BUA FOODS PLC

formerly BUA Sugar Refinery Limited
(RC:621320)

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE MONTHS AND TWELVE MONTHS ENDED

31ST DECEMBER, 2021

BUA FOODS PLC
Unaudited financial statements for the twelve months ended 31st December 2021

Contents

Statement of significant accounting policies	1 - 7
Statement of profit or loss and other comprehensive income	8
Statement of profit or loss and other comprehensive income 4th quarter	9
Statement of financial position	10
Statement of changes in equity	11
Statement of cash flows	12
Notes to the financial statements	8- 20

BUA FOODS PLC

Note 1
STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
The following are the significant accounting policies adopted by the company in the preparation of its Financial Statements.

BASIS OF PREPARATION
These Financial Statements have been prepared in compliance with IAS 34 Interim Financial Reporting and relevant International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (the IASB).

These Financial Statements were prepared under the historical cost convention.

The principal accounting policies applied in the presentation of the Financial Statements are set out below. These policies have been applied to all the periods presented except for the adoption of new accounting policies.

2. REVENUE
Revenue is measured at fair value of the consideration received or receivable net of value added tax, excise duties returns,customers discounts and other sales related discounts.

Revenue from the sale of products is recognised in profit or loss when the contract has been approved by both parties, rights have been clearly identified, payment terms have been defined, the contract has commecial substance and collectibility has been ascertained as probable. Collectibility of customers payment is ascertained from the customers historical records, guarantees provided, and advance payments made if any.

The four steps recognition process for revenue is listed below:
- identify the contract with a customer
- identify the performance obligation in the contract
- determine the transaction price
- allocate the price to the performance obligation
- recognise revenue

3. COST OF GOODS SOLD
These are the cost of internally produced goods sold. The cost of internally produced goods include directly attributable costs such as the cost of direct materials, direct labour, and energy costs, as well as production overheads, including depreciation of production facilities. The cost of goods sold includes write-downs of inventories where necessary.

4. SELLING AND DISTRIBUTION EXPENSES
Comprises the cost of marketing, cost of organising the sales process and distribution.

5. FOREIGN CURRENCY
Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the company operate ('the functional currency'). The functional currency and presentation currency of the Company is the Nigerian Naira (=N=).

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from settlement of foreign currency transactions and from the translation of exchange rates of monetary assets and liabilities denominated in currencies other than the Company's functional currency are recognised in the foreign exchange gain or loss in profit or loss.

BUA FOODS PLC

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

6. FINANCIAL INSTRUMENTS

Financial instruments represent the Company's financial assets and liabilities. Financial assets and financial liabilities are recognized in the Company's statement of financial position when the Company becomes a party to the contractual provisions of the instrument. These instruments are typically held for liquidity, investment, trading or hedging purposes. All financial instruments are initially recognized at fair value plus directly attributable transaction cost except those carried at fair value through profit or loss where transaction cost are recognized immediately in profit or loss.

Financial instruments are recognized (derecognized) on the date the Company commits to purchase (sell) the instruments (trade date accounting).

Financial assets include trade and other receivables, cash and bank balances and certain other assets. Financial liabilities include term loans, bank overdraft, trade and certain other liabilities. The Company classifies its financial assets into one of the categories discussed below, depending on the purpose for which the asset was acquired. The Company's has not classified any of its financial assets as held to maturity.

Subsequent measurement

Subsequent to initial measurement, financial instruments are measured either at fair value or amortised cost, depending on their classifications below. The company's accounting policy for each category is as follows:

i. Trade and Other Receivables

These assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers, but also incorporate other types of contractual monetary assets. They are initially recognized at fair value plus transaction costs that are directly attributable to their acquisition or issue, and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment. Impairment provisions are recognised when there is objective evidence (such as significant financial difficulties on the part of the counterparty of default or significant delay in payment) that the Company will be unable to collect all of the amounts due under the terms receivable, the amount of such a provision being the difference between the net carrying amount and the present value of the future expected cash flows associated with the impaired receivable. For trade receivables, which are reported net, such provisions are recorded in a separate allowance account with the loss being recognised within administrative expenses in the statement of comprehensive income. On confirmation that the trade receivable will not be collectable, the gross carrying value of the asset is written off against the associated provision.

ii. Cash and Cash Equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash.

