



DANGOTE CEMENT PLC

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED 31 MARCH 2023

Dangote Cement Plc
For the three months ended 31 March 2023

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Dangote Cement Plc
Condensed consolidated and separate statements of profit or loss
For the three months ended 31 March 2023

	Notes	Group			Company		
		3 months ended	3 months ended	Year ended	3 months ended	3 months ended	Year ended
		31/03/2023	31/03/2022	31/12/2022	31/03/2023	31/03/2022	31/12/2022
		₦million	₦million	₦million	₦million	₦million	₦million
Revenue	3	406,722	413,181	1,618,323	280,315	321,918	1,205,401
Production cost of sales	5	(163,671)	(154,108)	(662,890)	(100,629)	(108,347)	(455,122)
Gross profit		243,051	259,073	955,433	179,686	213,571	750,279
Administrative expenses	6	(18,675)	(16,934)	(79,879)	(10,597)	(9,288)	(42,532)
Selling and distribution expenses	7	(68,717)	(60,686)	(295,234)	(49,936)	(46,284)	(224,925)
Other income	8	1,477	1,017	5,333	519	1,050	3,550
Impairment of financial assets		(269)	333	223	(282)	338	(705)
Profit from operating activities		156,867	182,803	585,876	119,390	159,387	485,667
Finance income	9	10,466	10,356	38,715	21,067	21,321	121,864
Finance costs	9	(32,512)	(36,761)	(130,370)	(22,883)	(25,682)	(62,541)
Gain on net monetary assets	32	12,003	-	29,022	-	-	-
Share of profit from associate		-	-	759	-	-	-
Profit before tax		146,824	156,398	524,002	117,574	155,026	544,990
Income tax expense	11.1	(37,323)	(50,547)	(141,691)	(35,272)	(49,996)	(142,133)
Profit for the period/year		109,501	105,851	382,311	82,302	105,030	402,857
Profit for the period/year attributable to:							
Owners of the Company	10	108,661	104,415	375,988	82,302	105,030	402,857
Non-controlling interests		840	1,436	6,323	-	-	-
		109,501	105,851	382,311	82,302	105,030	402,857
Earnings per share, basic and diluted (Naira)	10	6.44	6.18	22.27	4.88	6.21	23.87

Dangote Cement Plc
Condensed consolidated and separate statements of comprehensive Income
For the three months ended 31 March 2023

	Group			Company		
	3 months ended	3 months ended	Year ended	3 months ended	3 months ended	Year ended
	31/03/2023	31/03/2022	31/12/2022	31/03/2023	31/03/2022	31/12/2022
	₦'million	₦'million	₦'million	₦'million	₦'million	₦'million
Profit for the period/year	109,501	105,851	382,311	82,302	105,030	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	(6,135)	1,201	23,074	-	-	-
Other comprehensive income for the period/year, net of income tax	(6,135)	1,201	23,074	-	-	-
Total comprehensive income for the period/year	103,366	107,052	405,385	82,302	105,030	402,857
Total comprehensive income for the period/year attributable to:						
Owners of the Company	103,151	103,818	399,106	82,302	105,030	402,857
Non-controlling interests	215	3,234	6,279	-	-	-
	103,366	107,052	405,385	82,302	105,030	402,857

Dangote Cement Plc
Condensed consolidated and separate statements of financial position
As at 31 March 2023

