

BUA FOODS

UNAUDITED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 30TH SEPTEMBER, 2023

BUA Foods Plc RC 621320

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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.

1. 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 commercial 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 five 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.

Statement of Significant Accounting Policies contd.

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 operates ('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.

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

Statement of Significant Accounting Policies contd.

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.

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.

Statement of Significant Accounting Policies contd.

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.

Statement of Significant Accounting Policies contd.

7. Retirement Benefits

The Company operates two pension schemes 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.

8. 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.

9. 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).

10. 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.

Statement of Significant Accounting Policies contd.

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	Nil

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 estimated selling 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.

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.

11. 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.

Statement of Significant Accounting Policies contd.

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 costs incurred 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.

12. 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.

13. 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.

14. 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.

15. Borrowing Costs Capitalized

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.

Statement of Significant Accounting Policies contd.

16. Right of Use of 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.

17. 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.

18. 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.

19. Comparative Figures

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

Statement of Profit or Loss and Other Comprehensive Income for The Three Months Ended

	Unaudited Q3 2023	Unaudited Q3 2022	Unaudited Q3 2023	Unaudited Q3 2022
	Group	Group	Company	Company
	₦'000	₦'000	₦'000	₦'000
Turnover	**203,497,815**	**120,467,093**	**138,407,165**	**86,450,747**
Cost of Sales	152,382,613	79,393,637	105,244,015	62,527,805
Gross Profit	**51,115,202**	**41,073,456**	**33,163,150**	**23,922,942**
Administrative expenses	2,887,050	1,894,813	2,298,219	1,449,595
Selling & distribution expenses	7,418,104	5,479,305	4,977,609	4,750,793
Other income	391,312	432,620	385,072	431,699
Operating Profit	**41,201,360**	**34,131,958**	**26,272,394**	**18,154,252**
Finance Costs	5,899,861	2,251,224	1,971,727	2,149,070
Foreign Exchange (Gain) Loss	33,280,647	-	33,280,647	-
Net Profit/(Loss) Before Tax	**2,020,851**	**31,880,734**	**(8,979,981)**	**16,005,182**
Income Taxes	104,929	1,835,682	-	1,835,682
Net Profit After Tax	**1,915,922**	**30,045,052**	**(8,979,981)**	**14,169,500**
EPS	0.11	1.67	(0.50)	0.79

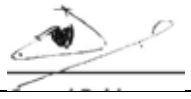
Statement of Profit or Loss and Other Comprehensive Income for The Nine Months Ended 30th September 2023

	Notes	Unaudited YTD 30TH SEPT 2023 Group ₦'000	Unaudited YTD 30TH SEPT 2022 Group ₦'000	Unaudited YTD 30TH SEPT 2023 Company ₦'000	Unaudited YTD 30TH SEPT 2022 Company ₦'000
Turnover	1	**524,428,118**	**289,819,825**	**334,313,781**	**221,650,393**
Cost of Sales	2	340,647,942	195,641,326	227,588,720	159,203,255
Gross Profit		**183,780,175**	**94,178,499**	**106,725,061**	**62,447,138**
Administrative expenses	4a	7,912,564	4,488,851	6,296,743	3,290,455
Selling & distribution expenses	4b	20,272,583	10,353,073	12,518,377	9,123,930
Other income	3	1,287,970	1,327,858	1,267,602	1,325,604
Operating Profit		**156,882,999**	**80,664,433**	**89,177,543**	**51,358,356**
Finance Costs		12,200,361	6,396,131	6,988,273	6,152,429
Foreign Exchange (Gain) Loss		33,280,647	-	33,280,647	-
Profit Before Tax		**111,401,991**	**74,268,302**	**48,908,623**	**45,205,927**
Income Taxes		5,784,361	5,507,047	5,784,361	5,507,047
Net Profit After Tax		**105,617,630**	**68,761,255**	**43,124,262**	**39,698,880**
EPS		5.87	3.82	2.40	2.21