BUA FOODS PLC

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Impairment of financial assets carried at amortised cost
The Company assesses at each reporting date whether there is objective evidence that trade and other receivables are impaired. Trade and other receivable is impaired if objective evidence indicates that a loss event has occurred after initial recognition and that loss event has a negative effect on the estimated future cash flows of the receivables that can be estimated reliably.
Criteria that are used by the Company in determining whether there is objective evidence of impairment include:

- known cash flow difficulties experienced by the customer;
- a breach of contract, such as default or delinquency in repayment for goods and service;
- breach of credit terms or conditions and;
- it is becoming probable that the customer will enter bankruptcy or other financial reorganisation.

Financial liabilities
These include the following items:

i. Bank borrowings
Bank borrowings are initially recognized at fair value, net of any transaction costs incurred. Borrowings are subsequently carried at amortised costs; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the profit or loss over the period of the borrowings using the effective interest method.

General and specific borrowing costs directly attributable to acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in the profit or loss in the period in which they are incurred.

ii. Trade payables and other short-term monetary liabilities
These are initially recognized at fair value and subsequently carried at amortised cost using the effective interest method.

Fair value
Fair value is the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's-length transaction. The best evidence of the fair value of a financial instrument on initial recognition is the transaction price, i.e. the fair value of the consideration paid or received, unless the fair value is evidenced either by comparison with other observable current market transactions in the same instrument, without modification or repackaging or based on valuation techniques such as discounted cash flow models and option pricing models whose variables include only data from observable markets. When such valuation models with only observable market data as inputs or the comparison with other observable current market transactions in the same instrument indicate that the fair value differs from the transaction price, the initial difference will be recognised in the profit or loss immediately.
The Company does not have any financial instruments (derivatives, etc.) that warrant such valuation method.

Derecognition of financial instruments
Financial assets are derecognized when the contractual rights to receive cash flows from the financial assets have expired or where the company has transferred its contractual rights to receive cash flows on the financial asset such that it has transferred substantially all the risks and rewards

of ownership of the financial asset. Any interest in transferred financial assets that is created or retained by the Company is recognized as a separate asset.

Financial liabilities are derecognized when they are extinguished, i.e. when the obligation is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same party on substantially different terms, or the terms of an an existing financial liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, with the difference in the respective carrying amounts being recognized in profit or loss.

Offsetting of financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right is not contigent on future events and is enforceable in the normal course of business, and in event of default, insolvency or bankruptcy of the Company or counterparty.

7. RETIREMENT BENEFITS:

The Company operates two pension scheme for its employees: Defined Contribution Scheme and Defined Benefit Scheme. The defined pension contribution plan is based on a percentage of pensionable earnings funded through contributions from the Company (10%) and employees (8%). The fund is administered by the Pension Fund's administrators. Contributions to this plan are recognised as an expense in the profit or loss in the periods during which services are rendered by employees.

Defined benefit schemes also referred to as employee end of service gratuities are regarded as post-employment benefits.

BUA FOODS PLC

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

9. CURRENT TAXATION
The tax for the period comprises current, education and deferred taxes. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case the tax is recognised in other comprehensive income or directly in equity, respectively.

10. DEFERRED TAXATION
Deferred tax is recognized where the carrying amount of an asset or liability in the statement of financial position differs from its tax base. Recognition of deferred tax is restricted to those instances where it is probable that taxable profit will be available against which the difference can be utilized. The amount of the asset or liability is determined using tax rates that have been enacted or substantively enacted by the reporting date and are expected to apply when the deferred tax liabilities / (assets) are settled / (recovered).

11. PROPERTY, PLANT AND EQUIPMENT
All property, plant and equipment are stated at historical cost less depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the assets carrying amount or recognised as a separate asset, as appropriate only when it is probable that future economic benefits associated with the item to the Company and the cost can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecoginised when replaced. All other repairs and maintenance cost are charged to the profit or loss during the financial period in which they are incurred.

