



**FLOUR MILLS OF NIGERIA PLC**

**CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS**

**30TH JUNE, 2016**

# **FLOUR MILLS OF NIGERIA PLC**

## **CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS 30TH JUNE, 2016**

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FLOUR MILLS OF NIGERIA PLC

CONDENSED CONSOLIDATED AND SEPARATE STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THREE MONTHS ENDED 30TH JUNE 2016

	Note	Group		Company	
		Three months ended 30/06/2016	30/06/2015	Three months ended 30/06/2016	30/06/2015
		N'000	N'000	N'000	N'000
Revenue	5a	119,206,761	82,281,298	90,297,657	61,520,692
Cost of sales	5b	(103,928,431)	(72,405,014)	(79,527,524)	(54,799,440)
<b>Gross profit</b>		<b>15,278,330</b>	<b>9,876,284</b>	<b>10,770,133</b>	<b>6,721,252</b>
Selling and distribution expenses	5c	(1,308,260)	(1,301,519)	(1,227,271)	(1,244,188)
Administrative expenses	5d	(2,673,457)	(2,456,058)	(1,917,185)	(1,901,094)
Net operating gains and losses		(322,953)	876,906	(367,165)	401,956
<b>Operating profit</b>		<b>10,973,660</b>	<b>6,995,613</b>	<b>7,258,513</b>	<b>3,977,926</b>
Investment income		238,759	394,878	159,001	403,171
Finance costs		(5,339,552)	(6,202,304)	(3,267,582)	(3,538,723)
Gain on disposal of investment in associate		-	-	-	-
<b>Profit before tax</b>		<b>5,872,867</b>	<b>1,188,187</b>	<b>4,149,932</b>	<b>842,374</b>
Income tax credit / (expense)	6	(1,458,538)	(216,206)	(1,078,982)	(193,746)
<b>Profit from continuing operations</b>		<b>4,414,329</b>	<b>971,981</b>	<b>3,070,949</b>	<b>648,628</b>
Remeasurements on net defined benefit liability					
Gain / (Loss) on AFS		5,100	-	5,100	-
<b>Total comprehensive income</b>		<b>4,419,429</b>	<b>971,981</b>	<b>3,076,049</b>	<b>648,628</b>
Profit attributable to:					
Owners of the Company		4,180,226	831,878	3,070,949	648,628
Non-controlling interests		234,103	140,104	-	-
		<b>4,414,329</b>	<b>971,982</b>	<b>3,070,949</b>	<b>648,628</b>
Total comprehensive income attributable to:					
Owners of the Company		4,185,326	831,878	3,076,049	648,628
Non-controlling interests		234,103	140,104	-	-
		<b>4,419,429</b>	<b>971,982</b>	<b>3,076,049</b>	<b>648,628</b>
Earnings per share - Basic (kobo)	7	159	32	117	25
Earnings per share - Diluted (kobo)		159	32	117	25

