490 | 5,837 | 6,205 | 5,531 |
| Staff loans and advances | 1,363 | 656 | 821 | 620 |
| Other receivables | 3,538 | 4,924 | 531 | 1,212 |
| | 17,509 | 15,640 | 8,420 | 8,463 |

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| 19 Prepayments and other current assets | | | | |
| Advance to contractors | 20,732 | 26,624 | 19,117 | 25,543 |
| Deposit for import | 42,883 | 17,880 | 34,984 | 17,880 |
| Rent and insurance | 1,950 | 2,203 | 1,705 | 1,858 |
| Total current prepayments | 65,565 | 46,707 | 55,806 | 45,281 |
| Related party transactions - current | | | | |
| Parent company | - | - | - | - |
| Entities controlled by the parent company | 6,706 | 10,938 | 6,706 | 10,938 |
| Affiliates and associates of parent company | 456 | 538 | 456 | 538 |
| Total current receivables from related parties | 7,162 | 11,476 | 7,162 | 11,476 |
| Prepayments and other current assets | 72,727 | 58,183 | 62,968 | 56,757 |

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 period ended 30th September 2015

20 Cash and cash equivalents

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Cash and bank balances | 33,270 | 10,458 | 20,554 | 6,215 |
| Short term deposits | 5,301 | 10,135 | 5,301 | 10,135 |
| | 38,571 | 20,593 | 25,855 | 16,350 |
| Bank overdrafts used for cash management purposes | (3,534) | (4,190) | - | - |
| Cash and cash equivalents | 35,037 | 16,403 | 25,855 | 16,350 |

21 Trade and other payables

| | Group | | Company | |
|-----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Trade payables | 54,047 | 34,535 | 46,688 | 33,085 |
| Payable to contractors | 32,815 | 19,015 | 18,205 | 9,063 |
| Value added tax payable | 1,613 | 5,741 | 361 | 5,741 |
| Withholding tax payable | 4,730 | 3,695 | 1,519 | 1,231 |
| Staff pension | 583 | 134 | 30 | 94 |
| Interest payable | 3,505 | 6,623 | 3,499 | 6,623 |
| Advances from customers | 11,373 | 9,352 | 9,155 | 9,057 |
| Other accruals and payables | 16,425 | 21,836 | 10,498 | 15,514 |
| | 125,091 | 100,931 | 89,955 | 80,408 |

22 Financial debts

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Unsecured borrowings at amortised cost | | | | |
| Subordinated loans | 29,989 | 29,989 | 29,989 | 29,989 |
| Loans from parent company | 160,000 | 125,000 | 160,000 | 125,000 |
| Bulk Commodities loans | 514 | 514 | 514 | 514 |
| | 190,503 | 155,503 | 190,503 | 155,503 |
| Secured borrowings at amortised cost | | | | |
| Power intervention loan | 15,189 | 16,743 | 15,189 | 16,743 |
| Bank loans | 72,862 | 70,336 | 34,465 | 29,631 |
| | 88,051 | 87,079 | 49,654 | 46,374 |
| Total borrowings | 278,554 | 242,582 | 240,157 | 201,877 |
| Non-current portion of financial debts | 128,742 | 131,942 | 93,881 | 95,435 |
| Current portion repayable in one year and shown under current liabilities | 146,278 | 106,450 | 146,276 | 106,442 |
| Overdraft balances | 3,534 | 4,190 | - | - |
| Current financial debts | 149,812 | 110,640 | 146,276 | 106,442 |

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

22 Financial debts (Contd.)

(a) A subordinated loan of N55.4 billion was obtained by the Company from Dangote Industries Limited in 2010. N30 billion was long-term and the remaining balance was short term and is repayable on demand. The long-term loan is unsecured, with interest at 10% per annum and is repayable in 3 years after a moratorium period ending 31st March 2017. The interest on the long term portion was waived for 2011. Because of the favourable terms at which the Company secured the loan, an amount of ₦2.8 billion, which is the difference between the fair value of the loan on initial recognition and the amount received, has been accounted for as capital contribution.

(b) In 2011 and 2012, the Bank of Industry through Guaranty Trust Bank Plc and Access Bank Plc granted the Company the sum of ₦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.

23 Deferred revenue

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Deferred revenue arising from government grant (refer to (a) below) | 1,504 | 1,869 | 1,504 | 1,869 |
| Non-current portion of deferred revenue | 1,072 | 1,390 | 1,072 | 1,390 |
| 24 Other current liabilities | | | | |
| Current portion of deferred revenue | 432 | 479 | 432 | 479 |
| Related party transactions | | | | |
| Parent company | 12,705 | 5,696 | 12,705 | 5,696 |
| Entities controlled by the parent company | 4,283 | 5,925 | 3,937 | 5,359 |
| Affiliates and associates of parent company | 12,734 | 6,798 | 11,031 | 4,966 |
| | 29,722 | 18,419 | 27,673 | 16,021 |
| Other current liabilities | 30,154 | 18,898 | 28,105 | 16,500 |

(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.

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25 Long term provisions

| | Group | | Company | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million | 30/09/15 ₦'million | 31/12/14 ₦'million |
| Balance at beginning of the period | 4,011 | 377 | 295 | 234 |
| Effect of foreign exchange differences | (321) | (21) | - | - |
| Provisions made during the period | 132 | 259 | 128 | 33 |
| Write back of provision no longer required | (1,722) | - | - | - |
| Unwind of discount | 29 | 28 | 29 | 28 |
| | 2,129 | 643 | 452 | 295 |
| Withholding tax payables | - | 3,368 | - | - |
| Balance at the end of the period | 2,129 | 4,011 | 452 | 295 |

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

26 Share capital

| | Group | |
|--|-----------------------|-----------------------|
| | 30/09/15 ₦'million | 31/12/14 ₦'million |
| <i>Issued and fully paid</i> | | |
| Share capital (17,040,507,405 (2014: 17,040,507,405) ordinary shares of ₦0.5 each) | 8,520 | 8,520 |
| Share premium | 42,430 | 42,430 |
| | 50,950 | 50,950 |