Capital work in progress are not depreciated. Depreciation of assets commences when assets are available for use. Depreciation on other assets are calculated using straight line method over their expected useful economic lives as follows:

	Useful life (years)
Land	Not depreciable
Buildings	30- 50
Plant and Machinery	7-50
Furniture and Fittings	5
Trucks	5
Computer and Office Equipments	5
Motor vehicles	8
Construction Work in Progress	Nill

These assets residual values and useful lives are reviewed and adjusted if appropriate at end of the reporting year.

Property, plant and equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the estimatedselling price in the ordinary course of business less cost to sell and value in use. Impairment losses and reversal of previously recognised impairment losses are recognised within administrative expenses in profit or loss.

BUA FOODS PLC

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefit are expected from its use or disposal. Gains or losses on disposal are determined by comparing the proceeds with the carrying amount and are recognised within other income or other expenses-net in profit or loss.

12. INVENTORIES

Inventories are stated at the lower of cost and net realizable value after providing for any obsolescence and damages determined by the management. Costs are those expenses incurred in bringing each product to its present location and condition which are computed as follows:

· Raw materials, spare parts and consumables: Actual costs include transportation, handling charges and other related costs.
· Work in progress and finished goods: Cost of direct materials, direct labour and other direct cost plus attributable overheads based on standard costing.
· Finished Goods: Direct cost plus all production overheads.

Inventories are initially recognized at cost, and subsequently at the lower of cost and net realizable value. Cost comprises all costs of purchase, costs of conversion and other costsincurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated cost to sell.

Allowance is made for excessive, obsolete and slow moving items. Write-downs to net realizable value and inventory losses are expensed in the period in which the write-downs or losses occur.

13. RELATED PARTY DISCLOSURES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include:

· Entities over which the company exercises significant influence
· Shareholders and key management personnel of the Company
· Close family members of key management personnel
· Post-employment benefit plan which is for the benefit of employees of the company or of any entity that is a related party of the Company.

Key management personnel comprise the Board of Directors and key members of the management having authority and responsibility for planning, directing and controlling the activities of the Company. The Company enters into transactions with related parties on an arm's length basis. Prices for transactions with related parties are determined using the current market price or admissible valuation method.

BUA FOODS PLC

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

14. BASIC EARNINGS PER SHARE
Basic earnings per share is calculated by dividing the net profit for the year attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding at the statement of financial position date.

15. PROVISIONS
Provisions are recognised when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation and the amount has been reliably estimated.

16. BORROWING COSTS CAPITALISED
Borrowing costs that relate to qualifying assets, i.e. assets that necessarily take a substantial period of time to get ready for their intended use or sale and which are not measured at fair value, are capitalized. All other borrowing costs are recognized in profit or loss.

17. RIGHT OF USE ASSET
Right of use asset are initially measured at cost comprising of the following:
- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date, less any lease incentives received
- any initial direct costs, and
- restoration costs.

The Right of Use and lease liability are presented separately from other non-lease assets and liability in the statement of financial position.

18.LEASES
The Company primarily leases building used as offices and warehouse. The lease terms are typically for fixed periods ranging from 1 year to 2 years but may have extension options as described below. On renewal of lease, the terms may be renegotiated.

Contracts may contain both lease and non-lease components. The Company has elected not to separate lease and non-lease components and instead accounts them as a single lease component. Lease terms are negotiated on an individual basis and contain different terms and conditions including extension and termination options. The lease agreement do not impose any covenants; however, leased assets may not be used as security for borrowing purposes.

19. SEGMENT REPORTING
Operating segments are reported in a manner consistent with the internal reporting provided to the Chief operating decision maker.The Chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments has been identified as BUA Foods Plc leadership team which comprises of the Board of Directors and other executive officers.

20. COMPARATIVE FIGURES
Where necessary, comparative figures with notes have been restated to conform to changes in presentation in the current year.