FLOUR MILLS OF NIGERIA PLC

CONDENSED CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION

	Note	Group		Company	
		30/06/2016 N'000	31/03/2016 N'000	30/06/2016 N'000	31/03/2016 N'000
<b>Non-current assets</b>					
Property, plant and equipment	8b, 8d	214,415,262	213,561,751	84,669,449	85,732,371
Biological assets	8c	368,615	352,020	-	-
Intangible assets	8a, 8f	712,885	735,330	78,854	86,435
Investment properties	8d	49,313	49,704	49,313	49,704
Goodwill	8a	4,148,022	4,148,022	1,876,816	1,876,816
Investment in subsidiaries	9	-	-	3,689,485	3,636,985
Trade Investments/Other financial assets	9	50,796	45,696	50,796	45,696
Deferred tax assets		167,885	66,022	-	-
Long term loans receivable	10	-	-	5,665,847	2,551,592
Prepayments		1,662,188	1,703,939	1,662,188	1,703,939
<b>Total non-current assets</b>		<b>221,574,966</b>	<b>220,662,484</b>	<b>97,752,748</b>	<b>95,683,538</b>
<b>Current assets</b>					
Inventories	11	70,766,053	58,698,768	43,043,083	37,257,683
Biological assets	8c	157,665	182,613	-	-
Trade receivables	12	12,310,604	12,734,933	5,038,360	6,083,145
Other receivables	12	6,640,001	6,231,235	67,182,581	80,421,094
Prepayment & deposit for import	12	50,905,993	13,625,250	17,324,092	12,179,968
Cash and cash equivalents	13	37,034,997	33,213,043	54,375,596	21,671,179
<b>Total current assets</b>		<b>177,815,313</b>	<b>124,685,842</b>	<b>186,963,712</b>	<b>137,613,069</b>
<b>Total assets</b>		<b>399,390,278</b>	<b>345,348,326</b>	<b>284,716,460</b>	<b>233,296,607</b>
<b>Equity</b>					
Share capital		1,312,126	1,312,126	1,312,126	1,312,126
Share premium account		36,812,540	36,812,540	36,812,540	36,812,540
Fair value reserves		(84,660)	(89,760)	(84,660)	(89,780)
Retained earnings		59,081,160	54,900,934	65,280,182	62,209,233
<b>Equity attributable to owners of the Company</b>		<b>97,121,166</b>	<b>92,935,840</b>	<b>103,320,188</b>	<b>100,244,139</b>
<b>Non-controlling interest</b>		<b>3,064,037</b>	<b>2,829,934</b>	<b>-</b>	<b>-</b>
		<b>100,185,203</b>	<b>95,765,774</b>	<b>103,320,188</b>	<b>100,244,139</b>
<b>Borrowings</b>					
Deferred revenue		55,647,016	48,009,715	6,488,032	8,209,155
Deferred revenue		12,513,555	7,093,866	888,551	900,749
Deferred taxation		5,860,705	5,788,040	4,553,105	4,553,105
Retirement benefit obligation		4,187,328	4,077,811	3,556,272	3,454,172
Long service award		1,660,897	1,593,819	1,490,250	1,426,602
<b>Total non-current liabilities</b>		<b>79,868,502</b>	<b>66,543,351</b>	<b>16,976,210</b>	<b>18,543,783</b>
<b>Current liabilities</b>					
Bank Overdraft		10,413,324	16,412,986	607,088	6,657,427
Borrowings		89,309,535	100,830,460	75,740,795	67,045,775
Deferred revenue		1,119,963	1,078,024	245,938	256,687
Trade payables	14	75,621,116	38,494,348	55,291,743	22,355,911
Other payables	14	28,304,276	11,922,566	21,327,850	8,890,150
Current tax liabilities		2,774,954	1,336,015	1,538,111	439,157
Dividend payable		2,096,869	1,936,869	2,096,869	1,936,869
Customer deposits		9,695,536	11,029,933	7,571,667	9,126,709
<b>Total current liabilities</b>		<b>219,335,573</b>	<b>183,039,201</b>	<b>164,420,061</b>	<b>114,508,685</b>
<b>Total liabilities</b>		<b>299,205,075</b>	<b>249,582,552</b>	<b>181,396,271</b>	<b>133,052,468</b>
<b>Total equity and liabilities</b>		<b>399,390,278</b>	<b>345,348,326</b>	<b>284,716,460</b>	<b>233,296,607</b>
		0.65		(0.41)	

The financial statements were approved by the board of directors and authorised for issue on July 29th, 2016. They were signed on its behalf by:

Director

Director

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FLOUR MILLS OF NIGERIA PLC

CONDENSED CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS ENDED 30 JUNE 2016

GROUP

	Share Capital	Share premium	Capital reserve	Retained Earnings	Equity attributable to owner of the company	Non controlling interest	Total Equity
	N'000	N'000	N'000	N'000		N'000	N'000
Balance at 1 April 2015	1,312,127	36,812,540	281,201	45,946,617	84,352,485	3,057,911	87,410,396
Total comprehensive income for the period				631,876		140,104	971,982
Balance at 30 June 2015	1,312,127	36,812,540	281,201			3,198,015	89,382,378

GROUP

	Share Capital	Share premium	Fair value reserve	Retained Earnings	Equity attributable to owner of the company	Non controlling interest	Total Equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 April 2016	1,312,126	36,812,540	(89,760)	54,900,934	92,935,840	2,829,934	95,765,774
Total comprehensive income for the period			5,100	4,180,226		234,103	4,419,429
Balance at 30 June 2016	1,312,126	36,812,540	(84,660)	59,081,160		3,064,037	100,185,203

COMPANY

	Equity attributable to equity holders of the Company				Total Equity
	Share Capital	Share premium	Fair value reserve	Retained Earnings	
	N'000	N'000	N'000	N'000	
Balance at 1 April 2015	1,312,127	36,812,540		58,527,003	96,651,670
Total comprehensive income for the period				648,627	648,627
Balance at 30 June 2015	1,312,127	36,812,540		59,175,630	97,300,297

