



DANGOTE CEMENT PLC

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS AND NINE MONTHS ENDED 30 SEPTEMBER 2023

Dangote Cement Plc
For the three months and nine months ended 30 September 2023

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Dangote Cement Plc
Condensed consolidated and separate statements of profit or loss
For the three months and nine months ended 30 September 2023

| | Notes | Group | | | | | Company | | | | |
|---|-------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | | 3 months ended | 9 months ended | 3 months ended | 9 months ended | Year ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | Year ended |
| | | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 31/12/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 31/12/2022 |
| | | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | |
| Revenue | 3 | 563,769 | 1,514,601 | 369,219 | 1,177,256 | 1,618,323 | 314,539 | 933,084 | 267,673 | 890,654 | 1,205,401 |
| Production cost of sales | 5 | (259,655) | (642,743) | (161,370) | (483,831) | (662,890) | (165,716) | (410,380) | (114,824) | (336,854) | (455,122) |
| Gross profit | | 304,114 | 871,858 | 207,849 | 693,425 | 955,433 | 148,823 | 522,704 | 152,849 | 553,800 | 750,279 |
| Administrative expenses | 6 | (28,939) | (74,421) | (16,281) | (50,415) | (79,879) | (12,883) | (36,169) | (8,800) | (27,586) | (42,532) |
| Selling and distribution expenses | 7 | (99,415) | (252,640) | (77,590) | (212,862) | (295,234) | (58,565) | (165,475) | (59,602) | (165,043) | (224,925) |
| Other income | 8 | 5,578 | 16,635 | 1,514 | 3,115 | 5,333 | 3,926 | 13,307 | 680 | 2,379 | 3,550 |
| Impairment of financial assets | | (366) | (424) | 10 | 360 | 223 | (349) | (307) | - | 338 | (705) |
| Profit from operating activities | | 180,972 | 561,008 | 115,502 | 433,623 | 585,876 | 80,952 | 334,060 | 85,127 | 363,888 | 485,667 |
| Finance income | 9 | 19,070 | 20,667 | 6,833 | 28,834 | 38,715 | 83,128 | 588,255 | 45,667 | 70,566 | 121,864 |
| Finance costs | 9 | (41,657) | (91,081) | (19,592) | (54,167) | (76,441) | (30,593) | (73,053) | (15,822) | (44,466) | (62,541) |
| Net exchange loss on foreign denominated transactions | 9 | - | (99,016) | (31,733) | (72,390) | (53,929) | - | - | - | - | - |
| Gain on net monetary positions | 32 | 6,642 | 13,312 | - | - | 29,022 | - | - | - | - | - |
| Share of profit from associate | | - | - | - | - | 759 | - | - | - | - | - |
| Profit before tax | | 165,027 | 404,890 | 71,010 | 335,900 | 524,002 | 133,487 | 849,262 | 114,972 | 389,988 | 544,990 |
| Income tax expense | 11.1 | (66,082) | (127,342) | (30,013) | (122,799) | (141,691) | (54,049) | (101,897) | (27,087) | (116,411) | (142,133) |
| Profit for the period/year | | 98,945 | 277,548 | 40,997 | 213,101 | 382,311 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Profit for the period/year attributable to: | | | | | | | | | | | |
| Owners of the Company | 10 | 92,234 | 270,837 | 38,891 | 209,513 | 375,988 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Non-controlling interests | | 6,711 | 6,711 | 2,106 | 3,588 | 6,323 | - | - | - | - | - |
| | | 98,945 | 277,548 | 40,997 | 213,101 | 382,311 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Earnings per share, basic and diluted (Naira) | 10 | 5.48 | 16.08 | 2.30 | 12.41 | 22.27 | 4.72 | 44.38 | 5.21 | 16.20 | 23.87 |

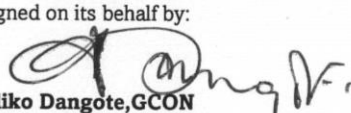
Dangote Cement Plc
Condensed consolidated and separate statements of comprehensive Income
For the three months and nine months ended 30 September 2023


| | Group | | | | | Company | | | | |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | Year ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | Year ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 31/12/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 31/12/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Profit for the period/year | 98,945 | 277,548 | 40,997 | 213,101 | 382,311 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Other comprehensive income, net of income tax: <i>Items that may be reclassified subsequently to profit or loss:</i> | | | | | | | | | | |
| Exchange differences on translating net investments in foreign operations | (2,311) | 392,537 | 21,341 | 14,242 | 23,074 | - | - | - | - | - |
| Other comprehensive income for the period/year, net of income tax | (2,311) | 392,537 | 21,341 | 14,242 | 23,074 | - | - | - | - | - |
| Total comprehensive income for the period/year | 96,634 | 670,085 | 62,338 | 227,343 | 405,385 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Total comprehensive income for the period/year attributable to: | | | | | | | | | | |
| Owners of the Company | 93,445 | 656,254 | 62,731 | 226,191 | 399,106 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |
| Non-controlling interests | 3,189 | 13,831 | (393) | 1,152 | 6,279 | - | - | - | - | - |
| | 96,634 | 670,085 | 62,338 | 227,343 | 405,385 | 79,438 | 747,365 | 87,885 | 273,577 | 402,857 |

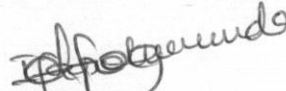
Dangote Cement Plc
Condensed consolidated and separate statements of financial position
As at 30 September 2023

| | Notes | Group | | Company | |
|---|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | 30/09/2023 N'million | 31/12/2022 N'million | 30/09/2023 N'million | 31/12/2022 N'million |
| ASSETS | | | | | |
| Non-current assets | | | | | |
| Property, plant and equipment | 12 | 2,019,007 | 1,527,293 | 481,551 | 498,893 |
| Intangible assets | 13 | 11,262 | 6,225 | 125 | 114 |
| Right-of-use assets | 14 | 39,597 | 23,551 | 1,879 | 1,628 |
| Investments in subsidiaries | 15.2 | - | - | 249,262 | 249,262 |
| Investment in associate | 15.3 | 2,580 | 2,580 | 1,582 | 1,582 |
| Prepayments | 16 | 38,679 | 1,267 | 211 | 211 |
| Deferred tax assets | 11.4 | 18,645 | 14,193 | - | - |
| Lease receivables | 17 | 14,885 | 17,085 | 14,885 | 17,085 |
| Receivables from subsidiaries | 18 | - | - | 1,458,466 | 959,639 |
| Total non-current assets | | 2,144,655 | 1,592,194 | 2,207,961 | 1,728,414 |
| Current assets | | | | | |
| Inventories | 19 | 367,351 | 239,563 | 197,922 | 132,704 |
| Trade and other receivables | 20 | 67,536 | 45,490 | 24,475 | 16,842 |
| Prepayments and other current assets | 21 | 369,507 | 447,149 | 508,050 | 577,474 |
| Lease receivables | 17 | 5,673 | 5,981 | 5,673 | 5,981 |
| Current tax assets | 11.2 | 4,749 | 1,435 | 911 | 911 |
| Cash and cash equivalents | 22 | 385,262 | 283,843 | 214,210 | 196,137 |
| Total current assets | | 1,200,078 | 1,023,461 | 951,241 | 930,049 |
| TOTAL ASSETS | | 3,344,733 | 2,615,655 | 3,159,202 | 2,658,463 |
| LIABILITIES | | | | | |
| Current liabilities | | | | | |
| Trade and other payables | 23 | 499,110 | 334,899 | 176,201 | 154,463 |
| Lease liabilities | 29 | 3,244 | 1,713 | 70 | - |
| Current tax liabilities | 11.3 | 193,955 | 167,971 | 161,235 | 156,940 |
| Financial liabilities | 24 | 573,431 | 392,378 | 456,935 | 327,331 |
| Other current liabilities | 26 | 127,351 | 124,724 | 128,695 | 137,106 |
| Total current liabilities | | 1,397,091 | 1,021,685 | 923,136 | 775,840 |
| Non current liabilities | | | | | |
| Deferred tax liabilities | 11.5 | 175,878 | 154,026 | 100,107 | 112,691 |
| Financial liabilities | 24 | 368,851 | 333,498 | 259,794 | 263,171 |
| Lease liabilities | 29 | 12,615 | 8,057 | 110 | 148 |
| Deferred revenue | 25 | 501 | 320 | 2 | - |
| Provisions | 27 | 14,735 | 10,575 | 7,641 | 6,834 |
| Employee benefit obligations | 31 | 9,052 | 8,547 | 8,406 | 8,244 |
| Total non-current liabilities | | 581,632 | 515,023 | 376,060 | 391,088 |
| Total liabilities | | 1,978,723 | 1,536,708 | 1,299,196 | 1,166,928 |
| Net assets | | 1,366,010 | 1,078,947 | 1,860,006 | 1,491,535 |
| EQUITY | | | | | |
| Share capital | 30 | 8,520 | 8,520 | 8,520 | 8,520 |
| Share premium | 30 | 42,430 | 42,430 | 42,430 | 42,430 |
| Treasury shares | | (86,579) | (45,156) | (86,579) | (45,156) |
| Capital contribution | | 2,877 | 2,877 | 2,828 | 2,828 |
| Currency translation reserve | | 461,637 | 76,220 | - | - |
| Retained earnings | | 898,717 | 969,478 | 1,892,807 | 1,482,913 |
| Equity attributable to owners of the company | | 1,327,602 | 1,054,369 | 1,860,006 | 1,491,535 |
| Non-controlling interest | | 38,408 | 24,578 | - | - |
| Total equity | | 1,366,010 | 1,078,947 | 1,860,006 | 1,491,535 |
| TOTAL EQUITY AND LIABILITIES | | 3,344,733 | 2,615,655 | 3,159,202 | 2,658,463 |