BUA FOODS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE TWELVE MONTHS ENDED 31ST DECEMBER 2021

	Notes	UNAUDITED YTD 31 Dec. 2021 =N=000 COMPANY	AUDITED YTD 31 Dec. 2020 =N=000 COMPANY	UNAUDITED YTD 31 Dec. 2021 =N=000 GROUP	AUDITED YTD 31 Dec. 2020 =N=000 GROUP
Turnover	1	**230,920,681**	**177,683,945**	**333,673,544**	**192,860,037**
Cost of Sales	2	161,013,607	118,599,174	230,419,577	127,950,180
Gross Profit		69,907,074	59,084,771	103,253,967	64,909,857
Selling & distribution expenses		4,744,145	3,657,494	7,438,928	4,013,384
Administrative expenses	4	4,159,098	7,409,960	4,776,742	7,594,319
Operating Profit		61,003,831	48,017,317	91,038,297	53,302,155
Other Income	3	1,552,756	1,542,693	1,554,301	1,543,010
Finance Charges		8,402,540	4,601,096	9,447,733	5,192,037
Net Profit/(Loss)		54,154,047	44,958,915	83,144,865	49,653,128
Income Taxes		7,965,474	11,953,335	7,965,474	11,953,335
Net Profit After Tax		46,188,573	33,005,580	75,179,390	37,699,793
EPS		2.57	1.83	4.18	2.09

BUA FOODS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31ST DECEMBER

	Notes	UNAUDITED Q4 - 2021 =N= 000 COMPANY	UNAUDITED Q4 - 2020 =N= 000 COMPANY	UNAUDITED Q4 - 2021 =N= 000 GROUP	UNAUDITED Q4 - 2020 =N= 000 GROUP
Turnover		**64,938,202**	**51,158,982**	**92,613,971**	**66,335,074**
Cost of Sales		48,338,411	37,455,167.40	68,826,474.46	46,806,173.20
Gross Profit		16,599,791	13,703,814	23,787,496	19,528,901
Selling & distribution expenses		1,326,271	377,229.50	1,326,271.33	377,229.50
Administrative expenses		1,149,363	1,329,270.50	1,641,342.79	1,869,519.19
Operating Profit		14,124,157	11,997,314	20,819,882	17,282,152
Other Income		391,257	8,104.24	391,778.06	8,420.82
Finance Charges		849,851	1,890,268.11	1,015,743.26	2,481,209.06
Net Profit/(Loss)		13,665,562	10,115,151	20,195,917	14,809,364

BUA FOODS PLC
STATEMENT OF FINANCIAL POSITION AS AT

	Notes	UNAUDITED 31st DEC 2021 =N= COMPANY	AUDITED 31st DEC 2020 =N= COMPANY	UNAUDITED 31st DEC 2021 =N= GROUP	AUDITED 31st DEC 2020 =N= GROUP
ASSETS					
NON-CURRENT ASSETS					
Property, Plant and Equipments	5a	193,464,402	183,284,825	271,626,758	253,781,373.48
Incorporation Costs/ Suspension Expenses		84,991	11,891	84,991	3,039,535
Right of Use Assets	5b	37,617	38,459	1,042,070	2,047,365
Total Non-Current Assets		**193,587,011**	**183,335,175**	**272,753,820**	**258,868,274**
CURRENT ASSETS					
Inventories	6	25,018,109	14,409,799	34,652,657	20,394,006
Trade and other receivables	7	62,858,711	25,307,553	68,967,603	25,339,117
Due from Related Companies		169,319,785	195,031,758	200,391,767	196,236,741
Cash and Short Term Deposits	8	60,516,596	25,674,861	60,544,377	25,680,125
Total Current Assets		**317,713,202**	**260,423,971**	**364,556,404**	**267,649,989**
TOTAL ASSETS		**511,300,212**	**443,759,146**	**637,310,223**	**526,518,263**
LIABILITIES AND EQUITY					
EQUITY					
Share Capital	9	9,000,000	29,538	9,000,000	29,538
Revaluation Reserves		21,526,013	21,526,013	21,526,013	21,526,013
Retained Earnings		183,540,816	128,979,096	217,381,036	134,080,980
Total Equity		**214,066,829**	**150,534,647**	**247,907,049**	**155,636,530**
LIABILITIES					
NON-CURRENT LIABILITIES					
Leases		33,605	33,652	4,321,881	3,637,951
Deposit for Shares		23,333,723	32,711,855	23,741,393	32,711,855
Deffered Tax Liabilities		14,286,528	23,063,214	14,286,528	23,063,214
Long Term Borrowing	10	7,838,874	3,834,509	7,838,874	3,834,509
Total Non-Current Liabilities		**45,492,731**	**59,643,230**	**50,188,676**	**63,247,529**
CURRENT LIABILITIES					
Bank Overdraft	8	2,518,146	9,466,442	2,518,146	9,466,442
Creditors and Accruals	11	6,059,188	41,554,782	84,642,456	42,007,112
Other Current Liabilities	11	129,659,501	58,156,828	138,550,079	131,757,432
Short Term Borrowings	10	113,503,818.05	124,403,218	113,503,818	124,403,218
Total Current Liabilities		**251,740,653**	**233,581,269**	**339,214,499**	**307,634,203**
Total Liabilities		**297,233,384**	**293,224,499**	**389,403,174**	**370,881,732**
TOTAL LIABILITIES AND EQUITY		**511,300,212**	**443,759,146**	**637,310,223**	**526,518,263**