COMPANY

	Equity attributable to equity holders of the Company				Total Equity
	Share Capital	Share premium	Fair value reserve	Retained Earnings	
	N'000	N'000	N'000	N'000	
Balance at 1 April 2016	1,312,126	36,812,540	(89,760)	62,209,233	100,244,139
Total comprehensive income for the period			5,100	3,070,949	3,076,049
Balance at 30 June 2016	1,312,126	36,812,540	(84,660)	65,280,182	103,320,189

FLOUR MILLS OF NIGERIA PLC

CONDENSED CONSOLIDATED AND SEPARATE STATEMENT OF CASHFLOWS  
FOR THE THREE MONTHS ENDED 30 JUNE 2016

	Group		Company	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
<b>Cash flows from operating activities</b>				
Profit before tax	5,872,867	971,982	4,149,932	648,627
Depreciation and amortization	3,495,700	3,317,416	1,950,996	1,496,294
Net Interest Charged	5,339,552	6,402,961	3,267,582	3,538,723
Interest received	(238,759)	(595,535)	(159,001)	(403,171)
Loss/(profit) on disposal of fixed assets	-	1,415	-	2,096
<b>Amortisation of non - cash items:</b>				
Accrued Interest Expense( Corporate bond interest)	-	-	-	-
Accrued Income(Unicem Interest income)	-	(295,989)	-	-
Other non cash movement	-	1,145,074	-	596,016
Provision	-	13,359	-	7,916
	<b>14,469,360</b>	<b>10,960,684</b>	<b>9,209,509</b>	<b>5,886,499</b>
Profit before changes in working capital				
<b>Changes in Working Capital</b>				
(Increase)/ Decrease in Inventory	(12,067,285)	621,944	(5,785,400)	1,496,934
(Increase)/ Decrease in Net trade receivables	424,329	1,785,306	1,044,785	524,590
(Increase)/ Decrease in Other receivables	(408,766)	710,858	(8,761,487)	(2,558,717)
(Increase)/ Decrease in Biological assets (current)	24,948	6,168	-	-
(Increase)/ Decrease in Prepayments and deposit for imports	(37,238,992)	(283,588)	(5,102,373)	(834,918)
(Increase)/ Decrease in Intercompany receivables	-	(6,031,203)	-	740,670
Increase/ (Decrease) in Deferred tax assets	(101,863)	(336,857)	-	-
(Increase)/ Decrease in Biological assets (non-current)	(16,595)	(244,878)	-	-
Increase/ (Decrease) in Trade creditors	37,126,768	(6,034,155)	32,935,832	(3,255,265)
Increase/ (Decrease) in Other payable	16,381,710	1,513,278	14,837,700	1,337,593
Increase/ (Decrease) in Amount due to Group companies	-	4,319,930	-	-
Increase/ (Decrease) in Retirement benefit obligations	109,517	(41,336)	102,100	92,272
Increase/ (Decrease) in Long service award	67,078	43,073	63,648	41,713
Increase/ (Decrease) in Customers' deposit	(1,334,397)	-	(1,555,042)	-
Increase/ (Decrease) in Sundry provisions	-	187,961	-	37,595
Increase/ (Decrease) in Tax payable	(19,599)	-	19,972	237,475
Increase/ (Decrease) in Deferred taxation	92,665	381,887	(0)	95,253
Increase/ (Decrease) in Deferred revenue	5,463,528	(1,517,415)	(22,846)	(264,593)
	<b>8,603,047</b>	<b>(4,919,026)</b>	<b>29,576,787</b>	<b>(2,309,398)</b>
<b>Net changes in working capital</b>				
	<b>22,972,407</b>	<b>6,041,657</b>	<b>38,786,296</b>	<b>3,577,102</b>
<b>Cash Flow from operating activities</b>				
Tax paid	-	-	-	-
	<b>22,972,407</b>	<b>6,041,657</b>	<b>38,786,296</b>	<b>3,577,102</b>
<b>Net Cash Flow from operating activities</b>				
<b>Investing activities</b>				
Purchase of assets	(4,282,918)	(6,126,332)	(881,732)	(1,392,241)
Proceed on disposal of assets	-	-	1,631	-
Purchase of intangible assets	(43,455)	(1,964)	-	(593)
Other investments	-	(133,195)	-	-
investments in subsidiaries	-	-	(62,500)	(5,000)
Long term loans receivable	-	(121,686)	(3,114,255)	(144,371)
Interest received	238,759	1,191,070	159,001	403,171
	<b>(4,087,614)</b>	<b>(5,192,107)</b>	<b>(3,897,866)</b>	<b>(1,139,034)</b>
<b>Net Cash flow from investing activities</b>				
<b>Financing activities</b>				
Term loans	7,637,301	5,537,423	(1,721,123)	1,429,539
Repayment of bond	-	(10,030,207)	-	(10,030,207)
Unclaimed dividend fund	160,000	-	160,000	-
Short term loan	(11,520,925)	18,598,939	6,695,020	21,906,307
Interest paid	(5,339,552)	(6,402,961)	(3,267,582)	(3,538,723)
	<b>(9,063,176)</b>	<b>7,703,194</b>	<b>3,866,315</b>	<b>9,766,917</b>
<b>Cash flow from Financing activities</b>				
	<b>9,821,617</b>	<b>8,552,744</b>	<b>38,754,756</b>	<b>12,204,984</b>
<b>Net Cash Flow</b>				
	<b>16,800,057</b>	<b>(28,569,232)</b>	<b>15,013,752</b>	<b>(22,795,345)</b>
<b>Cash and cash equivalents at beginning of Period/year</b>				
	<b>26,621,674</b>	<b>(20,016,488)</b>	<b>53,768,508</b>	<b>(10,590,361)</b>
<b>Cash and cash equivalents at end of the period</b>				
<b>Closing</b>				
Bank deposits balances and cash	37,034,997	26,511,613	54,375,596	16,859,505
Bank overdrafts	(10,413,324)	(46,528,101)	(607,088)	(27,449,866)
	<b>26,621,673</b>	<b>(20,016,488)</b>	<b>53,768,508</b>	<b>(10,590,361)</b>
<b>Opening</b>				
Bank deposits balances and cash	33,213,043	31,131,719	21,671,179	18,230,274
Bank overdrafts	(16,412,986)	(59,700,951)	(6,657,427)	(41,925,619)
	<b>16,800,057</b>	<b>(28,569,232)</b>	<b>15,013,752</b>	<b>(22,795,346)</b>