Statement of Financial Position as at

	Notes	Unaudited YTD 30TH SEPT 2023 Group	Audited YTD 31ST DEC 2022 Group	Unaudited YTD 30TH SEPT 2023 Company	Audited YTD 31ST DEC 2022 Company
Assets		₦'000	₦'000	₦'000	₦'000
Non-Current Assets					
Property, Plant and Equipments	5	345,779,445	330,523,752	255,975,939	251,073,929
Right of Use Assets	6	5,816,755	31,165	30,534	31,165
Investment in Subsidiaries		-	-	407,670	407,670
Total Non-Current Assets		**351,596,200**	**330,554,917**	**256,414,143**	**251,512,764**
Current Assets					
Inventories	7	28,657,190	29,760,594	19,804,095	19,184,468
Trade and other receivables	8	215,609,840	119,325,516	211,864,614	114,988,875
Due from Related Companies		79,023,211	95,420,170	83,153,331	171,396,018
Cash and Short Term Deposits	9	82,959,435	32,163,428	82,930,140	32,111,028
Total Current Assets		**406,249,677**	**276,669,708**	**397,752,181**	**337,680,389**
Total Assets		**757,845,877**	**607,224,625**	**654,166,324**	**589,193,153**
Liabilities and Equity					
Equity					
Share Capital	10	9,000,000	9,000,000	9,000,000	9,000,000
Reorganisation and other reserves		(943,228)	(943,228)	391,961	391,961
Retained Earnings		247,522,194	222,904,564	180,893,378	218,769,116
Total Equity		**255,578,966**	**230,961,336**	**190,285,339**	**228,161,077**
Liabilities					
Non-current liabilities					
Deferred Tax Liabilities		35,330,602	33,776,943	35,330,602	33,776,943
Borrowings		2,797,149	3,475,257	2,797,149	3,475,257
Lease Liabilities		5,652,882	33,558	33,511	33,558
Government Grants		206,665	206,665	206,665	206,665
Deposit for Shares		32,243,723	32,243,723	32,243,723	32,243,723
Total Non-Current Liabilities		**76,231,021**	**69,736,146**	**70,611,650**	**69,736,146**
Current Liabilities					
Contract Liabilities		109,922,895	47,139,328	109,922,902	47,139,328
Current Income Tax Liabilities		14,134,491	9,903,788	14,134,491	9,903,788
Lease Liabilities		1,658,518	4,193	4,218	4,193
Bank Overdraft	9	3,177,600	4,490,873	3,177,600	4,490,873
Borrowings	11	234,993,024	208,195,755	234,993,024	208,195,755
Trade and Other Payables	12	62,100,728	36,744,571	30,988,465	21,513,358
Government Grants		48,635	48,635	48,635	48,635
Total Current Liabilities		**426,035,890**	**306,527,143**	**393,269,335**	**291,295,930**
Total Liabilities		**502,266,911**	**376,263,289**	**463,880,985**	**361,032,076**
Total Liabilities and Equity		**757,845,877**	**607,224,625**	**654,166,324**	**589,193,153**

The financial statements and notes on pages 14 to 18 were approved by the Board of Directors on 19th October, 2023 and signed on its behalf by:



Abdul Samad Rabiu CFR, CON
Chairman
FRC/2014/IODN/00000010111



Ayodele Abioye
Managing Director
FRC/2022/PRO/FORM/C07/003/00000023864



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

Unaudited Statements of Changes in Equity for The Nine Months Ended 30th September, 2023