The financial statements and notes on pages 13 to 23 were approved by the Board of Directors on 28th January, 2022 and signed on its behalf by:

Alhaji Abdul Samad Rabiu
Non- Executive Director
FRC/2014/IODN/00000010111

Alhaji Kabiru Rabiu
Non- Executive Director
FRC/2014/IODN/00000010028

Mr Abdulrasheed Olayiwola
Chief Finance Officer
FRC/2014/ICAN/00000010407

BUA FOODS PLC

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

	SHARE CAPITAL	RETAINED EARNINGS	REVALUATION RESERVES	TOTAL EQUITY
	=N=000	=N=000	=N=000	=N=000
Balance at 1 January 2021	**29,538**	**134,236,172**	**21,526,013**	**155,791,722**
Profit for the period	-	83,144,865		83,144,865
Increase in Share Capital	**8,970,462**			**8,970,462**
Balance at 31 Dec., 2021	**9,000,000**	**217,381,036**	**21,526,013**	**247,907,049**
Balance at 1 January 2020	**29,538**	**96,536,379**		**96,565,916**
Profit for the period	-	37,699,792.88	21,526,012.73	59,225,806
Balance at 31 Dec., 2020	**29,538**	**134,236,172**	**21,526,013**	**155,791,722**

BUA FOODS PLC

STATEMENT OF CASH FLOWS
FOR THE TWELVE MONTHS ENDED

	UNAUDITED 31ST DEC. 2021 =N= 000	AUDITED 31ST DEC. 2020 =N= 000
Cash Flows From Operating Activities		
Profit for the period	75,179,390	37,699,793
Adjustments for:		
Depreciation of property,plant and equipment	7,537,813	2,627,267
Depreciation of right of use asset	1,004,453	1,004,453
Taxation	7,965,474	11,953,335
Finance Cost	6,638,497	(6,972,907)
SUB TOTAL	**98,325,627**	**46,311,941**
Changes in receivables from customers	(21,385,849)	(5,799,508)
Changes in Due from related companies	(845,296)	(504,842)
Changes in inventory	(14,118,255)	(9,436,393)
Changes in payable to suppliers	4,609,552	(7,309,304)
Changes in other current liabilities	1,810,919	37,912,407
SUB TOTAL	**(29,928,928)**	**14,862,360**
Net Cash from operating activities	**68,396,699**	**61,174,300**
Cash flows from investing activities		
Acquisition of property, plant and equipment	(393,527)	(60,317,558)
Acquisition of right of use asset	-	(3,047,051)
Intrest received	3,681,783	30,999
Net cash used in investing activities	**3,288,256**	**(63,333,610)**
Cash flows from financing activities		
Finance cost paid	(6,638,497)	(6,972,907)
Lease liability payment	(1,126,737)	(5,073)
Issue of shares	-	427,670
changes in current borrowings	(30,694,308)	24,293,825
Net cash from financing activities	**(38,459,542)**	**17,743,515**
Net increase/(decrease) in cash and cash equivalents	33,225,413	15,584,206
Cash and cash equivalents at the beginning of the year	24,800,818	629,478
Cash and cash equivalents at the end of the period	**58,026,231**	**16,213,684**

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

1. NET REVENUE	**YTD 31 Dec. 2021**	**YTD 31 Dec. 2020**
	=N= 000	**=N= 000**
Sales - Sugar(Non Fortified)	79,621,381	36,400,408
Sales - Sugar(Fortified)	129,819,713	76,975,344
Sales - Molasses	417,814	153,023
Sales - Bakery Flour/ Pasta	118,568,796	75,517,662
Sales - Wheat Bran	5,245,840	3,813,600
	333,673,544	192,860,037