## **FLOUR MILLS OF NIGERIA PLC**

### **NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30TH JUNE 2016**

#### **1 Description of business**

Flour Mills of Nigeria Plc was incorporated as a private limited Company on 29th September 1960 and was converted to a public liability Company in November 1978.

The Group is primarily engaged in flour milling; pasta production; importation, blending, distribution and sale of fertiliser; manufacturing and marketing of laminated, woven polypropylene sacks and flexible packaging materials; operation of terminals A and B at the Apapa Port; sale of bulk and bagged cement; customs clearing and forwarding agents and shipping agents; livestock feeds and management of third party mills.

#### **2 Reporting entity**

The condensed consolidated and separate interim financial report of the Company as at and for the Three months ended 30th June 2016 comprises the Company alone (referred to as the 'Company') and the Company and its subsidiaries (together referred to as the 'Group') and the Group's interests in associates.

#### **3 Basis of preparation**

##### **(a) Statement of compliance**

This condensed consolidated and separate interim financial report has been prepared in accordance with IAS 34 Interim Financial Reporting. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last consolidated financial statements as at and for the year ended 31 March 2016.

This condensed consolidated and separate interim financial report does not include all of the information required for full annual financial statements prepared in accordance with International Financial Reporting Standard.

##### **(b) Judgements and estimates**

Preparing the interim financial report requires Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated and separate interim financial report, significant judgements made by Management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 March 2016.

#### **4 Significant accounting policies**

The accounting policies applied by the Group in this condensed consolidated and separate interim financial report are the same as those applied by the Group in its consolidated statements as at and for the year ended 31 March 2016.

FLOUR MILLS OF NIGERIA PLC

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM  
FOR THE THREE MONTHS ENDED 30TH JUNE 2016

5a Operating segments

Information about reportable segments

For the three months ended 30th June 2016.

The following is an analysis of the Group's revenue and results from continuing operations by reportable segment.

Group

	Segment revenue		Profit before tax	
	Three months ended		Three months ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
Food	90,597,400	63,160,905	4,576,055	395,130
Agro Allied	25,249,159	15,665,627	1,246,257	869,029
Packaging	3,102,430	3,300,717	160,452	21,877
Port operations & Logistics	219,847	127,817	66,903	48,811
Real Estate	37,924	26,232	(176,800)	(146,659)
<b>Total</b>	<b>119,206,760</b>	<b>82,281,298</b>	<b>5,872,867</b>	<b>1,188,188</b>

Company

	Segment revenue		Profit before tax	
	Three months ended		Three months ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
Food	77,505,200	53,886,560	2,379,920	70,480
Agro Allied	8,912,946	3,862,714	1,683,279	746,896
Packaging	3,535,594	3,771,388	119,604	24,996
Port operations	343,917	-	(32,872)	-
Real Estate	-	-	-	-
<b>Total</b>	<b>90,297,657</b>	<b>61,520,662</b>	<b>4,149,931</b>	<b>842,372</b>

Segment revenue reported above represents revenue generated from external customers.