These financial statements were approved and authorised for issue by the Board of Directors on 26 October 2023 and were signed on its behalf by:


Aliko Dangote, GCON
Chairman, Board of Directors
FRC/2013/IODN/00000001766


Arvind Pathak
Group Chief Executive Officer/GMD
FRC/2023/PRO/DIR/003/236066


Gbenga Fapohunda
Acting Group Chief Finance Officer
FRC/2019/ICAN/00000019333

Dangote Cement Plc

**Condensed consolidated statement of changes in equity
For the nine months ended 30 September 2023**

| | Group | | | | | | | | |
|--|----------------------------|----------------------------|------------------------------|--------------------------------|---|-----------------------------------|---|---|---------------------------|
| | Share capital N'million | Share premium N'million | Treasury Shares N'million | Retained earnings N'million | Currency translation reserve N'million | Capital contribution N'million | Attributable to the owners of the parent N'million | Non -controlling interests N'million | Total equity N'million |
| Balance at 1 January 2022 | 8,520 | 42,430 | (9,833) | 868,274 | 53,102 | 2,877 | 965,370 | 18,299 | 983,669 |
| Profit for the period | - | - | - | 209,513 | - | - | 209,513 | 3,588 | 213,101 |
| Other comprehensive income/(loss) for the period, net of tax | - | - | - | - | 16,678 | - | 16,678 | (2,436) | 14,242 |
| Total comprehensive income/(loss) for the period | - | - | - | 209,513 | 16,678 | - | 226,191 | 1,152 | 227,343 |
| Payment of dividends | - | - | - | (337,471) | - | - | (337,471) | - | (337,471) |
| Effect of shares buy-back (Note 30) | - | - | (35,323) | - | - | - | (35,323) | - | (35,323) |
| Balance at 30 September 2022 | 8,520 | 42,430 | (45,156) | 740,316 | 69,780 | 2,877 | 818,767 | 19,451 | 838,218 |
| Balance at 1 January 2023 | 8,520 | 42,430 | (45,156) | 969,478 | 76,220 | 2,877 | 1,054,369 | 24,578 | 1,078,947 |
| Profit for the period | - | - | - | 270,837 | - | - | 270,837 | 6,711 | 277,548 |
| Other comprehensive loss for the period, net of tax | - | - | - | - | 385,417 | - | 385,417 | 7,120 | 392,537 |
| Total comprehensive income/(loss) for the period | - | - | - | 270,837 | 385,417 | - | 656,254 | 13,831 | 670,085 |
| Payment of dividends | - | - | - | (337,471) | - | - | (337,471) | - | (337,471) |
| Effect of shares buy-back (Note 30) | - | - | (41,423) | - | - | - | (41,423) | - | (41,423) |
| Loss on monetary positions (Note 32) | - | - | - | (4,127) | - | - | (4,127) | (1) | (4,128) |
| Balance at 30 September 2023 | 8,520 | 42,430 | (86,579) | 898,717 | 461,637 | 2,877 | 1,327,602 | 38,408 | 1,366,010 |

Dangote Cement Plc

**Condensed separate statement of changes in equity
For the nine months ended 30 September 2023**

| | Company | | | | | |
|---|-------------------------------|-------------------------------|---------------------------------|--------------------------------------|-----------------------------------|------------------------------|
| | Share capital ₦'million | Share premium ₦'million | Treasury Shares ₦'million | Capital contribution ₦'million | Retained earnings ₦'million | Total equity ₦'million |
| Balance at 1 January 2022 | 8,520 | 42,430 | (9,833) | 2,828 | 1,417,527 | 1,461,472 |
| Profit for the period | - | - | - | - | 273,577 | 273,577 |
| Other comprehensive income for the period, net of tax | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | 273,577 | 273,577 |
| Payment of dividends | - | - | - | - | (337,471) | (337,471) |
| Effect of shares buy-back (Note 30) | - | - | (35,323) | - | - | (35,323) |
| Balance at 30 September 2022 | 8,520 | 42,430 | (45,156) | 2,828 | 1,353,633 | 1,362,255 |
| Balance at 1 January 2023 | 8,520 | 42,430 | (45,156) | 2,828 | 1,482,913 | 1,491,535 |
| Profit for the period | - | - | - | - | 747,365 | 747,365 |
| Other comprehensive income for the period, net of tax | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | 747,365 | 747,365 |
| Payment of dividends | - | - | - | - | (337,471) | (337,471) |
| Effect of shares buy-back (Note 30) | - | - | (41,423) | - | - | (41,423) |
| Balance at 30 September 2023 | 8,520 | 42,430 | (86,579) | 2,828 | 1,892,807 | 1,860,006 |

Dangote Cement Plc
Condensed consolidated and separate statements of cash flows
For the nine months ended 30 September 2023

| | Notes | Group | | | Company | | |
|---|-------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | | 9 months ended | 9 months ended | Year ended | 9 months ended | 9 months ended | Year ended |
| | | 30/09/2023 | 30/09/2022 | 31/12/2022 | 30/09/2023 | 30/09/2022 | 31/12/2022 |
| | | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Cash flows from operating activities | | | | | | | |
| Profit before tax | | 404,890 | 335,900 | 524,002 | 849,262 | 389,988 | 544,990 |
| Adjustments for: | | | | | | | |
| Depreciation and amortisation | 12, 13 & 14 | 101,754 | 81,963 | 120,390 | 39,699 | 44,965 | 60,265 |
| Write off and impairment of property plant and equipment | | - | 293 | 1,972 | - | (21) | 129 |
| Interest expenses | 9 | 90,178 | 53,393 | 75,242 | 72,151 | 43,694 | 61,388 |
| Interest & dividend income | 9 | (20,667) | (28,834) | (38,715) | (63,478) | (58,459) | (78,247) |
| Net exchange (gain)/loss on borrowings and non-operating assets | | 48,041 | 56,174 | 25,958 | (543,709) | (18,743) | (61,327) |
| Gain on net monetary assets | 32 | (13,312) | - | (29,022) | - | - | - |
| Share of income from associate | | - | - | (759) | - | - | - |
| Change in deferred revenue | 25 | 160 | (348) | (332) | 2 | (299) | (299) |
| Provisions | | 4,160 | 1,201 | 2,147 | 807 | 959 | 1,261 |
| Provision for employee benefits obligations | | 505 | 381 | 5,328 | 162 | 372 | 5,272 |
| Loss/(gain) on disposal of property, plant and equipment | | 19 | - | (21) | - | - | - |
| | | 615,728 | 500,123 | 686,190 | 354,896 | 402,456 | 533,432 |
| Changes in: | | | | | | | |
| Inventories | | (127,788) | (70,619) | (70,345) | (65,218) | (52,325) | (44,283) |
| Trade and other receivables | | (22,046) | 5,596 | 457 | (7,631) | 1,657 | (1,044) |
| Trade and other payables | | 164,098 | (54,072) | (22,429) | 21,318 | (49,201) | (46,199) |
| Prepayments and other current assets | | (55,085) | 13,812 | (42,316) | 115,028 | 81,376 | 81,973 |
| Other current liabilities | | 2,648 | 9,887 | (23,570) | (7,975) | 10,718 | (26,877) |
| | | 577,555 | 404,727 | 527,987 | 410,418 | 394,681 | 497,002 |
| Change in lease receivables | 17 | 7,248 | 7,369 | 10,614 | 7,248 | 7,369 | 10,614 |
| Income tax paid | 11.3 | (124,482) | (110,083) | (150,766) | (110,186) | (103,412) | (143,431) |
| Net cash generated from operating activities | | 460,321 | 302,013 | 387,835 | 307,480 | 298,638 | 364,185 |
| Cash flows from Investing activities | | | | | | | |
| Interest received | | 18,619 | 4,911 | 37,097 | 14,550 | 2,610 | 33,280 |
| Dividend received | 9 | - | 4,707 | 4,707 | - | 4,707 | 4,707 |
| Acquisition of intangible assets | 13 | (171) | (311) | (307) | (51) | - | (19) |
| Additional receivables from subsidiaries | | - | - | - | (89,486) | (43,756) | (53,822) |
| Repayment by subsidiaries | | - | - | - | 72,061 | 6,689 | 29,790 |
| Net loans repaid/(obtained) by parent company | 21 | 132,812 | (80,312) | (93,812) | 132,812 | (80,312) | (93,812) |
| Proceeds from disposal of property, plant and equipment | | - | - | 106 | - | - | - |
| Acquisition of property, plant and equipment | | (105,798) | (58,091) | (74,613) | (24,021) | (30,534) | (38,609) |
| Additions to property, plant and equipment | 12 | (68,386) | (49,762) | (65,945) | (24,021) | (18,374) | (26,449) |
| Change in prepayments for property, plant and equipment | | (37,412) | 3,831 | 3,492 | - | - | - |
| Net suppliers' credit obtained/(repaid) | | - | (12,160) | (12,160) | - | (12,160) | (12,160) |
| Net cash used in investing activities | | 45,462 | (129,096) | (126,822) | 105,865 | (140,596) | (118,485) |
| Cashflows from Financing activities | | | | | | | |
| Interest paid | | (63,754) | (39,425) | (68,840) | (51,031) | (31,221) | (57,432) |
| Lease payment | | (1,987) | (981) | (3,421) | (890) | (860) | (1,300) |
| Shares buy-back | 30 | (41,423) | (35,323) | (35,323) | (41,423) | (35,323) | (35,323) |
| Dividends paid | | (337,471) | (337,471) | (337,471) | (337,471) | (337,471) | (337,471) |
| Loans obtained | | 267,133 | 269,192 | 338,454 | 246,930 | 245,818 | 290,107 |
| Loans repaid | | (170,407) | (198,238) | (267,178) | (158,300) | (183,815) | (239,162) |
| Net cash used in financing activities | | (347,909) | (342,246) | (373,779) | (342,185) | (342,872) | (380,581) |
| Increase/(Decrease) in cash and cash equivalents | | 157,874 | (169,329) | (112,766) | 71,160 | (184,830) | (134,881) |
| Cash and cash equivalents at beginning of period/year | 22 | 150,854 | 263,368 | 263,368 | 68,928 | 203,809 | 203,809 |
| Effects of exchange rate changes | | (4,576) | (7,186) | 252 | - | - | - |
| Cash and cash equivalents at end of the period/year | 22 | 304,152 | 86,853 | 150,854 | 140,088 | 18,979 | 68,928 |