2. COST OF SALES	**YTD 31 Dec. 2021**	**YTD 31 Dec. 2020**
	=N= 000	**=N= 000**
Raw Materials	204,244,637	106,041,986
Energy	11,551,419	6,777,275
Depreciation	8,195,542	6,534,631
Other Factory Expenses	6,427,979	8,596,288
	230,419,577	127,950,180

3. OTHER INCOME	**YTD 31 Dec. 2021**	**YTD 31 Dec. 2020**
	=N= 000	**=N= 000**
Other Income	1,553,103.02	1,541,581.47
Scrap	1,197.54	1,428.49
Other Income	**1,554,301**	**1,543,010**

4. COMPONENTS OF ADMINISTRATION EXPENSES

	YTD 31 Dec. 2021	**YTD 31 Dec. 2020**
	=N= 000	**=N= 000**
Salaries,Wages & Benefit	1,449,850	1,523,155
Transport and Travelling	15,994	24,024
Medical	29,795	38,108
Expartriate expenses	27,278	29,538
Staff Welfare & Training	79,786	269,767
Electricity	6,619	13,020
Printing & Stationeries	10,008	7,679
Rent, Rate & Insurance	189,551	313,332
Subscription	17,488	11,446
Legal & Professional	961,920	1,397,600
Office Expenses	402,500	1,179,029
Maint & Repairs	846,295	1,867,875
Security Expenses	48,337	76,694
Advertisement	182,672	225,324
Cleaning & Water	64,701	77,044
Hotel,Accomodation,event space etc	5,718	3,699
Depreciation	438,231	536,985
	4,776,742	7,594,319

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021
BUA FOODS PLC

5a. PROPERTY, PLANT & EQUIPMENTS (COMPANY)

COST	LAND& BUILDING =N= '000	PLANT AND MACHINERY =N= '000	FURNITURE & FITTINGS =N= '000	OFFICE EQIPMENTS =N= '000	MOTOR VEHICLE =N= '000	CWIP =N= '000	TRUCKS =N= '000	TOTAL =N= '000
Balance as at January 1, 2021	11,170,849	198,450,771	70,571	79,602	453,743	677,785	2,097,662	213,000,983
Addition	2,047,655	9,972,857	15,547	25,064		5,656,268		17,717,392
Balance at Dec. 31, 2021	**13,218,505**	**208,423,628**	**86,118**	**104,666**	**453,743**	**6,334,053**	**2,097,662**	**230,718,375**
Balance as at January 1, 2020	11,170,849	198,422,370	58,912	62,760	424,017	677,785	2,097,662	212,914,355
Addition		28,401	11,659	16,842	29,726		-	86,628
Balance at December 31, 2020	**11,170,849**	**198,450,771**	**70,571**	**79,602**	**453,743**	**677,785**	**2,097,662**	**213,000,983**
ACCUMULATED DEPRECIATION								
Balance as at January 1, 2021	1,797,510	25,381,143	62,134	76,400	352,668	-	2,046,302	29,716,156
Charge for the period	221,505	7,239,879	25,596	21,894	28,940			7,537,813
Balance at Dec. 31, 2021	**2,019,014**	**32,621,022**	**87,730**	**98,293**	**381,608**	**-**	**2,046,302**	**37,253,969**
Balance as at January 1, 2020	1,644,045	23,200,308	48,677	61,797	352,668		1,781,393	27,088,889
Charge for the period	153,465	2,180,835	13,457	14,602			264,909	2,627,267
Balance at December 31, 2020	**1,797,510**	**25,381,143**	**62,134**	**76,400**	**352,668**	**-**	**2,046,302**	**29,716,156**
NET BOOK VALUE								
Balance at Dec. 31, 2021	**11,199,490**	**175,802,606**	**(1,612)**	**6,373**	**72,135**	**6,334,053**	**51,360**	**193,464,402**
Balance at December 31, 2020	**9,373,340**	**173,069,628**	**8,437**	**3,202**	**101,075**	**677,785**	**51,360**	**183,284,825**