The accounting policies of the reportable segments are the same as the Group's accounting policies. Segment profit represents the profit earned by each segment without allocation of share of profits of associates, IFRS adjustment and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

5b Cost of sales

	Group		Company	
	Three months ended		Three months ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
Material costs	92,585,148	62,250,294	72,665,831	49,092,517
Direct staff costs	2,635,713	2,694,107	1,995,162	1,791,442
Depreciation	2,989,052	2,540,944	1,501,158	1,084,251
Petrol, gas & oil	3,444,702	2,875,757	2,060,343	1,660,472
Rent & rates	1,072,837	1,042,831	442,629	504,241
Repairs and maintenance	990,962	847,120	763,455	633,253
Other expenses	166,539	113,849	73,219	69,864
Insurance	43,479	40,112	25,729	23,400
	<b>103,926,431</b>	<b>72,405,014</b>	<b>79,527,524</b>	<b>54,799,440</b>



FLOUR MILLS OF NIGERIA PLC

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM  
FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30TH JUNE 2016

5d Selling and distribution

	Group		Company	
	Three months ended		Three months ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
Salaries and related staff costs	387,667	367,347	348,885	343,358
Selling expenses	837,417	881,251	798,637	847,909
Depreciation	83,176	52,921	79,949	52,921
	<u>1,308,260</u>	<u>1,301,519</u>	<u>1,227,271</u>	<u>1,244,188</u>

5e Administrative expense

	Group		Company	
	Three months ended		Three months ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	N'000	N'000	N'000	N'000
Audit fee	82,547	65,519	56,893	42,641
Bad debts (provisions release)/provisi	3,327	7,803	2,886	7,803
Canteen expenses	68,939	55,225	63,808	53,303
Communication expenses	67,188	53,468	39,394	37,494
Computer related expenses	153,880	91,432	149,300	75,727
Depreciation	506,648	691,449	449,843	393,868
Donations	2,332	795	1,840	325
Executive emoluments	16,947	24,002	12,524	10,619
Industrial training fund levy	28,650	19,711	20,650	17,513
Insurance and licenses	58,221	38,075	38,244	17,986
Legal and professional fees	159,115	124,702	98,553	96,471
Local and overseas travel	93,945	56,523	34,673	38,398
Medical expenses	52,114	58,310	39,783	54,678
Motor vehicle expenses	13,761	9,322	11,131	2,710
Other administrative expenses	12,342	153,199	7,359	93,518
Power costs	45,139	23,034	34,277	17,171
Recruitment expenses	8,589	5,988	5,230	5,988
Rent and rates	196,623	72,787	163,000	201,483
Repairs and maintenance	54,567	35,648	12,157	30,651
Salaries and allied costs	956,769	742,915	627,862	629,976
Social events	12,121	11,248	10,050	10,602
Subscriptions	6,352	15,281	5,428	9,941
Third party services	69,809	94,674	30,000	49,375
Uniforms and safety gear	3,532	4,948	2,300	2,853
	<u>2,673,457</u>	<u>2,456,058</u>	<u>1,917,185</u>	<u>1,901,094</u>

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM  
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6 Tax	Group			Company		
	01/04/2016 - 30/06/2016 N'000	01/04/2015 - 30/06/2015 N'000	01/04/2015 - 31/03/2016 N'000	01/04/2016 - 30/06/2016 N'000	01/04/2015 - 30/06/2015 N'000	01/04/2015 - 31/03/2016 N'000
Corporation tax:						
Income tax	1,351,817	155,512	708,867	995,984	134,780	-
Tertiary education tax	106,721	18,575	178,890	82,999	16,847	36,873
Capital Gains tax	-	-	-	-	-	-
Under-provision in prior years	-	-	(498,072)	-	-	(136,956)
	<u>1,458,538</u>	<u>174,087</u>	<u>389,685</u>	<u>1,078,982</u>	<u>151,627</u>	<u>(100,083)</u>
Deferred tax	-	42,119	(3,320,691)	-	42,119	(4,077,206)
	<u>1,458,538</u>	<u>216,206</u>	<u>(2,931,006)</u>	<u>1,078,982</u>	<u>193,746</u>	<u>(4,177,289)</u>

The charge for taxation in these interim financial statements is based on the provisions of Companies Income Tax Act, CAP C21, LFN as amended to date

Interim period income tax is accrued based on the following estimated average annual effective income tax rate:

Effective rate	Group			Company		
	01/04/2016 - 30/06/2016	01/04/2015 - 30/06/2015	01/04/2015 - 31/03/2016	01/04/2016 - 30/06/2016	01/04/2015 - 30/06/2015	01/04/2015 - 31/03/2016
	<u>25%</u>	<u>18%</u>	<u>-26%</u>	<u>25%</u>	<u>23%</u>	<u>-67%</u>

7 Earnings Per share	Group			Company		
	01/04/2016 - 30/06/2016	01/04/2015 - 30/06/2015	01/04/2015 - 31/03/2016	01/04/2016 - 30/06/2016	01/04/2015 - 30/06/2015	01/04/2015 - 31/03/2016
	4,180,226	831,878	14,620,321	3,070,949	648,628	10,425,786
Number of ordinary shares in issue	2,624,253	2,624,253	2,624,253	2,624,253	2,624,253	2,624,253
Basic earning per share(kobo)	<u>159</u>	<u>32</u>	<u>557</u>	<u>117</u>	<u>25</u>	<u>397</u>

8a. Goodwill	Group		Company	
	30/06/2016 N'000	31/03/2016 N'000	30/06/2016 N'000	31/03/2016 N'000
Goodwill	4,148,022	4,148,022	1,876,816	1,876,816
	<u>4,148,022</u>	<u>4,148,022</u>	<u>1,876,816</u>	<u>1,876,816</u>

FLOUR MILLS OF NIGERIA PLC

NOTES TO THE QUARTERLY UNAUDITED FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30TH JUNE 2016

GROUP	8b PROPERTY PLANT AND EQUIPMENT									
	Leasehold Land & Building N'000	Capital Work In Progress N'000	Plant and Machinery N'000	Furniture & Equipment N'000	Motor Vehicle N'000	Bearer Plant N'000	Total N'000	Investment Properties N'000		
Cost or valuation										
1 April 2016	55,876,739	46,652,783	182,385,528	5,018,768	10,664,334	534,139	302,132,291	199,627		
Reclassification										
Additions	847,692	542,901	2,557,922	150,469	197,718	6,216	4,282,918			
30th June 2016	56,724,431	47,195,684	184,943,450	5,169,237	10,862,052	540,355	306,415,209	199,627		
Depreciation										
1 April 2016	6,728,673	1,376,352	66,701,085	3,717,544	7,437,643	30,378	84,615,323	149,922		
1 April 2016 Impairment			2,578,865				3,955,217			
Reclassification										
Charge for the period	460,599		2,378,308	258,862	329,749	1,889	3,429,407	393		
30th June 2016	7,189,272	1,376,352	71,658,258	3,976,406	7,767,392	32,267	91,999,947	150,315		
NBV										
30th June 2016	49,535,159	45,819,332	113,285,192	2,192,831	3,094,660	508,088	214,415,262	49,312		
1 April 2016	49,148,066	45,276,431	113,105,578	2,301,224	3,226,691	503,761	213,561,751	49,705		
<b>BIOLOGICAL ASSETS</b>										
Bc	Livestock N'000	Oil palm N'000	Cassava N'000	Sugar N'000	Total					
Balance at 31 March, 2016	62,152	9,882	172,731	289,868	534,633					
Addition	16,595				16,595					
Harvested during the year			(24,948)		(24,948)					
Fair value gain/ (loss)										
Balance at 30 June, 2016	78,747	9,882	147,783	289,868	526,280					
Current assets										
Non-current assets										
				Jun-16 N'000	Mar-16 N'000					
				157,665	182,613					
				868,615	352,020					
				526,280	534,633					

NOTES TO THE QUARTERLY UNAUDITED FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30 JUNE 2016  
COMPANY

8d	PROPERTY PLANT AND EQUIPMENT	PROPERTY PLANT AND EQUIPMENT						Investment Properties N 000
		Leasehold Properties N 000	Capital WIP N 000	Plant & Mach N 000	Furniture & Equip N 000	Motor Vehicles N 000	Total N 000	
	Cost of valuation 1 April 2016	30,447,252	9,106,314	96,998,548	4,211,614	8,216,504	148,983,232	159,677
	Reclassification							
	Additions	150,472	429,813	189,284	73,111	39,072	891,732	
	Transfers							
	Adjustments			(2,070)	(3,319)		(5,389)	
	Disposals							
	30TH JUNE 2016	30,597,724	9,536,127	97,185,742	4,281,406	8,255,576	149,869,575	159,627
	Depreciation							
	1 April 2016	3,844,016	-	48,138,795	3,060,870	5,508,330	60,552,011	149,922
	Impairment b/fwd 1 April 2016		524,337	2,174,513	118,723	263,705	2,689,850	
	Charge	250,295		1,310,299			1,594,022	393
	Transfer			(592)	(3,166)		(3,758)	
	Disposals							
	30TH JUNE 2016	4,084,311	524,337	51,623,015	3,170,427	5,772,035	65,190,125	150,315
	NAV							
	30TH JUNE 2016	26,603,413	9,014,790	45,562,727	1,104,879	2,483,541	84,669,450	49,312
	1 April 2016	26,603,206	8,684,977	45,666,240	1,150,744	2,708,174	85,732,371	49,706