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

1 General Information

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

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

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

The principal activity of the Company and its subsidiaries (together referred to as "the Group") is to operate plants for the preparation, manufacture, and distribution of cement and related products. The Company's production activities are currently undertaken at Obajana town in Kogi State, Gboko in Benue State and Ibese in Ogun State; all in Nigeria. Information in respect of the subsidiaries locations is disclosed in note 15.

The condensed consolidated interim financial statements of the Group for the period ended 30 September 2023 comprise the Company and its subsidiaries.

The condensed separate interim financial statements of the Company for the period ended 30 September 2023 comprise the Company only.

1.1 Securities trading policy

The Board has established an Insider Trading Policy designed to prohibit dealing in Dangote Cement Plc. shares or securities on the basis of potentially price-sensitive information that is not yet in the public domain. This is in line with the Rules of the NGX, the Investment and Securities Act (ISA) 2007 and the SEC Rules and Regulations. Having enquired, we can confirm that all Directors complied with the Insider Trading Policy during the period under review.

2 Significant accounting policies

The Group and Company's financial statements for the year ended 31 December 2022 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 Standards") and requirements of the Companies and Allied Matters Act (CAMA), 2020 and the Financial Reporting Council (FRC) of Nigeria Act, 2011.

Dangote Cement Plc. Group has consistently applied the same accounting policies and methods of computation in its condensed consolidated and separate interim financial statements as in its 2022 annual financial statements except for the application of new standards. None of the new standards, interpretations and amendments, effective for the first time from 1 January 2023, have had a material effect on the condensed consolidated and separate interim financial statements.

Standards issued but not yet effective

A number of new standards are issued but not yet effective. Earlier application is permitted; however, the Group has not early adopted any of the forthcoming new or amended standards in preparing these condensed consolidated and separate interim financial statements.

Basis of preparation

These condensed consolidated and separate interim financial statements for the three months and nine months ended 30 September 2023 have been prepared in accordance with IAS 34 Interim Financial Reporting, and should be read in conjunction with the Group and Company's last annual consolidated and separate financial statements as at and for the year ended 31 December 2022 ("last annual consolidated and separate financial statements"). They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group and Company's financial position and performance since last annual consolidated and separate financial statements.

The condensed consolidated and separate interim financial statements have been prepared on the historical cost basis except for derivatives which are measured at fair value and balances of entities in hyper-inflation economies. 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 in these condensed consolidated interim financial statements is determined on such a basis, except for leasing transactions that are within the scope of IFRS 16, 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. Derivatives are carried at fair value.

Basis of consolidation

The Group condensed interim financial statements incorporate the financial statements of the Company and its subsidiaries over whom it has control, made up to 30 September 2023. 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 Company 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 condensed consolidated interim financial statements from the date that control commences until the date that control ceases. The accounting policies of subsidiaries have been changed where necessary to align them with the policies adopted by the Group.

Income and expenses of subsidiaries acquired or disposed of during the period are included in the condensed consolidated statement of profit or loss and condensed consolidated statement of 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 condensed separate interim financial statements, investments in subsidiaries are carried at cost less any impairment that has been recognised in profit or loss.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

3 REVENUE

| | Group | | | | Company | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| Volumes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes | '000 tonnes |
| Cement production and bagging capacity (for the year) | 52,000 | 52,000 | 51,550 | 51,550 | 29,250 | 29,250 | 29,250 | 29,250 |
| Production volume* | 6,576 | 19,825 | 6,544 | 20,384 | 2,848 | 9,380 | 3,588 | 12,176 |
| Trade cement purchase | 103 | 278 | 120 | 322 | 977 | 2,626 | 371 | 1,243 |
| Decrease/(increase) in stocks** | 189 | 185 | (73) | 91 | 84 | 11 | 179 | 62 |
| Sales volume* | 6,868 | 20,288 | 6,591 | 20,797 | 3,909 | 12,017 | 4,138 | 13,481 |

* includes both cement and clinker volumes

** Decrease/(increase) in stocks refers to the difference between the opening and closing stocks for the period.

An analysis of revenue in naira is as follows:

| | Group | | | | Company | | | |
|--|----------------|------------------|----------------|------------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| Revenue from contracts with customers | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Revenue from sales of cement & clinker | 563,767 | 1,514,596 | 369,219 | 1,177,254 | 314,539 | 933,084 | 267,673 | 890,654 |
| Revenue from sales of other products | 2 | 5 | - | 2 | - | - | - | - |
| Sales value | 563,769 | 1,514,601 | 369,219 | 1,177,256 | 314,539 | 933,084 | 267,673 | 890,654 |

All group sales exclude intra-group sales.

4 Segment Information

4.1 Products and services from which reportable segments derive their revenue

The Executive Management Committee is the Company's Chief Operating Decision Maker. Management has determined operating segments based on the information reported and reviewed by the Executive Management Committee for the purposes of allocating resources and assessing performance. The Executive Management Committee reviews internal management reports on at least a quarterly basis. These internal reports are prepared on the same basis as the accompanying consolidated and separate financial statements.

Segment information is presented in respect of the Group's reportable segments. For management purposes, the Group is organised into business units by geographical areas in which the Group operates. The Group has 2 reportable segments based on location of the principal operations as follows:

- Nigeria (includes Company and all subsidiaries operating in Nigeria. See Note 15.1)
- Pan Africa (includes entities operating outside Nigeria. See Note 15.1)

4.2 Segment revenues and results

Performance is measured based on segment sales revenue, Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) and profit from operating activities, as included in the internal management reports that are reviewed by the Executive Management Committee. Segment sales revenue, EBITDA and profit from operating activities 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.

The following is an analysis of the Group's revenue and results by reportable segment:

| Group | 3 month ended 30/09/2023 | | | | |
|----------------------------------|--------------------------|------------|---------------------|--------------|-----------|
| | Nigeria | Pan Africa | Administrative cost | Eliminations | Total |
| | N'million | N'million | N'million | N'million | N'million |
| Revenue | 314,539 | 251,854 | - | (2,624) | 563,769 |
| EBITDA* | 149,060 | 76,368 | (5,984) | 63 | 219,507 |
| Other income | 3,843 | 1,744 | - | (9) | 5,578 |
| Profit from operating activities | 132,089 | 54,402 | (5,984) | 465 | 180,972 |
| Profit for the period | 127,118 | (54,698) | (5,984) | 32,509 | 98,945 |

* represents earnings before interest, taxes, depreciation, amortisation & impairment

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

Segment results

| Group | 9 months ended 30/09/2023 | | | | |
|----------------------------------|------------------------------|-------------------------|--|---------------------------|--------------------|
| | Nigeria N'million | Pan Africa N'million | Central Administra- tive cost N'million | Eliminations N'million | Total N'million |
| Revenue | 933,084 | 588,243 | - | (6,726) | 1,514,601 |
| EBITDA* | 508,116 | 170,017 | (16,382) | 1,011 | 662,762 |
| Other Income | 12,632 | 4,022 | - | (19) | 16,635 |
| Profit from operating activities | 457,896 | 117,306 | (16,382) | 2,188 | 561,008 |
| Profit for the period | 856,451 | (54,346) | (16,382) | (508,175) | 277,548 |

* represents earnings before interest, taxes, depreciation, amortisation & impairment

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

| Group | 3 months ended 30/09/2022 | | | | |
|----------------------------------|------------------------------|-------------------------|--|---------------------------|--------------------|
| | Nigeria N'million | Pan Africa N'million | Central Administra- tive cost N'million | Eliminations N'million | Total N'million |
| Revenue | 267,673 | 103,453 | - | (1,907) | 369,219 |
| EBITDA* | 130,538 | 16,124 | (4,043) | 97 | 142,716 |
| Other Income | 743 | 803 | - | (32) | 1,514 |
| Profit from operating activities | 111,937 | 7,088 | (4,043) | 520 | 115,502 |
| Profit/(loss) for the period | 113,996 | (52,854) | (4,043) | (16,102) | 40,997 |

| Group | 9 months ended 30/09/2022 | | | | |
|----------------------------------|------------------------------|-------------------------|--|---------------------------|--------------------|
| | Nigeria N'million | Pan Africa N'million | Central Administra- tive cost N'million | Eliminations N'million | Total N'million |
| Revenue | 890,654 | 288,509 | - | (1,907) | 1,177,256 |
| EBITDA* | 479,924 | 47,844 | (12,063) | 174 | 515,879 |
| Other Income | 2,288 | 1,197 | - | (370) | 3,115 |
| Profit from operating activities | 426,596 | 17,640 | (12,063) | 1,450 | 433,623 |
| Profit/(loss) for the period | 336,246 | (127,665) | (12,063) | 16,583 | 213,101 |

* represents earnings before interest, taxes, depreciation, amortisation & impairment.