5a. PROPERTY, PLANT & EQUIPMENTS (GROUP)

COST	LAND& BUILDING =N= '000	PLANT AND MACHINERY =N= '000	FURNITURE & FITTINGS =N= '000	OFFICE EQIPMENTS =N= '000	MOTOR VEHICLE =N= '000	CWIP =N= '000	TRUCKS =N= '000	TOTAL =N= '000
Balance as at January 1, 2021	11,170,849	198,477,939	72,571	87,894	453,743	71,136,873	2,097,662	283,497,532
Addition	2,047,655	13,621,796	27,330	30,149		9,656,268		25,383,199
Balance at Dec. 31, 2021	**13,218,505**	**212,099,736**	**99,901**	**118,043**	**453,743**	**80,793,141**	**2,097,662**	**308,880,731**
Balance as at January 1, 2020	11,170,849	198,449,538	60,912	71,052	424,017	71,136,873	2,097,662	283,410,904
Addition		28,401	11,659	16,842	29,726		-	86,628
Balance at December 31, 2020	**11,170,849**	**198,477,939**	**72,571**	**87,894**	**453,743**	**71,136,873**	**2,097,662**	**283,497,532**
ACCUMULATED DEPRECIATION								
Balance as at January 1, 2021	1,797,510	25,381,143	62,134	76,400	352,668	-	2,046,302	29,716,156
Charge for the period	221,505	7,239,879	25,596	21,894	28,940			7,537,813
Balance at Dec. 31, 2021	**2,019,014**	**32,621,022**	**87,730**	**98,293**	**381,608**	**-**	**2,046,302**	**37,253,969**
Balance as at January 1, 2020	1,644,045	23,200,308	48,677	61,797	352,668		1,781,393	27,088,889
Charge for the period	153,465	2,180,835	13,457	14,602			264,909	2,627,267
Balance at December 31, 2020	**1,797,510**	**25,381,143**	**62,134**	**76,400**	**352,668**	**-**	**2,046,302**	**29,716,156**
NET BOOK VALUE								
Balance at Dec. 31, 2021	**11,199,490**	**179,478,714**	**12,171**	**19,750**	**72,135**	**80,793,141**	**51,360**	**271,626,758**
Balance at December 31, 2020	**9,373,340**	**173,096,797**	**10,437**	**11,494**	**101,075**	**71,136,873**	**51,360**	**253,781,373**

5.1
Revaluation of Property, Plant and Equipment
No recent revaluation has been done by the company. The Directors are of the opinion that the carrying value of property, Plant & machinery approximate its fair value.

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

5b. RIGHTS OF USE ASSET	**COMPANY 31-Dec-21 =N= 000**	**COMPANY 31-Dec-20 =N= 000**	**GROUP 31-Dec-21 =N= 000**	**GROUP 31-Dec-20 =N= 000**
Building leases	122,194	122,194	2,131,099	2,131,099
Accumulated Depreciation of ROU	(84,577)	(83,734)	(1,089,029)	(83,734)
Balance at end of period	37,617	38,459	1,042,070	2,047,365

6. INVENTORIES	**31-Dec-21 =N=**	**31-Dec-20 =N=**	**31-Dec-21 =N=**	**31-Dec-20 =N=**
Raw Materials	14,811,525	38,530	23,826,533	5,208,685
Work In Progress	7,426,407	11,861,788	7,550,167	12,675,840
Finished Goods	1,156,657	2,051,590	1,156,657	2,051,590
Packaging, Energy & Consumables	1,623,520	457,891	2,119,300	457,891
	25,018,109	**14,409,799**	**34,652,657**	**20,394,006**

There is no amount of write-down of inventories recognised as an expense during the period.

None of the inventories of the Company were pledged as security for loans as at the reporting date.

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

7. TRADE AND OTHER RECEIVABLES	COMPANY 31-Dec-21 =N= 000	COMPANY 31-Dec-20 =N= 000	GROUP 31-Dec-21 =N= 000	GROUP 31-Dec-20 =N= 000
Prepayments	5,028,442	177,797	5,045,230	177,797
Trade Debtors	12,323,088	15,469,805	12,323,088	15,469,805
Other Receivables	45,507,180	9,659,950	51,599,284	9,691,514
	62,858,711	**25,307,553**	**68,967,603**	**25,339,117**

All amounts are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value.