Group	Share Capital	Retained Earnings	Reorganization and Other Reserves	Total Equity
	₦'000	₦'000	₦'000	₦'000
Balance as at 1 January 2023	**9,000,000**	**222,904,564**	**(943,228)**	**230,961,336**
Profit for the period	-	105,617,630	-	105,617,630
Dividend paid	-	(81,000,000)	-	(81,000,000)
Balance as at 30 September 2023	**9,000,000**	**247,522,194**	**(943,228)**	**255,578,966**
Balance as at 1 January 2022	**9,000,000**	**192,661,901**	**(943,228)**	**200,718,673**
Profit for the period	-	68,761,255	-	68,761,255
Dividend paid	-	(63,000,000)	-	(63,000,000)
Balance as at 30 September 2022	**9,000,000**	**198,423,156**	**(943,228)**	**206,479,928**
Company				
Balance as at 1 January 2023	**9,000,000**	**218,769,116**	**391,961**	**228,161,077**
Profit for the period	-	43,124,262	-	43,124,262
Dividend paid	-	(81,000,000)	-	(81,000,000)
Balance as at 30 September 2023	**9,000,000**	**180,893,378**	**391,961**	**190,285,339**
Balance as at 1 January 2022	**9,000,000**	**191,200,843**	**391,961**	**200,592,804**
Profit for the period	-	39,698,880	-	39,698,880
Dividend paid	-	(63,000,000)	-	(63,000,000)
Balance as at 30 September 2022	**9,000,000**	**167,899,723**	**391,961**	**177,291,684**

Statement Of Cash Flows For The Nine Months Ended

	Unaudited YTD 30TH SEPT 2023	Unaudited YTD 30TH SEPT 2022	Unaudited YTD 30TH SEPT 2023	Unaudited YTD 30TH SEPT 2022
	Group	Group	Company	Company
	₦'000	₦'000	₦'000	₦'000
Cash Flows From Operating Activities				
Profit for the period	111,401,991	74,268,303	48,908,623	45,205,928
Adjustments for:				
Depreciation of Property, Plant and Equipments	7,232,289	4,967,720	6,965,150	4,720,849
Depreciation of right of use	305,168	753,972	632	632
Foreign Exchange Loss	33,280,647	-	33,280,647	-
Finance Cost	12,200,361	6,511,975	6,988,273	6,268,272
SUB TOTAL	**164,420,455**	**86,501,970**	**96,143,324**	**56,195,680**
Changes in contract Liabilities	61,262,356	23,825,799	61,262,356	23,825,799
Changes in receivables from customers	(93,324,868)	(39,619,247)	(93,916,283)	(39,474,964)
Changes in Due from related companies	57,782,914	34,019,562	129,628,642	58,047,213
Changes in inventory	1,103,403	(16,590,665)	(619,628)	(14,344,711)
Changes in payable to suppliers	25,356,157	16,564,604	9,475,113	14,212,196
Changes lease liabilities	7,273,695	205,152	25	(26)
SUB TOTAL	**59,453,658**	**18,405,205**	**105,830,226**	**42,265,507**
Cash from operating activities	**223,874,113**	**104,907,175**	**201,973,550**	**98,461,187**
Tax paid	-	(1,106,444)	-	(1,106,444)
Net Cash from operating activities	**223,874,113**	**103,800,730**	**201,973,550**	**97,354,742**
Cash flows from investing activities				
Acquisition / Disposal of property, plant and equipment	(22,487,981)	(6,915,893)	(11,867,160)	(3,888,171)
Acquisition of right of use asset	(6,090,759)	-	-	-
Purchase of biological assets	-	(132,650)	-	-
Net Cash used in investing activities	**(28,578,740)**	**(7,048,543)**	**(11,867,160)**	**(3,888,171)**
Cash flows from financing activities				
Proceed from borrowings	18,886,752	46,339,221	18,886,752	46,339,221
Repayment of borrowings	(68,872,484)	(67,532,977)	(68,872,484)	(67,532,977)
Interest paid	(11,013,667)	(6,511,974)	(6,984,490)	(6,268,273)
Lease liability paid	(1,186,694)	(3,040,000)	(3,783)	2
Dividend paid	(81,000,000)	(63,000,000)	(81,000,000)	(63,000,000)
Net Cash from financing activities	**(143,186,092)**	**(93,745,730)**	**(137,974,004)**	**(90,462,026)**
Net increase/(decrease) in cash and cash equivalents	52,109,281	3,006,458	52,132,385	3,004,546
Cash and cash equivalents at the beginning of the period	**27,672,555**	**27,466,895**	**27,620,155**	**27,442,470**
Cash and cash equivalents at the end of the period	**79,781,836**	**30,473,353**	**79,752,541**	**30,447,015**