A reconciliation of Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) to the profit for the period is presented below:

| | Group | | | |
|--|---|---|---|---|
| | 3 months ended 30/09/2023 N'million | 9 months ended 30/09/2023 N'million | 3 months ended 30/09/2022 N'million | 9 months ended 30/09/2022 N'million |
| EBITDA | 219,507 | 662,762 | 142,716 | 515,879 |
| Depreciation, amortisation, write-off and impairment | (38,535) | (101,754) | (27,214) | (82,256) |
| Profit from operating activities | 180,972 | 561,008 | 115,502 | 433,623 |
| Finance income | 19,070 | 20,667 | 6,833 | 28,834 |
| Finance costs | (41,657) | (190,097) | (51,325) | (126,557) |
| Gain/(loss) on net monetary positions | 6,642 | 13,312 | - | - |
| Profit before tax | 165,027 | 404,890 | 71,010 | 335,900 |
| Income tax expense | (66,082) | (127,342) | (30,013) | (122,799) |
| Profit for the period | 98,945 | 277,548 | 40,997 | 213,101 |

4.2 Segment assets and liabilities

| | Nigeria N'million | Pan Africa N'million | Eliminations N'million | Total N'million |
|-------------------------|--------------------------|-------------------------|---------------------------|--------------------|
| | 30 September 2023 | | | |
| Total assets | 3,383,440 | 1,812,134 | (1,850,841) | 3,344,733 |
| Segment liabilities | 1,303,749 | 2,240,702 | (1,565,728) | 1,978,723 |
| 31 December 2022 | | | | |
| Total assets | 2,928,499 | 1,101,054 | (1,413,898) | 2,615,655 |
| Segment liabilities | 1,199,177 | 1,361,137 | (1,023,606) | 1,536,708 |

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

5 Production cost of sales

| | Group | | | | Company | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Material consumed | 67,144 | 169,906 | 47,887 | 144,896 | 91,190 | 232,714 | 62,174 | 158,212 |
| Fuel & power consumed | 98,425 | 255,445 | 68,195 | 198,152 | 44,538 | 99,693 | 28,963 | 107,590 |
| Royalty (Note 5(a)) | 1,073 | 2,818 | 593 | 1,463 | 398 | 1,204 | 309 | 760 |
| Salaries and related staff costs | 19,196 | 46,745 | 10,346 | 34,162 | 8,036 | 20,877 | 4,955 | 18,105 |
| Depreciation & amortisation | 31,626 | 82,682 | 20,636 | 62,224 | 10,438 | 30,865 | 10,320 | 30,796 |
| Plant maintenance cost | 20,105 | 49,939 | 11,587 | 37,179 | 7,097 | 19,289 | 5,669 | 20,039 |
| Other production expenses | 16,208 | 39,257 | 8,172 | 21,048 | 5,759 | 13,463 | 3,599 | 8,720 |
| Increase/(decrease) in finished goods and work in process | 5,878 | (4,049) | (6,046) | (15,293) | (1,740) | (7,725) | (1,165) | (7,368) |
| Total production cost of sales | 259,655 | 642,743 | 161,370 | 483,831 | 165,716 | 410,380 | 114,824 | 336,854 |

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

6 Administrative expenses

| | Group | | | | Company | | | |
|--------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Salaries and related staff costs | 8,908 | 21,774 | 4,902 | 15,319 | 4,170 | 11,011 | 2,800 | 8,657 |
| Corporate social responsibility | 539 | 1,361 | 361 | 885 | 252 | 612 | 233 | 496 |
| Management fee (Note 6(a)) | 1,967 | 5,634 | 1,271 | 4,146 | 1,967 | 5,634 | 1,271 | 4,146 |
| Depreciation and Amortisation | 3,203 | 8,673 | 1,659 | 5,064 | 431 | 1,301 | 525 | 1,719 |
| Rent, rate and insurance | 2,941 | 6,775 | 1,579 | 4,690 | 628 | 1,893 | 502 | 1,574 |
| Repairs and maintenance | 612 | 1,642 | 687 | 1,390 | 330 | 987 | 572 | 998 |
| Travel expenses | 1,741 | 4,834 | 1,164 | 3,201 | 619 | 1,755 | 645 | 1,692 |
| Bank charges | 1,633 | 5,136 | 874 | 2,274 | 460 | 2,527 | 400 | 1,118 |
| Professional and consultancy fees | 1,109 | 2,957 | 336 | 1,804 | 586 | 1,631 | 130 | 964 |
| Security expenses | 1,068 | 2,839 | 749 | 2,229 | 226 | 663 | 223 | 667 |
| Janitorial and office cleaning | 489 | 1,283 | 397 | 1,048 | 222 | 692 | 254 | 694 |
| General administrative expenses | 3,455 | 8,618 | 1,319 | 4,766 | 2,179 | 5,092 | 575 | 2,763 |
| Others | 1,274 | 2,895 | 983 | 3,599 | 813 | 2,371 | 670 | 2,098 |
| Total administrative expenses | 28,939 | 74,421 | 16,281 | 50,415 | 12,883 | 36,169 | 8,800 | 27,586 |

(a) The management fee is charged by Dangote Industries Limited (DIL) for management and corporate services provided to Dangote Cement Plc. (DCP). It is an apportionment of DIL's shared-service cost to DCP plus mark-up.

7 Selling and distribution expenses

| | Group | | | | Company | | | |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Salaries and related staff costs | 7,795 | 20,991 | 4,950 | 14,893 | 4,297 | 13,096 | 3,419 | 10,305 |
| Depreciation | 3,706 | 10,399 | 4,896 | 14,675 | 2,479 | 7,533 | 4,251 | 12,450 |
| Advertisement and promotion | 4,129 | 6,088 | 2,688 | 5,086 | 3,735 | 5,173 | 2,588 | 4,663 |
| Haulage expenses | 82,737 | 212,220 | 63,755 | 175,601 | 47,410 | 137,769 | 48,213 | 135,452 |
| Others | 1,048 | 2,942 | 1,301 | 2,607 | 644 | 1,904 | 1,131 | 2,173 |
| Total selling and distribution expenses | 99,415 | 252,640 | 77,590 | 212,862 | 58,565 | 165,475 | 59,602 | 165,043 |

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

8 Other income

| | Group | | | | Company | | | |
|---------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Insurance claims | 125 | 582 | 290 | 974 | 94 | 441 | 249 | 821 |
| Government grant | 18 | 4,973 | 8 | 26 | - | 4,920 | - | 1 |
| Sundry income | 5,435 | 11,080 | 1,216 | 2,115 | 3,832 | 7,946 | 431 | 1,557 |
| Total other income | 5,578 | 16,635 | 1,514 | 3,115 | 3,926 | 13,307 | 680 | 2,379 |

9 Finance income and costs

| | Group | | | | Company | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | N'million | N'million | N'million | N'million | N'million | N'million | N'million | N'million |
| Finance income | | | | | | | | |
| Interest income | 4,460 | 20,667 | 6,833 | 28,834 | 21,144 | 63,478 | 17,598 | 53,752 |
| Dividend income | - | - | - | - | - | - | 678 | 4,707 |
| Foreign exchange gain | 14,610 | - | - | - | 61,984 | 524,777 | 27,391 | 12,107 |
| Total finance income | 19,070 | 20,667 | 6,833 | 28,834 | 83,128 | 588,255 | 45,667 | 70,566 |
| Finance costs | | | | | | | | |
| Gross interest expenses | 43,337 | 92,166 | 19,334 | 53,393 | 30,285 | 72,151 | 15,564 | 43,694 |
| Less: amounts included in the cost of qualifying assets | (1,988) | (1,988) | - | - | - | - | - | - |
| Interest expenses | 41,349 | 90,178 | 19,334 | 53,393 | 30,285 | 72,151 | 15,564 | 43,694 |
| Other finance costs | 308 | 903 | 258 | 774 | 308 | 902 | 258 | 772 |
| Total finance costs | 41,657 | 91,081 | 19,592 | 54,167 | 30,593 | 73,053 | 15,822 | 44,466 |
| Net exchange loss on foreign denominated transactions* | - | 99,016 | 31,733 | 72,390 | - | - | - | - |
| | 41,657 | 190,097 | 51,325 | 126,557 | 30,593 | 73,053 | 15,822 | 44,466 |

*Net exchange loss on foreign denominated transactions is due to material devaluation of the Nigerian Naira in June 2023. The Naira moved from ₦465/\$ at end of May 2023 to close at ₦756/\$ in June 2023 giving rise to a net exchange loss of ₦116.1 billion from third party loans and payables in the Nigerian entities.