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

8. CASH AND SHORT TERM DEPOSITS	COMPANY 31-Dec-21 =N= 000	COMPANY 31-Dec-20 =N= 000	GROUP 31-Dec-21 =N= 000	GROUP 31-Dec-20 =N= 000
Cash in hand	2,821	147	20,252	147
Cash in Bank	60,513,776	19,382,260	60,524,125	19,387,524
Short Term Investment	-	6,292,454	-	6,292,454
	60,516,596	**25,674,861**	**60,544,377**	**25,680,125**

Short-term deposits are made for varying periods of between one day and three months depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.

The Company has not pledged part of its short-term deposits in order to fulfil collateral requirements with any Banks. Cash and Bank equivalent is exclusive of overdraft balance.

For the purpose of the statement of cash flow, cash and cash equivalents comprise the following as at:

	31-Dec-21 =N= 000	31-Dec-20 =N= 000	31-Dec-21 =N= 000	31-Dec-20 =N= 000
Cash in Hand	2,821	147	20,252	147
Cash in bank	60,513,776	19,382,260	60,524,125	19,387,524
Fixed deposit	-	6,292,454	-	6,292,454
Overdraft	(2,518,146)	(9,466,442)	(2,518,146)	(9,466,442)
	57,998,450	**16,208,420**	**58,026,231**	**16,213,684**

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

9. SHARE CAPITAL	**31-Dec-21**	**31-Dec-20**
	=N= 000	**=N= 000**
9a Authorised		
18,000,000,000 Ordinary shares of No.50k each	**9,000,000**	**29,538**
9b Issued and fully paid		
18,000,000,000 Ordinary shares of No.50k each	**9,000,000**	**29,538**

BUA FOODS PLC
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

10. BORROWINGS	**GROUP 31-Dec-21 =N= 000**	**GROUP 31-Dec-20 =N= 000**
Non-Current Borrowings		
10a. Long Term		
Bank loans	7,838,874	3,834,509
10b - Short term facilities		
Short term Loan	113,503,818	124,403,218
Total Borrowings	**121,342,692**	**128,237,727**

Movement in borrowings are analysed as follows:

Period Ended December 31, 2021	
Opening amount as at January 1, 2021	128,237,726
Repayments of borrowings	(6,895,034)
Closing amount as at Dec. 31, 2021	**121,342,692**
Year Ended December 31, 2020	
Opening amount as at January 1, 2020	102,373,310
Additional drawdowns in the year	102,732,002
Principal repayments	(78,438,177)
Interest absorbed by Related parties	2,575,671
Interest expenses	2,221,030
Foreign Exchange loss on translation of borrowings	752,294
Interest paid	(3,978,404)
Closing amount as at December 31, 2020	**128,237,726**

Net debt comprises:	**31-Dec-21 =N=**	**31-Dec-20 =N=**
Cash and cash equivalents	60,544,377	25,680,125
Borrowings - current	(121,342,692)	(128,237,727)
Borrowings - overdraft	(2,518,146)	(9,466,442)
Net debt	**(63,316,461)**	**(112,024,043)**

BUA FOODS PLC

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE TWELVE MONTHS ENDED 31ST DEC. 2021

11. CREDITORS, ACCRUALS AND OTHER CURRENT LIABILITIES	**COMPANY**	**COMPANY**	**GROUP**	**GROUP**
	31-Dec-21	**31-Dec-20**	**31-Dec-21**	**31-Dec-20**
	=N= 000	**=N= 000**	**=N= 000**	**=N= 000**
Provisions and Accruals/ Accrued Audit Fees	26,533,406	9,223,590	26,545,806	29,614,592
Other Payables	28,174,552	23,380,440	106,513,565	77,042,372
Intercompany	26,613,121	19,730,300	26,857,375	19,730,300
Trade Creditors/ Other Current Liabilities	6,098,896	2,472,763	14,977,074	2,472,763
Customers Deposit	48,298,666	44,904,496	48,298,666	44,904,496
Lease Liabilities- Current	47	22	47	22
	135,718,689	**99,711,610**	**223,192,535**	**173,764,544**