Notes to The Unaudited Financial Statements for The Nine Months Ended 30th September 2023

	Unaudited YTD 30TH SEPT 2023	Unaudited YTD 30TH SEPT 2022	Unaudited YTD 30TH SEPT 2023	Unaudited YTD 30TH SEPT 2022
	Group	Group	Company	Company
1. Net Revenue	₦'000	₦'000	₦'000	₦'000
Sales - Sugar(Non Fortified)	68,959,358	96,596,969	48,245,942	54,449,645
Sales - Sugar(Fortified)	245,515,741	83,734,041	76,457,146	57,902,446
Sales - Molasses	673,488	627,535	331,163	437,023
Sales - Bakery Flour	135,557,704	62,056,574	135,557,704	62,056,574
Sales - Pasta	58,318,854	42,690,795	58,318,854	42,690,795
Sales - Wheat Bran	14,407,098	4,113,910	14,407,098	4,113,910
Sales - Head Rice	995,875	-	995,875	-
Total	**524,428,118**	**289,819,825**	**334,313,781**	**221,650,393**
2. Cost of Sales				
Raw Materials	310,152,597	173,528,404	204,066,206	141,843,836
Energy	14,419,465	8,242,510	9,020,159	5,915,589
Depreciation	6,984,230	5,207,425	6,679,692	4,454,086
Other Factory Expenses	9,091,651	8,662,987	7,822,663	6,989,745
Total	**340,647,942**	**195,641,326**	**227,588,720**	**159,203,255**
3. Other Income				
Interest Income	-	39,721	-	39,721
Scrap	30,195	28,557	23,863	26,303
Lease Rental	1,140,000	1,140,000	1,140,000	1,140,000
Sundry income	117,775	119,580	103,739	119,580
Total	**1,287,970**	**1,327,858**	**1,267,602**	**1,325,604**
4a. Components of Administration Expenses				
Wages & Salaries	1,870,290	1,269,158	1,208,938	1,049,113
Transport and Travelling	363,194	100,532	359,496	100,175
Medical	24,187	17,516	22,150	15,032
Expartriate expenses	124,457	115,768	122,589	103,818
Entertainment	15,408	3,522	10,417	1,680
Staff Welfare & Training	86,008	70,751	76,695	66,060
Electricity	9,650	4,980	5,429	1,909
Printing & Stationeries	41,656	29,884	33,821	25,682
Rent, Rate & Insurance	503,921	160,574	195,623	47,292
Office Maintenance	10,619	9,629	8,678	9,210
Donations	77,327	93,202	5,544	93,202
Telephone & Internet	15,037	7,129	15,037	7,102
Subscription	76,135	22,453	72,573	20,438
Legal & Professional	11,872	38,106	11,872	10,156
Postages & Courier	3,578	1,131	2,719	774
General Expenses	1,249,072	885,021	1,088,613	371,980
Security Expenses	165,950	93,377	144,800	76,381
Diesel & Fuel	326,517	176,355	303,710	165,427
Advertisement	152,677	36,827	140,975	32,528
Cleaning & Water	105,533	66,320	84,581	56,553
Hotel and Accomodation	52,270	48,559	49,663	46,713
Bank Charges	1,288,266	-	1,288,091	-
Maintenance & Repair	785,479	723,790	758,629	721,836
Depreciation	553,452	514,266	286,090	267,393
Total	**7,912,564**	**4,488,851**	**6,296,743**	**3,290,455**
4b. Selling and Distribution Expenses				
Selling & Distribution Expenses	20,272,583	10,353,073	12,518,377	9,123,930

Notes to the Unaudited Financial Statements for the Nine Months Ended 30th September 2023