10 Earnings per share

| | Group | | | | Company | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | 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 | 92,234 | 270,837 | 38,891 | 209,513 | 79,438 | 747,365 | 87,885 | 273,577 |
| Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share (million) | 16,841 | 16,841 | 16,883 | 16,883 | 16,841 | 16,841 | 16,883 | 16,883 |
| Basic and diluted earnings per share (Naira) | 5.48 | 16.08 | 2.30 | 12.41 | 4.72 | 44.38 | 5.21 | 16.20 |

There are no dilutive instruments. Consequently, Basic and diluted earnings per share are the same.

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

11 Income tax

| 11.1 | Income tax expense recognised in profit or loss | Group | | | | Company | | | |
|------|--|-----------------|------------------|-----------------|------------------|-----------------|------------------|-----------------|------------------|
| | | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended | 3 months ended | 9 months ended |
| | | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 | 30/09/2023 | 30/09/2023 | 30/09/2022 | 30/09/2022 |
| | | ₦million | ₦million | ₦million | ₦million | ₦million | ₦million | ₦million | ₦million |
| | Current tax expense | (46,104) | (141,653) | (34,932) | (131,872) | (35,878) | (114,481) | (32,012) | (123,718) |
| | Deferred tax credit/(expense) | (19,978) | 14,311 | 4,919 | 9,073 | (18,171) | 12,584 | 4,925 | 7,307 |
| | Total income tax expense recognised in the current period | (66,082) | (127,342) | (30,013) | (122,799) | (54,049) | (101,897) | (27,087) | (116,411) |

Income tax expense is recognised at an amount determined by multiplying the profit/loss before tax for the interim reporting period by management's best estimate of the weighted average annual income tax rate expected for the full year, adjusted for the effect of certain items recognised in full in the interim period. As such, the effective tax rate in the Interim financial statements may differ from management's estimate of the effective tax rate for the annual financial statements.

| 11.2 | Current tax assets | Group | | Company | |
|------|---|----------------|----------------|----------------|----------------|
| | | 30/09/2023 | 31/12/2022 | 30/09/2023 | 31/12/2022 |
| | | ₦million | ₦million | ₦million | ₦million |
| | Balance, beginning of the period/year | 1,435 | 3,051 | 911 | 2,542 |
| | Charge for the period/year | 2,270 | (374) | - | - |
| | Payments during the period/year | 970 | 386 | - | - |
| | Additional road infrastructure tax credit | - | 183 | - | 183 |
| | Tax credit utilised to offset current tax liabilities | - | (1,814) | - | (1,814) |
| | Effect of foreign currency exchange rates differences | 74 | 3 | - | - |
| | Balance, end of the period/year | 4,749 | 1,435 | 911 | 911 |
| | 11.3 Current tax liabilities | | | | |
| | Balance, beginning of the period/year | 167,971 | 153,385 | 156,940 | 146,517 |
| | Charge for the period/year | 143,923 | 168,227 | 114,481 | 155,668 |
| | Payments during the period/year | (123,512) | (150,380) | (110,186) | (143,431) |
| | Withholding tax credit and grant utilized | - | (1,522) | - | - |
| | Tax credit utilised to offset current tax liabilities | - | (1,814) | - | (1,814) |
| | Effect of foreign currency exchange rates differences | 5,573 | 75 | - | - |
| | Balance, end of the period/year | 193,955 | 167,971 | 161,235 | 156,940 |
| | 11.4 Deferred tax assets | | | | |
| | Balance, beginning of the period/year | 14,193 | 5,163 | - | - |
| | Credit/(charge) for the period/year | 902 | 8,684 | - | - |
| | Effect of foreign currency exchange rates differences | 3,550 | 346 | - | - |
| | Balance, end of the period/year | 18,645 | 14,193 | - | - |
| | 11.5 Deferred tax liabilities | | | | |
| | Balance, beginning of the period/year | 154,026 | 135,003 | 112,691 | 126,226 |
| | Charge for the period/year | (13,409) | (18,224) | (12,584) | (13,535) |
| | Effect of foreign currency exchange rates differences | 35,261 | 37,247 | - | - |
| | Balance, end of the period/year | 175,878 | 154,026 | 100,107 | 112,691 |

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

12.1 Group

| | Land, leasehold improvements and buildings | Plant and machinery | Motor vehicles | Aircraft | Furniture & equipment | Capital work-in-progress | Total |
|---|--|---------------------|----------------|--------------|-----------------------|--------------------------|------------------|
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Cost | | | | | | | |
| At 1 January 2022 | 281,115 | 1,215,657 | 273,429 | 4,028 | 14,671 | 378,939 | 2,167,839 |
| Additions | 861 | 9,887 | 4,531 | - | 448 | 50,218 | 65,945 |
| Reclassifications | 4,842 | 194,019 | 8,612 | - | 1,049 | (208,522) | - |
| Transfers | - | (19) | (95) | - | (10) | (24,939) | (25,063) |
| Disposals | - | - | (95) | - | - | - | (95) |
| Write-off | (73) | (248) | (182) | - | (10) | (33) | (546) |
| Effect of foreign currency exchange rates differences | 34,402 | 161,759 | 10,652 | - | 2,275 | 2,664 | 211,752 |
| Balance at 31 December 2022 | 321,147 | 1,581,055 | 296,852 | 4,028 | 18,423 | 198,327 | 2,419,832 |
| At 1 January 2023 | 321,147 | 1,581,055 | 296,852 | 4,028 | 18,423 | 198,327 | 2,419,832 |
| Additions | 348 | 12,164 | 4,992 | - | 1,602 | 49,280 | 68,386 |
| Reclassification | 2,179 | 98,944 | 7,637 | - | 992 | (109,752) | - |
| Transfers (Note 12.1.1) | - | (26) | (4,215) | - | (10) | (2,005) | (6,256) |
| Disposals | - | - | (23) | - | - | - | (23) |
| Effect of foreign currency exchange rates differences | 150,922 | 497,978 | 63,122 | - | 8,692 | 87,559 | 808,273 |
| Balance at 30 September 2023 | 474,596 | 2,190,115 | 368,365 | 4,028 | 29,699 | 223,409 | 3,290,212 |
| Accumulated depreciation & impairment | | | | | | | |
| At 1 January 2022 | 65,123 | 417,571 | 200,232 | 3,132 | 8,922 | - | 694,980 |
| Depreciation expense | 12,487 | 72,380 | 30,895 | 403 | 1,690 | - | 117,855 |
| Transfers | - | - | (22) | - | - | - | (22) |
| Disposal | - | - | (95) | - | - | - | (95) |
| Impairment | (66) | (234) | 1,733 | - | (7) | - | 1,426 |
| Effect of foreign currency exchange rates differences | 12,685 | 54,522 | 9,839 | - | 1,349 | - | 78,395 |
| Balance at 31 December 2022 | 90,229 | 544,239 | 242,582 | 3,535 | 11,954 | - | 892,539 |
| At 1 January 2023 | 90,229 | 544,239 | 242,582 | 3,535 | 11,954 | - | 892,539 |
| Depreciation expense | 13,067 | 67,178 | 17,582 | 17 | 1,550 | - | 99,394 |
| Transfers (Note 12.1.1) | - | - | (1,421) | - | - | - | (1,421) |
| Disposal | - | - | (4) | - | - | - | (4) |
| Effect of foreign currency exchange rates differences | 48,433 | 176,820 | 50,157 | - | 5,287 | - | 280,697 |
| Balance at 30 September 2023 | 151,729 | 788,237 | 308,896 | 3,552 | 18,791 | - | 1,271,205 |
| Carrying amounts: | | | | | | | |
| At 1 January 2022 | 215,992 | 798,086 | 73,197 | 896 | 5,749 | 378,939 | 1,472,859 |
| At 31 December 2022 | 230,918 | 1,036,816 | 54,270 | 493 | 6,469 | 198,327 | 1,527,293 |
| At 30 September 2023 | 322,867 | 1,401,878 | 59,469 | 476 | 10,908 | 223,409 | 2,019,007 |

12.1.1 Represents transfers principally to customers on leases.

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Notes to the condensed consolidated and separate interim financial statements
For the three months and nine months ended 30 September 2023

12 Property, plant and equipment

12.2 Company

| | Land, leasehold improvements and buildings | Plant and machinery | Motor vehicles | Aircraft | Furniture & equipment | Capital work-in- progress | Total |
|--|--|------------------------|-------------------|--------------|--------------------------|---------------------------------|------------------|
| | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million | ₦'million |
| Cost | | | | | | | |
| At 1 January 2022 | 89,917 | 647,146 | 193,065 | 4,028 | 5,198 | 50,693 | 990,047 |
| Additions | 32 | 1,942 | 110 | - | 26 | 24,339 | 26,449 |
| Reclassifications | 358 | 17,394 | 8,206 | - | 479 | (26,437) | - |
| Transfers | - | (19) | (95) | - | (10) | (22,810) | (22,934) |
| Balance at 31 December 2022 | 90,307 | 666,463 | 201,286 | 4,028 | 5,693 | 25,785 | 993,562 |
| At 1 January 2023 | 90,307 | 666,463 | 201,286 | 4,028 | 5,693 | 25,785 | 993,562 |
| Additions | - | 4 | - | - | 52 | 23,965 | 24,021 |
| Reclassification | 940 | 8,866 | 7,989 | - | 406 | (18,201) | - |
| Transfers (Note 12.2.1) | - | - | (4,215) | - | (10) | 429 | (3,796) |
| Balance at 30 September 2023 | 91,247 | 675,333 | 205,060 | 4,028 | 6,141 | 31,978 | 1,013,787 |
| Accumulated depreciation & impairment | | | | | | | |
| At 1 January 2022 | 21,368 | 269,917 | 136,601 | 3,132 | 4,146 | - | 435,164 |
| Depreciation expense | 3,512 | 30,250 | 24,599 | 403 | 634 | - | 59,398 |
| Transfers | - | - | (22) | - | - | - | (22) |
| Impairment | - | - | 129 | - | - | - | 129 |
| Balance at 31 December 2022 | 24,880 | 300,167 | 161,307 | 3,535 | 4,780 | - | 494,669 |
| At 1 January 2023 | 24,880 | 300,167 | 161,307 | 3,535 | 4,780 | - | 494,669 |
| Depreciation expense | 2,640 | 22,972 | 12,914 | 17 | 445 | - | 38,988 |
| Transfers (Note 12.2.1) | - | - | (1,421) | - | - | - | (1,421) |
| Balance at 30 September 2023 | 27,520 | 323,139 | 172,800 | 3,552 | 5,225 | - | 532,236 |
| Carrying amounts: | | | | | | | |
| At 1 January 2022 | 68,549 | 377,229 | 56,464 | 896 | 1,052 | 50,693 | 554,883 |
| At 31 December 2022 | 65,427 | 366,296 | 39,979 | 493 | 913 | 25,785 | 498,893 |
| At 30 September 2023 | 63,727 | 352,194 | 32,260 | 476 | 916 | 31,978 | 481,551 |