**FLOUR MILLS OF NIGERIA PLC**

**NOTES TO THE QUARTERLY UNAUDITED FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED 30TH JUNE 2016**

8e	Group		
	Software N'000	Berth Rehabilitation N'000	Total N'000
<b>Intangible assets</b>			
<b>Cost</b>			
At 1 April 2016	455,564	763,548	1,219,112
Additions	43,455		43,455
On disposals			
<b>At 30 June 2016</b>	<b>499,019</b>	<b>763,548</b>	<b>1,262,567</b>
<b>Amortisation</b>			
At 1 April 2016	336,256	147,526	483,782
Charge for the year	55,096	10,804	65,900
Adjustments			
Reclassifications			
On disposals			
<b>At 30 June 2016</b>	<b>391,352</b>	<b>158,330</b>	<b>549,682</b>
<b>Net book value</b>			
At 30 June 2016	107,667	605,218	712,885
At 31 March 2016	119,308	616,022	735,330
	Company		
8f	software N'000	Other intangible N'000	Total N'000
<b>Cost</b>			
At 1 April 2016	398,062		398,062
Additions			-
On disposals			
<b>At 30 June 2016</b>	<b>398,062</b>	<b>-</b>	<b>398,062</b>
<b>Amortisation</b>			
At 1 April 2016	311,627		311,627
Charge for the year	7,581		7,581
Adjustments			
<b>At 30 June 2016</b>	<b>319,208</b>	<b>-</b>	<b>319,208</b>
<b>Net book value</b>			
At 30 June 2016	78,854	-	78,854
At 31 March 2016	86,435	-	86,435

FLOUR MILLS OF NIGERIA PLC

NOTES TO THE CONDENSED CONSOLIDATED AND SEPARATE INTERIM  
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9a. INVESTMENT IN SUBSIDIARIES

	Group		Company	
	30/06/2016 N'000	31/03/2016 N'000	30/06/2016 N'000	31/03/2016 N'000
<b>Unquoted</b>				
Apapa Bulk Terminal Limited	-	-	50,000	50,000
Golden Shipping Company Nigeria Limited	-	-	10,000	10,000
Golden Sugar Company Limited	-	-	10,000	10,000
Southern Star Shipping Company (Nigeria) Limited	-	-	10,000	10,000
Kaboji Farms Limited	-	-	30,000	30,000
Premier Feed Mills Company Limited	-	-	12,750	12,750
Nigerian Eagles Flour Mills Limited	-	-	510,000	510,000
Golden Penny Rice Limited	-	-	10,000	10,000
Crestview Towers Limited	-	-	10,000	10,000
Olympic Towers Limited	-	-	10,000	10,000
ROM Oil Mills Limited	-	-	1,915,728	1,915,728
Thai Farm International Limited	-	-	722,566	660,066
Agri Palm Limited	-	-	10,000	10,000
Agri Estate Limited	-	-	10,000	10,000
Agro Allied Farms Suntí Limited	-	-	10,000	10,000
Agro Allied Syrups Limited	-	-	10,000	10,000
Suntí Golden Sugar Estates Limited	-	-	5,000	5,000
Best Chickens Limited	-	-	10,000	10,000
Golden Agri Input Limited	-	-	50,000	50,000
<b>Provision for investment in unquoted company</b>				
Southern Star Shipping Company (Nigeria) Limited	-	-	(10,000)	(10,000)
			<b>3,396,044</b>	<b>3,333,544</b>
<b>Quoted</b>				
Northern Nigeria Flour Mills Plc	-	-	303,441	303,441
			<b>303,441</b>	<b>303,441</b>
<b>Total</b>			<b>3,699,485</b>	<b>3,636,985</b>