5a. Property, Plant & Equipments (Group)

Cost	Land & Building ₦'000	Plant & Machinery ₦'000	Furniture & Fittings ₦'000	Motor Vehicle ₦'000	Trucks ₦'000	Office Equipment ₦'000	Bearer Plant ₦'000	CWIP ₦'000	Total Cost ₦'000
Balance as at January 1, 2023	13,299,046	185,230,257	351,430	839,489	2,097,662	631,350	704,712	173,401,812	376,555,756
Addition	105,600	3,040,645	45,175	56,075	-	46,274	134,888	19,059,325	22,487,981
Transfer	-	46,475,056	-	-	-	-	-	(46,475,056)	-
Balance as at September 30, 2023	**13,404,646**	**234,745,957**	**396,605**	**895,564**	**2,097,662**	**677,624**	**839,600**	**145,986,082**	**399,043,737**
Balance as at January 1, 2022	11,230,841	170,861,519	299,608	717,671	2,097,662	520,431	-	174,803,817	360,531,549
Addition	28,337	195,746	51,822	121,818	-	110,919	704,712	14,810,854	16,024,207
Transfer	2,039,868	14,172,992	-	-	-	-	-	(16,212,859)	-
Balance at December 31, 2022	**13,299,046**	**185,230,257**	**351,430**	**839,489**	**2,097,662**	**631,350**	**704,712**	**173,401,812**	**376,555,756**
Accumulated Depreciation									
Balance as at January 1, 2023	2,137,789	40,493,034	247,588	651,205	2,097,662	404,727	-	-	46,032,004
Charge of the period	197,334	6,817,659	56,418	55,872	-	105,005	-	-	7,232,289
Balance as at September 30, 2023	**2,335,123**	**47,310,693**	**304,006**	**707,077**	**2,097,662**	**509,732**	**-**	**-**	**53,264,293**
Balance as at January 1, 2022	1,873,159	33,874,407	177,734	579,716	1,999,613	351,267	-	-	38,855,895
Charge for the period	264,630	6,618,627	69,854	71,489	98,049	53,460	-	-	7,176,109
Balance as at December 31, 2022	**2,137,789**	**40,493,034**	**247,588**	**651,205**	**2,097,662**	**404,727**	**-**	**-**	**46,032,004**
Net Book Value									
Balance as at September 30, 2023	**11,069,522**	**187,435,264**	**92,599**	**188,487**	**-**	**167,892**	**839,600**	**145,986,082**	**345,779,445**
Balance at December 31, 2022	**11,161,257**	**144,737,223**	**103,842**	**188,284**	**-**	**226,623**	**704,712**	**173,401,812**	**330,523,752**

5b. Property, Plant & Equipments (Company)