12.2.1 Represents transfers principally to customers on leases.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

13 Intangible assets

| | Group | | | Company | |
|---|--------------------------------|---------------------------------|--------------------|--------------------------------|--------------------|
| | Computer software ₦'million | Exploration assets ₦'million | Total ₦'million | Computer software ₦'million | Total ₦'million |
| Cost | | | | | |
| At 1 January 2022 | 5,767 | 3,612 | 9,379 | 1,570 | 1,570 |
| Additions | 49 | 258 | 307 | 19 | 19 |
| Write-off | (118) | - | (118) | - | - |
| Effect of foreign currency exchange rates differences | 732 | 1,288 | 2,020 | - | - |
| Balance at 31 December 2022 | 6,430 | 5,158 | 11,588 | 1,589 | 1,589 |
| At 1 January 2023 | 6,430 | 5,158 | 11,588 | 1,589 | 1,589 |
| Additions | 56 | 115 | 171 | 51 | 51 |
| Effect of foreign currency exchange rates differences | 3,342 | 4,848 | 8,190 | - | - |
| Balance at 30 September 2023 | 9,828 | 10,121 | 19,949 | 1,640 | 1,640 |
| Accumulated amortisation | | | | | |
| At 1 January 2022 | 3,973 | 284 | 4,257 | 1,423 | 1,423 |
| Amortisation expense | 281 | 80 | 361 | 52 | 52 |
| Impairment | (118) | - | (118) | - | - |
| Effect of foreign currency exchange rates differences | 653 | 210 | 863 | - | - |
| Balance at 31 December 2022 | 4,789 | 574 | 5,363 | 1,475 | 1,475 |
| At 1 January 2023 | 4,789 | 574 | 5,363 | 1,475 | 1,475 |
| Amortisation expense | 281 | 117 | 398 | 40 | 40 |
| Effect of foreign currency exchange rates differences | 2,424 | 502 | 2,926 | - | - |
| Balance at 30 September 2023 | 7,494 | 1,193 | 8,687 | 1,515 | 1,515 |
| Carrying amounts: | | | | | |
| At 1 January 2022 | 1,794 | 3,328 | 5,122 | 147 | 147 |
| At 31 December 2022 | 1,641 | 4,584 | 6,225 | 114 | 114 |
| At 30 September 2023 | 2,334 | 8,928 | 11,262 | 125 | 125 |

Computer software is amortized on a straight line basis.

Exploration assets are amortized in line with the useful life of the mines.

There are no development expenditure capitalised as internally generated intangible asset.

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**Notes to the condensed consolidated and separate interim financial statements
For the three months and nine months ended 30 September 2023**

14 Right-of-use assets

14.1 Group

| | Land and buildings | Plant and machinery | Motor vehicles | Total |
|---|-------------------------------|--------------------------------|---------------------------|------------------|
| | ₦'million | ₦'million | ₦'million | ₦'million |
| Cost | | | | |
| At 1 January 2022 | 21,343 | 1,166 | 1,586 | 24,095 |
| Additions | 2,076 | - | 3 | 2,079 |
| Disposal | - | - | (300) | (300) |
| Write off | - | - | (121) | (121) |
| Effect of foreign currency exchange rates differences | 6,129 | 52 | 58 | 6,239 |
| Balance at 31 December 2022 | 29,548 | 1,218 | 1,226 | 31,992 |
| At 1 January 2023 | 29,548 | 1,218 | 1,226 | 31,992 |
| Additions | 2,696 | - | 142 | 2,838 |
| Effect of foreign currency exchange rates differences | 17,956 | 683 | 730 | 19,369 |
| Balance at 30 September 2023 | 50,200 | 1,901 | 2,098 | 54,199 |
| Accumulated depreciation & impairment | | | | |
| At 1 January 2022 | 3,973 | 502 | 1,054 | 5,529 |
| Depreciation expense | 1,525 | 360 | 289 | 2,174 |
| Disposal | - | - | (215) | (215) |
| Write-off | - | - | (114) | (114) |
| Effect of foreign currency exchange rates differences | 988 | 33 | 46 | 1,067 |
| Balance at 31 December 2022 | 6,486 | 895 | 1,060 | 8,441 |
| At 1 January 2023 | 6,486 | 895 | 1,060 | 8,441 |
| Depreciation expense | 1,419 | 388 | 155 | 1,962 |
| Effect of foreign currency exchange rates differences | 2,941 | 618 | 640 | 4,199 |
| Balance at 30 September 2023 | 10,846 | 1,901 | 1,855 | 14,602 |
| Carrying amounts: | | | | |
| At 1 January 2022 | 17,370 | 664 | 532 | 18,566 |
| At 31 December 2022 | 23,062 | 323 | 166 | 23,551 |
| At 30 September 2023 | 39,354 | - | 243 | 39,597 |

Dangote Cement Plc

**Notes to the condensed consolidated and separate interim financial statements
For the three months and nine months ended 30 September 2023**

14 Right-of-use assets

14.2 Company

| | Land and buildings N'million | Total N'million |
|--|---|----------------------------|
| Cost | | |
| At 1 January 2022 | 3,487 | 3,487 |
| Additions | 1,078 | 1,078 |
| Balance at 31 December 2022 | 4,565 | 4,565 |
| At 1 January 2023 | 4,565 | 4,565 |
| Additions | 922 | 922 |
| Balance at 30 September 2023 | 5,487 | 5,487 |
| Accumulated depreciation & impairment | | |
| At 1 January 2022 | 2,122 | 2,122 |
| Depreciation expense | 815 | 815 |
| Balance at 31 December 2022 | 2,937 | 2,937 |
| At 1 January 2023 | 2,937 | 2,937 |
| Depreciation expense | 671 | 671 |
| Balance at 30 September 2023 | 3,608 | 3,608 |
| Carrying amounts: | | |
| At 1 January 2022 | 1,365 | 1,365 |
| At 31 December 2022 | 1,628 | 1,628 |
| At 30 September 2023 | 1,879 | 1,879 |

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

15 Investments

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

| 15.1 Name of subsidiary | Place of incorporation and operation | Proportion of ownership or voting power held by the Group | |
|--|--------------------------------------|---|------------|
| | | 30/09/2023 | 31/12/2022 |
| Dangote Cement South Africa (Pty) Limited | South Africa | 64.00% | 64.00% |
| Dangote Cement (Ethiopia) Plc | Ethiopia | 99.97% | 99.97% |
| Dangote Cement Zambia Limited | Zambia | 99.96% | 99.96% |
| Dangote Cement Senegal S.A | Senegal | 99.99% | 99.99% |
| Dangote Cement Cameroun S.A | Cameroun | 99.97% | 99.97% |
| Dangote Cement Limited, Tanzania | Tanzania | 99.70% | 99.70% |
| 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 S.A | 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 Burkina Faso S.A | Burkina Faso | 95.00% | 95.00% |
| Dangote Cement Chad S.A | Chad | 95.00% | 95.00% |
| Dangote Cement Mali S.A | Mali | 95.00% | 95.00% |
| Dangote Cement Niger S.A | 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. Limited | Nepal | 100.00% | 100.00% |
| Dangote Zimbabwe Holdings (Private) Limited | Zimbabwe | 90.00% | 90.00% |
| Dangote Cement Zimbabwe (Private) Limited | Zimbabwe | 90.00% | 90.00% |
| Dangote Energy Zimbabwe (Private) Limited | Zimbabwe | 90.00% | 90.00% |
| Dangote Mining Zimbabwe (Private) Limited | Zimbabwe | 90.00% | 90.00% |
| Dangote Cement Guinea SA | Guinea | 95.00% | 95.00% |
| Cimenterie Obajana Sprl- D.R. Congo | D.R. Congo | 98.00% | 98.00% |
| Itori Cement Plc. | Nigeria | 99.00% | 99.00% |
| Okpella Cement Plc. | Nigeria | 99.00% | 99.00% |
| Dangote Takoradi Cement Production Limited | Ghana | 99.00% | 99.00% |
| Dangote Cement Yaounde | Cameroun | 90.00% | 90.00% |
| Dangote Cement Congo D.R. S.A | D.R. Congo | 99.00% | 99.00% |
| DCP Cement Limited | Nigeria | 90.00% | 90.00% |
| Dangote Mines Limited, Tanzania | Tanzania | 99.70% | 99.70% |
| Dangote Contracting Services Limited, Tanzania | Tanzania | 99.70% | 99.70% |
| Dangote Mining Niger S.A | Niger | 88.00% | 88.00% |
| Dangote Ceramics Limited | Nigeria | 99.00% | 99.00% |