	Notes	Group		Company	
		31/03/2023 N'million	31/12/2022 N'million	31/03/2023 N'million	31/12/2022 N'million
ASSETS					
Non-current assets					
Property, plant and equipment	12	1,517,187	1,527,293	488,387	498,893
Intangible assets	13	6,208	6,225	101	114
Right-of-use assets	14	24,335	23,551	1,686	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	1,569	1,267	211	211
Deferred tax assets	11.4	13,402	14,193	-	-
Lease receivables	17	14,949	17,085	14,949	17,085
Receivables from subsidiaries	18	-	-	932,507	959,639
Total non-current assets		1,580,230	1,592,194	1,688,685	1,728,414
Current assets					
Inventories	19	265,457	239,563	158,177	132,704
Trade and other receivables	20	43,739	45,490	17,081	16,842
Prepayments and other current assets	21	546,453	447,149	644,080	577,474
Lease receivables	17	5,673	5,981	5,673	5,981
Current tax assets	11.2	1,924	1,435	911	911
Cash and cash equivalents	22	255,194	283,843	168,033	196,137
Total current assets		1,118,440	1,023,461	993,955	930,049
TOTAL ASSETS		2,698,670	2,615,655	2,682,640	2,658,463
LIABILITIES					
Current liabilities					
Trade and other payables	23	330,042	334,899	143,097	154,463
Lease liabilities	29	1,850	1,713	21	-
Current tax liabilities	11.3	208,226	167,971	194,426	156,940
Financial liabilities	24	338,832	392,378	277,177	327,331
Other current liabilities	26	113,033	124,724	104,996	137,106
Total current liabilities		991,983	1,021,685	719,717	775,840
Non current liabilities					
Deferred tax liabilities	11.5	156,930	154,026	110,477	112,691
Financial liabilities	24	342,047	333,498	263,264	263,171
Lease liabilities	29	8,223	8,057	110	148
Deferred revenue	25	307	320	2	-
Provisions	27	12,001	10,575	7,102	6,834
Employee benefit obligations	31	8,467	8,547	8,131	8,244
Total non-current liabilities		527,975	515,023	389,086	391,088
Total liabilities		1,519,958	1,536,708	1,108,803	1,166,928
Net assets		1,178,712	1,078,947	1,573,837	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		(45,156)	(45,156)	(45,156)	(45,156)
Capital contribution		2,877	2,877	2,828	2,828
Currency translation reserve		70,710	76,220	-	-
Retained earnings		1,074,538	969,478	1,565,215	1,482,913
Equity attributable to owners of the company		1,153,919	1,054,369	1,573,837	1,491,535
Non-controlling interest		24,793	24,578	-	-
Total equity		1,178,712	1,078,947	1,573,837	1,491,535
TOTAL EQUITY AND LIABILITIES		2,698,670	2,615,655	2,682,640	2,658,463

These financial statements were approved and authorised for issue by the Board of Directors on 27 April 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/003/236086


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

Dangote Cement Plc

**Condensed consolidated statement of changes in equity
For the three months ended 31 March 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	-	-	-	104,415	-	-	104,415	1,436	105,851
Other comprehensive income/(loss) for the period, net of tax	-	-	-	-	(597)	-	(597)	1,798	1,201
Total comprehensive income/(loss) for the period	-	-	-	104,415	(597)	-	103,818	3,234	107,052
Effect of shares buy-back (Note 30)	-	-	(35,323)	-	-	-	(35,323)	-	(35,323)
Balance at 31 March 2022	8,520	42,430	(45,156)	972,689	52,505	2,877	1,033,865	21,533	1,055,398
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	-	-	-	108,661	-	-	108,661	840	109,501
Other comprehensive loss for the period, net of tax	-	-	-	-	(5,510)	-	(5,510)	(625)	(6,135)
Total comprehensive income/(loss) for the period	-	-	-	108,661	(5,510)	-	103,151	215	103,366
Gain on monetary assets (Note 32)	-	-	-	(3,601)	-	-	(3,601)	-	(3,601)
Balance at 31 March 2023	8,520	42,430	(45,156)	1,074,538	70,710	2,877	1,153,919	24,793	1,178,712

Dangote Cement Plc

**Condensed separate statement of changes in equity
For the three months ended 31 March 2023**

	Company					
	Share capital N'million	Share premium N'million	Treasury Shares N'million	Capital contribution N'million	Retained earnings N'million	Total equity N'million
Balance at 1 January 2022	8,520	42,430	(9,833)	2,828	1,417,527	1,461,472
Profit for the period	-	-	-	-	105,030	105,030
Other comprehensive income for the period, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	105,030	105,030
Effect of shares buy-back (Note 30)	-	-	(35,323)	-	-	(35,323)
Balance at 31 March 2022	8,520	42,430	(45,156)	2,828	1,522,557	1,531,179
Balance at 1 January 2023	8,520	42,430	(45,156)	2,828	1,482,913	1,491,535
Profit for the period	-	-	-	-	82,302	82,302
Other comprehensive income for the period, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	82,302	82,302
Balance at 31 March 2023	8,520	42,430	(45,156)	2,828	1,565,215	1,573,837

Dangote Cement Plc
Condensed consolidated and separate statements of cash flows
For the three months ended 31 March 2023