Cost	Land & Building ₦'000	Plant & Machinery ₦'000	Furniture & Fittings ₦'000	Motor Vehicle ₦'000	Trucks ₦'000	Office Equipment ₦'000	Bearer Plant ₦'000	CWIP ₦'000	Total Cost ₦'000
Balance as at January 1, 2023	12,335,743	184,386,042	184,257	686,566	2,097,662	198,920	-	96,262,065	296,151,256
Addition	27,916	3,036,695	32,611	20,585	-	40,345	-	8,709,009	11,867,160
Transfer	-	46,475,056	-	-	-	-	-	(46,475,056)	-
Balance as at September 30, 2023	**12,363,659**	**233,897,792**	**216,868**	**707,151**	**2,097,662**	**239,265**	**-**	**58,496,019**	**308,018,416**
Balance as at January 1, 2022	10,253,300	170,030,777	140,079	624,349	2,097,662	142,350	-	103,460,505	286,749,022
Addition	42,575	182,273	44,178	62,217	-	56,570	-	9,014,420	9,402,234
Transfer	2,039,868	14,172,992	-	-	-	-	-	(16,212,860)	-
Balance at December 31, 2022	**12,335,743**	**184,386,042**	**184,257**	**686,566**	**2,097,662**	**198,920**	**-**	**96,262,065**	**296,151,256**
Accumulated Depreciation									
Balance as at January 1, 2023	2,113,246	40,003,265	142,545	575,894	2,097,662	144,713	-	-	45,077,326
Charge of the period	190,984	6,685,284	29,148	26,416	-	33,318	-	-	6,965,150
Balance as at September 30, 2023	**2,304,230**	**46,688,549**	**171,693**	**602,310**	**2,097,662**	**178,031**	**-**	**-**	**52,042,476**
Balance as at January 1, 2022	1,846,970	33,535,576	100,711	524,024	1,999,613	111,698	-	-	38,118,592
Charge for the period	266,276	6,467,689	41,834	51,870	98,049	33,015	-	-	6,958,734
Balance as at December 31, 2022	**2,113,246**	**40,003,265**	**142,545**	**575,894**	**2,097,662**	**144,713**	**-**	**-**	**45,077,326**
Net Book Value									
Balance as at September 30, 2023	**10,059,429**	**187,209,243**	**45,175**	**104,841**	**-**	**61,234**	**-**	**58,496,019**	**255,975,939**
Balance at December 31, 2022	**10,222,497**	**144,382,777**	**41,712**	**110,672**	**-**	**54,207**	**-**	**96,262,065**	**251,073,929**

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 & equipment approximate its fair value.

Notes to the Unaudited Financial Statements for the Nine Months Ended 30th September 2023

		Unaudited YTD 30TH SEPT 2023	Audited YTD 31ST DEC 2022	Unaudited YTD 30TH SEPT 2023	Audited YTD 31ST DEC 2022
6.	**Rights of Use Asset**	₦'000	₦'000	₦'000	₦'000
		Group	Group	Company	Company
	Building leases	9,137,810	3,136,394	33,693	123,036
	Accumulated Depreciation of ROU	(3,321,055)	(3,105,229)	(3,159)	(91,871)
	Balance at end of period	**5,816,755**	**31,165**	**30,534**	**31,165**
7.	**Inventories**				
	Raw Materials	13,000,024	20,616,459	8,477,455	13,428,164
	Work In Progress	1,054,068	417,647	847,265	251,120
	Finished Goods	7,648,168	4,349,809	5,861,729	2,408,948
	Packaging, Energy & Consumables	3,027,803	1,653,576	1,726,491	1,370,908
	Goods in Transit	3,927,128	2,723,103	2,891,155	1,725,328
	Balance at end of period	**28,657,190**	**29,760,594**	**19,804,095**	**19,184,468**
	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.				
8.	**Trade and Other Receivables**				
	Prepayments	6,294,808	4,620,233	2,924,563	287,337
	Trade Debtors	835,987	538,346	835,987	534,601
	Other Receivables	208,479,044	114,166,937	208,104,064	114,166,937
	Balance at end of period	**215,609,840**	**119,325,516**	**211,864,614**	**114,988,875**
	All amounts are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value.				
9.	**Cash and Short Term Deposits**				
	Cash in Hand	1,924	25,980	1,438	21,768
	Cash at Bank	82,957,512	32,137,448	82,928,702	32,089,260
	Balance at end of period	**82,959,435**	**32,163,428**	**82,930,140**	**32,111,028**
	Short-term deposits are made for varying periods 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:				
	Cash in Hand	1,924	25,980	1,438	21,768
	Cash at Bank	82,957,512	32,137,448	82,928,702	32,089,260
	Overdraft	(3,177,600)	(4,490,873)	(3,177,600)	(4,490,873)
	Balance at end of period	**79,781,836**	**27,672,555**	**79,752,541**	**27,620,155**

Notes to the Unaudited Financial Statements for the Nine Months Ended 30th September 2023