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

15 Investments (Contd.)

| 15.2 | Investments in subsidiaries | Group | | Company | |
|------|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| | Dangote Cement South Africa (Pty) Limited | - | - | 27,922 | 27,922 |
| | Dangote Cement (Ethiopia) Plc | - | - | 40,036 | 40,036 |
| | Dangote Cement Zambia Limited | - | - | 106 | 106 |
| | Dangote Cement Senegal S.A | - | - | 64,782 | 64,782 |
| | Dangote Cement Cameroun S.A | - | - | 15,160 | 15,160 |
| | Dangote Cement Ghana Limited | - | - | 135 | 135 |
| | Dangote Cement Limited, Tanzania | - | - | 13,851 | 13,851 |
| | Dangote Cement Congo S.A | - | - | 86,997 | 86,997 |
| | Dangote Cement (Sierra Leone) Limited | - | - | 18 | 18 |
| | Dangote Cement Cote D'Ivoire S.A | - | - | 16 | 16 |
| | Dangote Industries Gabon S.A | - | - | 31 | 31 |
| | Dangote Cement Burkina Faso S.A | - | - | 3 | 3 |
| | Dangote Cement Chad S.A | - | - | 3 | 3 |
| | Dangote Cement Mali S.A | - | - | 3 | 3 |
| | Dangote Cement Niger SARL | - | - | 7 | 7 |
| | Dangote Industries Benin S.A | - | - | 3 | 3 |
| | Dangote Cement Togo S.A | - | - | 5 | 5 |
| | Dangote Takoradi Cement Production Limited | - | - | 141 | 141 |
| | Dangote Cement Madagascar Limited | - | - | 2 | 2 |
| | Dangote Cement Congo D.R. S.A | - | - | 6 | 6 |
| | Itori Cement Plc. | - | - | 1 | 1 |
| | Okpella Cement Plc. | - | - | 1 | 1 |
| | DCP Cement Limited | - | - | 1 | 1 |
| | Dangote Ceramics Limited | - | - | 10 | 10 |
| | Dangote Cement Yaounde | - | - | 22 | 22 |
| | Dangote Cement - Liberia Limited | - | - | - | - |
| | Dangote Cement Kenya Limited | - | - | - | - |
| | Dangote Quarries Kenya Limited | - | - | - | - |
| | Dangote Quarries Mozambique Limitada | - | - | - | - |
| | Dangote Cement Nepal Pvt. Limited | - | - | - | - |
| | Dangote Zimbabwe Holdings (Private) Limited | - | - | - | - |
| | Dangote Cement Zimbabwe (Private) Limited | - | - | - | - |
| | Dangote Energy Zimbabwe (Private) Limited | - | - | - | - |
| | Dangote Mining Zimbabwe (Private) Limited | - | - | - | - |
| | Dangote Cement Guinea SA | - | - | - | - |
| | Cimenterie Obajana Sprl- D.R. Congo | - | - | - | - |
| | Dangote Mines Limited, Tanzania | - | - | - | - |
| | Dangote Contracting Services Limited, Tanzania | - | - | - | - |
| | Dangote Mining Niger S.A | - | - | - | - |
| | Investments in subsidiaries | - | - | 249,262 | 249,262 |
| 15.3 | Investment in associate | Group | | Company | |
| | | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| | Societe des Ciments d' Onigbolo | 2,580 | 2,580 | 1,582 | 1,582 |
| | Investment in associate | 2,580 | 2,580 | 1,582 | 1,582 |

The Group holds 43% of the voting rights in Societe des Ciments d' Onigbolo, a cement producing company incorporated in the Republic of Benin.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

16 Prepayments

| | Group | | Company | |
|------------------------|---------------|--------------|------------|------------|
| | 30/09/2023 | 31/12/2022 | 30/09/2023 | 31/12/2022 |
| | ₦'million | ₦'million | ₦'million | ₦'million |
| Advance to contractors | 38,679 | 1,267 | 211 | 211 |
| Prepayments | 38,679 | 1,267 | 211 | 211 |

Advance to contractors represents various advances made to contractors for the construction of plants.

17 Lease receivables

| | Group | | Company | |
|---|---------------|---------------|---------------|---------------|
| | 30/09/2023 | 31/12/2022 | 30/09/2023 | 31/12/2022 |
| | ₦'million | ₦'million | ₦'million | ₦'million |
| Trucks leased to customers | 20,558 | 23,066 | 20,558 | 23,066 |
| Non current portion of lease receivables | 14,885 | 17,085 | 14,885 | 17,085 |
| Current portion of lease receivables | 5,673 | 5,981 | 5,673 | 5,981 |

17.1 Leasing arrangements

The Group entered into finance lease arrangement for some of its trucks. All leases are denominated in Naira. The average term of finance leases entered into is 5.42 years (Decemcer 2022: 5.42 years).

18 Receivables from Subsidiaries

| | Company | |
|---|------------|------------|
| | 30/09/2023 | 31/12/2022 |
| | ₦'million | ₦'million |
| Due from related parties - Non current | | |
| Entities controlled by the Company | 1,458,466 | 959,639 |

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

19 Inventories

| | Group | | Company | |
|---------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| Finished goods | 18,752 | 11,789 | 11,826 | 5,724 |
| Work-in-progress | 21,267 | 24,181 | 4,833 | 3,210 |
| Raw materials | 27,512 | 11,545 | 13,262 | 6,788 |
| Packaging materials | 15,684 | 11,613 | 4,144 | 6,024 |
| Consumables | 43,517 | 26,023 | 27,044 | 18,028 |
| Fuel | 55,213 | 31,891 | 43,773 | 24,630 |
| Spare parts | 175,810 | 104,779 | 85,038 | 58,468 |
| Goods-in-transit | 9,596 | 17,742 | 8,002 | 9,832 |
| Inventories | 367,351 | 239,563 | 197,922 | 132,704 |

20 Trade and other receivables

| | Group | | Company | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| Trade receivables | 22,033 | 16,045 | 7,125 | 8,590 |
| Impairment allowance on trade receivables | (1,886) | (1,462) | (1,558) | (1,251) |
| | 20,147 | 14,583 | 5,567 | 7,339 |
| Staff loans and advances | 2,031 | 857 | 449 | 93 |
| Value added tax receivables | 7,167 | 4,087 | - | - |
| Receivables from registrar | 1,221 | 1,221 | 1,221 | 1,221 |
| Other receivables | 36,970 | 24,742 | 17,238 | 8,189 |
| Trade and other receivables | 67,536 | 45,490 | 24,475 | 16,842 |

21 Prepayments and other current assets

| | Group | | Company | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| Advance to contractors | 26,846 | 18,287 | 9,271 | 4,934 |
| Advance payment to suppliers | 121,230 | 116,164 | 92,508 | 98,144 |
| Rent and insurance | 8,660 | 3,624 | 3,741 | 1,181 |
| Prepayment for tax credit | 212 | 212 | 212 | 212 |
| Total current prepayments | 156,948 | 138,287 | 105,732 | 104,471 |
| Due from related parties - current | | | | |
| Parent company | 20,447 | 29,522 | 20,447 | 29,522 |
| Loans to parent company | 11,000 | 143,812 | 11,000 | 143,812 |
| Entities controlled by the parent company | 179,727 | 134,612 | 172,984 | 128,965 |
| Affiliates and associates of parent company | 1,385 | 916 | - | - |
| Subsidiaries | - | - | 197,887 | 170,704 |
| Current receivables from related parties | 212,559 | 308,862 | 402,318 | 473,003 |
| Prepayments and other current assets | 369,507 | 447,149 | 508,050 | 577,474 |

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/year.

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Notes to the condensed consolidated and separate interim financial statements For the three months and nine months ended 30 September 2023

22 Cash and cash equivalents

| | Group | | Company | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 N'million | 31/12/2022 N'million | 30/09/2023 N'million | 31/12/2022 N'million |
| Cash and bank balances | 209,960 | 139,108 | 39,420 | 51,853 |
| Short term deposits | 175,302 | 144,735 | 174,790 | 144,284 |
| Cash and cash equivalents per statement of financial position | 385,262 | 283,843 | 214,210 | 196,137 |
| Bank overdrafts used for cash management purposes (Note 24) | (81,110) | (132,989) | (74,122) | (127,209) |
| Cash and cash equivalents per statement of cash flows | 304,152 | 150,854 | 140,088 | 68,928 |

Cash and cash equivalents include restricted cash of ₦4.77 billion for Group and ₦3.92 billion for Company (December 2022 ₦5.38 billion for Group and ₦4.93 billion for Company) on unclaimed dividend held in a separate bank account, letters of credit for the acquisition of inventories, property, plant and equipment as well as debt service reserve account.