9b. AVAILABLE FOR SALE INVESTMENTS

<b>Unquoted</b>				
Maiduguri Flour Mills Limited	5,956	5,956	5,956	5,956
Nextport Tradings Limited	2,000	2,000	2,000	2,000
	<b>7,956</b>	<b>7,956</b>	<b>7,956</b>	<b>7,956</b>
<b>Quoted</b>				
Transnational Corporation Plc	37,740	106,760	37,740	106,760
Fair value gain (loss)	5,100	(69,020)	5,100	(69,020)
	<b>42,840</b>	<b>37,740</b>	<b>42,840</b>	<b>37,740</b>
	<b>50,796</b>	<b>45,696</b>	<b>50,796</b>	<b>45,696</b>

10 LONG TERM LOANS RECEIVABLE

<b>Long-term loans receivable</b>				
Thai Farm international			369,493	361,501
Agri Palm Limited			515,206	1,157,496
Golden Penny Rice Limited			1,321,075	984,629
ROM Oil Mills Limited			0	47,966
Suntí Golden Sugar Estate			3,460,074	0
			<b>5,665,847</b>	<b>2,551,592</b>

FLOUR MILLS OF NIGERIA PLC

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	Group		Company	
	30/06/2016	31/03/2016	30/06/2016	31/03/2016
	N'000	N'000	N'000	N'000
<b>11 INVENTORIES</b>				
Raw materials	49,306,076	37,209,730	29,303,990	23,063,622
Work in Progress	1,950,545	1,309,493	1,665,684	1,106,061
Finished goods	5,180,906	4,795,026	2,828,746	2,400,843
Consumables stores and maintenance Spares	14,860,324	15,915,723	9,686,356	11,108,456
Allowance for obsolete stock	(631,797)	(531,204)	(419,693)	(419,099)
	<u>70,766,053</u>	<u>58,698,768</u>	<u>43,043,083</u>	<u>37,257,893</u>

**12 TRADE AND OTHER RECEIVABLES**

**12a. TRADE RECEIVABLES**

Trade Debtors	14,654,242	14,282,489	7,143,386	7,560,078
Provision for bad debts	(2,343,638)	(1,557,556)	(2,105,025)	(1,478,933)
	<u>12,310,604</u>	<u>12,734,933</u>	<u>5,038,360</u>	<u>6,083,145</u>

**12b. OTHER RECEIVABLES**

Staff debtors	428,331	331,918	336,387	250,909
Amount due from related parties	418,964	0	65,640,941	58,691,414
Sundry debtors	5,792,706	5,689,417	1,205,253	1,476,771
	<u>6,640,001</u>	<u>6,231,235</u>	<u>67,182,581</u>	<u>60,421,094</u>

**12c. PREPAYMENTS**

**Non-current**

Prepaid rent on operating premises	1,662,188	1,703,938	1,662,188	1,703,939
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**Current**

Advance to contractors and suppliers	1,441,995	1,175,675	1,350,670	747,868
Prepaid expenses	2,513,561	3,352,099	1,993,919	2,334,624
Deposit for Letter of Credit	46,950,437	9,097,476	13,979,503	9,097,476
	<u>50,905,993</u>	<u>13,625,250</u>	<u>17,324,092</u>	<u>12,179,968</u>

**13 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprise cash at bank and in hand, including treasury bills and short term deposits with a maturity date of six months or less from the date of acquisition.

The group and parent company use overdraft facilities, which are repayable on demand as an integral part of their cash management policy. Therefore cash and cash equivalents in the cash flow statements are cash and deposits less overdraft.

	Group		Company	
	30/06/2016	31/03/2016	30/06/2016	31/03/2016
	N'000	N'000	N'000	N'000
Cash on hand	1,123,469	284,569	854,487	270,514
Bank balance	35,911,526	32,828,474	53,521,099	21,400,665
Cash and bank balances	37,034,997	33,213,043	54,375,596	21,671,179
Bank overdrafts	(10,413,324)	(16,412,986)	(607,086)	(6,657,427)
	<u>26,621,673</u>	<u>16,800,057</u>	<u>53,768,508</u>	<u>15,013,752</u>

**14 TRADE AND OTHER PAYABLES**

Trade payables	75,621,116	38,494,348	55,291,743	22,365,911
<b>Other Payables</b>				
Sundry creditors	8,042,569	2,267,356	4,391,611	986,201
VAT payables	3,051,860	2,629,543	1,663,508	1,361,900
WHT payables	297,778	512,984	135,666	135,984
Due to related parties	0	0	4,185,984	2,093,814
Accruals	16,912,250	6,512,683	10,951,081	2,092,251
	<u>28,304,276</u>	<u>11,822,586</u>	<u>21,327,650</u>	<u>6,690,150</u>
	<u>103,925,392</u>	<u>50,416,914</u>	<u>76,619,592</u>	<u>29,048,061</u>