		Unaudited YTD 30TH SEPT 2023	Audited YTD 31ST DEC 2022	Unaudited YTD 30TH SEPT 2023	Audited YTD 31ST DEC 2022
		₦'000	₦'000	₦'000	₦'000
10.	**Share Capital**	Group	Group	Company	Company
	Authorised and Issued				
	18,000,000,000 Ordinary shares of N0.50k each	9,000,000	9,000,000	9,000,000	9,000,000
11a.	**Borrowings**				
	Non-Current Borrowings				
	Bank borrowings	2,797,149	3,475,257	2,797,149	3,475,257
	Current				
	Bank borrowings	234,993,024	208,195,755	234,993,024	208,195,755
	Total Borrowings	**237,790,173**	**211,671,012**	**237,790,173**	**211,671,012**
11b.	**Movement in borrowings are analysed as Follows:**				
	Opening balance	211,671,012	243,827,950	211,671,012	243,827,950
	Additional drawdowns	18,886,752	276,336,593	18,886,752	276,336,593
	Principal repayments	(68,872,484)	(310,410,627)	(68,872,484)	(310,410,627)
	Government grant received	-	(303,935)	-	(303,935)
	Interest expenses	6,984,490	7,206,426	6,984,490	6,696,357
	Interest paid	(6,984,490)	(7,206,426)	(6,984,490)	(6,696,357)
	Total Borrowings	**237,790,173**	**209,449,981**	**237,790,173**	**209,449,981**
11c.	**Net Debt Comprises:**				
	Cash and cash equivalents	(82,959,435)	(32,163,428)	(82,930,140)	(32,111,028)
	Borrowings - current	234,993,024	208,195,755	234,993,024	208,195,755
	Borrowings - non-current	2,797,149	3,475,257	2,797,149	3,475,257
	Borrowings - overdraft	3,177,600	4,490,873	3,177,600	4,490,873
	Net debt	**158,008,337**	**183,998,457**	**158,037,632**	**184,050,856**
12.	**Trade and Other Payables**				
	Provisions and Accruals	56,673	109,205	51,566	109,205
	Other Payables	64,285	4,027,767	63,989	2,850,095
	Trade Creditors	12,236,280	4,025,206	4,933,766	3,348,770
	Withholding/ Value Added Tax Payables	49,743,491	28,582,393	25,939,143	15,205,288
	Total	**62,100,728**	**36,744,571**	**30,988,465**	**21,513,358**

Notes to the Unaudited Financial Statements for the Nine Months Ended 30th September 2023

13. SHAREHOLDING STRUCTURE/FREE FLOAT DECLARATION

	30th September, 2023	
Description	**Units**	**Percentage**
Issue Share Capital	18,000,000,000	100%
Details of Substantial Shareholdings (5% and Above)		
Abdulsamad Rabiu CFR, CON; Direct Holdings	16,172,601,967	89.85%
Total Substantial Shareholdings	**16,172,601,967**	**89.85%**
Directors' Shareholdings (direct and indirect), excluding directors with substantial interest		
Abdulsamad Rabiu CFR, CON; (Indirect - Representing BUA Industries Limited)	502,140,280	2.79%
Ayodele Abioye	250,000	0.00%
Abdulrasheed Olayiwola	250,000	0.00%
Kabiru Rabiu	1,401,654	0.01%
Chimaobi Kenneth Madukwe	442,135	0.00%
Rashid Ur Imran	-	0.00%
Finn Arnoldsen	250,000	0.00%
Total Directors' Shareholdings	**504,734,069**	**2.80%**
Other Influential Shareholdings		
Rabiu Abdulsamad Isyaku	473,628,201	2.63%
Total Other Influential Shareholdings	**473,628,201**	**2.63%**
Free Float Units and Percentage	**849,035,763**	**4.72%**
Free Float in Value		
Close Price on NGX as at 30th September = N202.80	**172,184,452,736**	

Description

BUA Foods Plc with a free float value of N172,184,452,736.00 as at 30th September, 2023 is compliant with the Nigerian Exchange Group's "The NGX" free float requirements for companies on the Main Board.



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