23 Trade and other payables

| | Group | | Company | |
|---------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 N'million | 31/12/2022 N'million | 30/09/2023 N'million | 31/12/2022 N'million |
| Trade payables | 122,779 | 68,236 | 64,444 | 26,306 |
| Payable to contractors | 54,329 | 37,744 | 3,693 | 7,368 |
| Value added tax | 15,601 | 9,032 | 5,676 | 5,813 |
| Withholding tax payable | 50,121 | 29,598 | 2,836 | 2,873 |
| Staff pension | 684 | 311 | 12 | 16 |
| Advances from customers | 128,902 | 110,251 | 63,253 | 83,896 |
| Dividend payables | 4,943 | 4,357 | 4,943 | 4,357 |
| Accruals and other payables | 121,751 | 75,370 | 31,344 | 23,834 |
| Trade and other payables | 499,110 | 334,899 | 176,201 | 154,463 |

24 Financial liabilities

| | Group | | Company | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 N'million | 31/12/2022 N'million | 30/09/2023 N'million | 31/12/2022 N'million |
| Unsecured borrowings at amortised cost | | | | |
| Bulk Commodities International loans (a) | 39,931 | 23,703 | 2,564 | 1,522 |
| Bond (b) | 263,437 | 263,171 | 263,437 | 263,171 |
| Commercial paper (c) | 155,753 | - | 155,753 | - |
| Bank loans (d) | 158,724 | 261,431 | 129,162 | 243,218 |
| | 617,845 | 548,305 | 550,916 | 507,911 |
| Secured borrowings at amortised cost | | | | |
| Bank loans (d) | 275,075 | 158,429 | 135,938 | 73,552 |
| | 275,075 | 158,429 | 135,938 | 73,552 |
| Total borrowings | 892,920 | 706,734 | 686,854 | 581,463 |
| Non-current portion of financial debts | 368,851 | 333,498 | 259,794 | 263,171 |
| Current portion repayable in one year and shown under current liabilities | 442,959 | 240,247 | 352,938 | 191,083 |
| Overdraft balances (Note 22) | 81,110 | 132,989 | 74,122 | 127,209 |
| Short-term portion | 524,069 | 373,236 | 427,060 | 318,292 |
| Interest payable | 49,362 | 19,142 | 29,875 | 9,039 |
| Financial liabilities (current) | 573,431 | 392,378 | 456,935 | 327,331 |

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24 Financial liabilities (Contd.)

(a) The loans from Bulk Commodities International, a related party, are denominated in USD with interest rate ranging from 6% to 8.5% per annum.

(b) The Company's publicly issued bonds amount to ₦266 billion as at 30 September 2023 (December 2022: ₦266 billion) with coupon rate of 11.25% to 13.5%. The tenure is between 3 to 10 years.

(c) Commercial papers were issued under a programme with a face value of ₦170 billion. The tenure is between 176 days and 267 days with discount ranging from 10% to 13%.

(d) Bank loans include Letters of credit (LCs) obtained to finance inventories, property, plant and equipment, etc. The average interest rate is SOFR plus 10%.

25 Deferred revenue

| | Group | | Company | |
|---|------------------------|------------------------|------------------------|------------------------|
| | 30/09/2023 ₦million | 31/12/2022 ₦million | 30/09/2023 ₦million | 31/12/2022 ₦million |
| Deferred revenue arising from government grant (Note 25(a)) | 514 | 354 | 2 | - |
| Current portion of deferred revenue (Note 26) | 13 | 34 | - | - |
| Non-current portion of deferred revenue | 501 | 320 | 2 | - |

(a) The deferred revenue mainly arises as a result of the benefit received from government. The revenue was recorded in other income line in line with IAS 20.

26 Other current liabilities

| | Group | | Company | |
|---|------------------------|------------------------|------------------------|------------------------|
| | 30/09/2023 ₦million | 31/12/2022 ₦million | 30/09/2023 ₦million | 31/12/2022 ₦million |
| Current portion of deferred revenue (Note 25) | 13 | 34 | - | - |
| Due to related parties | | | | |
| Parent company | 100 | 100 | - | - |
| Entities controlled by the parent company | 53,485 | 78,845 | 43,488 | 69,792 |
| Affiliates and associates of parent company | 73,753 | 45,745 | 43,147 | 24,818 |
| Subsidiaries | - | - | 42,060 | 42,496 |
| Current payables to related parties | 127,338 | 124,690 | 128,695 | 137,106 |
| Other current liabilities | 127,351 | 124,724 | 128,695 | 137,106 |

27 Provisions

| | Group | | Company | |
|---|------------------------|------------------------|------------------------|------------------------|
| | 30/09/2023 ₦million | 31/12/2022 ₦million | 30/09/2023 ₦million | 31/12/2022 ₦million |
| Balance at beginning of the period/year | 10,575 | 8,428 | 6,834 | 5,573 |
| Effect of foreign currency exchange rates differences | 2,481 | (500) | - | - |
| Provisions made during the period/year | 961 | 1,864 | 89 | 509 |
| Unwinding of discount | 718 | 783 | 718 | 752 |
| Balance at the end of the period/year | 14,735 | 10,575 | 7,641 | 6,834 |

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 made at the end of the useful lives for the mines.

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28 Related party transactions

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation. Details of transactions between the Group and Company, and other related parties are disclosed below.

The Group and the Company, in the normal course of business, sells to and buys from other business enterprises that fall within the definition of a 'related party' contained in International Accounting Standard 24. These transactions mainly comprise purchases, sales, finance costs, finance income and management fees paid to shareholders. The companies in the Group also provide funds to and receive funds from each other as and when required for working capital financing and capital projects.

28.1 Trading transactions

During the period, Group entities entered into the following trading transactions with related parties that are not members of the Group:

| | Sale of goods | | Purchases of goods and services | |
|---|-------------------------|-------------------------|---------------------------------|-------------------------|
| | 30/09/2023 ₦'million | 30/09/2022 ₦'million | 30/09/2023 ₦'million | 30/09/2022 ₦'million |
| Entities controlled by the parent company | 1,548 | 4,511 | 240,300 | 192,224 |
| Affiliates and associates of the parent company | - | - | 70,860 | 68,909 |

During the period, the Company entered into the following trading transactions with related parties:

| | Sale of goods | | Purchases of goods and services | |
|---|-------------------------|-------------------------|---------------------------------|-------------------------|
| | 30/09/2023 ₦'million | 30/09/2022 ₦'million | 30/09/2023 ₦'million | 30/09/2022 ₦'million |
| Entities controlled by the parent company | 1,548 | 4,511 | 210,007 | 190,892 |
| Affiliates and associates of the parent company | - | - | 13,247 | 25,281 |
| Subsidiaries | - | 1,907 | 179,282 | 64,773 |

In addition to sales and purchases of goods, the Company charged interest amounting to ₦46.9 billion (September 2022: ₦27.2 billion) on loans granted to subsidiaries. This interest is eliminated on consolidation.

During the period, the Company provided materials and services of ₦28.0 billion (September 2022: ₦35.2 billion), used in the manufacturing process of subsidiaries.

The Group earned a total interest income of ₦9.1 billion (September 2022: ₦21.5 billion) from the parent company.

In addition to the above, Dangote Industries Limited performed certain administrative services for the Company, for which a management fee of ₦5.6 billion (September 2022: ₦4.1 billion) was charged, being an allocation of costs incurred by relevant administrative departments.

28.2 Loans from related parties

| | Group | | Company | |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| Affiliates and associates of the parent company | 39,931 | 23,703 | 2,564 | 1,522 |

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29 Lease liabilities

| | Group | | Company | |
|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| Payable within one year | 3,244 | 1,713 | 70 | - |
| Payable after one year | 12,615 | 8,057 | 110 | 148 |
| Lease liabilities | 15,859 | 9,770 | 180 | 148 |

30 Share capital

| | Group & Company | |
|--|-------------------------|-------------------------|
| | 30/09/2023 ₦'million | 31/12/2022 ₦'million |
| <i>Issued and fully paid:</i> | | |
| Share capital (17,040,507,404 (2022: 17,040,507,404) ordinary shares of ₦0.5 each) | 8,520 | 8,520 |
| Share premium | 42,430 | 42,430 |

In July 2023, the Company embarked on additional share buy-back programme, buying back 121,404,714 units of its shares at a total cost of ₦41.2 billion. As at 30 September 2023, the Company held 288,352,867 (December 2022: 166,948,153) units, representing 1.69% (December 2022: 0.98%) of its own shares for which it had paid for and valued at ₦86.6 billion (December 2022: ₦45.2 billion).

31 Employee benefit obligations

The Group operates an unfunded long service award for qualifying employees of the Group. Under the plan, the employees are entitled to benefits such as gift items, Ex-Gratia (expressed as a multiple of Monthly Basic Salary), a plaque and certificate on attainment of a specific number of years in service. The present value of the long service award, and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

32 IAS 29 Financial Reporting in Hyperinflationary Economies

The Dangote Cement Plc Group has classified Ethiopia as a hyperinflationary economy in accordance with the provisions of IAS 29, Financial Reporting in Hyperinflationary Economies. This is supported by the three years cumulative inflation in Ethiopia which has reached 100%.

During the period, the gains on the net monetary positions for the current period and prior periods amounting to ₦13.3 billion (September 2022: nil) were recorded in the statement of profit or loss and a loss of ₦4.1 billion (September 2022: nil) was recorded directly in equity.

33 Contingent liabilities and contingent assets

The contingent liabilities in respect of pending litigations and other claims in these condensed consolidated and separate interim financial statements amounted to ₦177.7 billion (December 2022: ₦133.5 billion) and ₦84.0 billion (December 2022: ₦82.9 billion) for Group and Company respectively. The Group and Company have assessed these claims and believe that no material loss is expected to arise from them.