	Notes	Group			Company		
		3 months ended 31/03/2023 ₦'million	3 months ended 31/03/2022 ₦'million	Year ended 31/12/2022 ₦'million	3 months ended 31/03/2023 ₦'million	3 months ended 31/03/2022 ₦'million	Year ended 31/12/2022 ₦'million
Cash flows from operating activities							
Profit before tax		146,824	156,398	524,002	117,574	155,026	544,990
Adjustments for:							
Depreciation and amortisation	12, 13 & 14	28,841	27,943	120,390	13,458	14,745	60,265
Write off and impairment of property plant and equipment		-	275	1,972	-	-	129
Interest expenses	9	22,437	18,353	75,242	18,779	13,750	61,388
Interest & dividend income	9	(10,466)	(10,356)	(38,715)	(21,067)	(21,321)	(78,247)
Net exchange (gain)/loss on borrowings and non-operating assets		6,179	19,817	25,958	2,913	14,785	(61,327)
Gain on net monetary assets	32	(12,003)	-	(29,022)	-	-	-
Share of income from associate		-	-	(759)	-	-	-
Change in deferred revenue	25	(22)	(272)	(332)	2	(299)	(299)
Provisions		1,426	403	2,147	268	339	1,261
Provision for employee benefits obligations		(80)	4	5,328	(113)	-	5,272
(Gain)/loss on disposal of property, plant and equipment		-	-	(21)	-	-	-
		183,136	212,565	686,190	131,814	177,025	533,432
Changes in:							
Inventories		(25,894)	(5,311)	(70,345)	(25,473)	(3,393)	(44,283)
Trade and other receivables		1,751	40,705	457	(239)	37,082	(1,044)
Trade and other payables		(5,249)	15,252	(22,429)	(11,784)	6,762	(46,199)
Prepayments and other current assets		(27,396)	4,504	(42,316)	17,037	30,085	81,973
Other current liabilities		(11,682)	(56,198)	(23,570)	(14,009)	(56,934)	(26,877)
		114,666	211,517	527,987	97,346	190,627	497,002
Change in lease receivables	17	2,444	2,454	10,614	2,444	2,454	10,614
Income tax paid	11.3	(1,406)	(837)	(150,766)	-	-	(143,431)
Net cash generated from operating activities		115,704	213,134	387,835	99,790	193,081	364,185
Cash flows from Investing activities							
Interest received		2,558	1,549	37,097	1,734	732	33,280
Dividend received	9	-	4,029	4,707	-	4,029	4,707
Acquisition of intangible assets	13	(73)	(70)	(307)	-	-	(19)
Additional receivables from subsidiaries		-	-	-	(21,695)	(22,911)	(53,822)
Repayment by subsidiaries		-	-	-	29,230	933	29,790
Net loans (obtained)/repaid by parent company	21	(64,000)	(224,100)	(93,812)	(64,000)	(224,100)	(93,812)
Proceeds from disposal of property, plant and equipment		-	-	106	-	-	-
Acquisition of property, plant and equipment		(10,463)	(37,083)	(74,613)	(2,333)	(22,450)	(38,609)
Additions to property, plant and equipment	12	(10,161)	(27,904)	(65,945)	(2,333)	(9,261)	(26,449)
Change in prepayments for property, plant and equipment		(302)	4,010	3,492	-	-	-
Net suppliers' credit obtained/(repaid)		-	(13,189)	(12,160)	-	(13,189)	(12,160)
Net cash used in investing activities		(71,978)	(255,675)	(126,822)	(57,064)	(263,767)	(118,485)
Cashflows from Financing activities							
Interest paid		(9,897)	(11,454)	(68,840)	(7,216)	(7,075)	(57,432)
Lease payment		(1,075)	(175)	(3,421)	(263)	(24)	(1,300)
Shares buy-back	30	-	(35,323)	(35,323)	-	(35,323)	(35,323)
Dividends paid		-	-	(337,471)	-	-	(337,471)
Loans obtained		154,180	34,372	338,454	139,098	31,656	290,107
Loans repaid		(85,968)	(78,906)	(267,178)	(75,240)	(72,718)	(239,162)
Net cash used in financing activities		57,240	(91,486)	(373,779)	56,379	(83,484)	(380,581)
Increase/(Decrease) in cash and cash equivalents		100,966	(134,027)	(112,766)	99,105	(154,170)	(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		(3,320)	(2,524)	252	-	-	-
Cash and cash equivalents at end of the period/year	22	248,500	126,817	150,854	168,033	49,639	68,928

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 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 Ibesse 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 31 March 2023 comprise the Company and its subsidiaries.

The condensed separate interim financial statements of the Company for the period ended 31 March 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 NSE, 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 ended 31 March 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 31 March 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 ended 31 March 2023

3 REVENUE

	Group		Company	
	3 months ended 31/03/2023 '000 tonnes	3 months ended 31/03/2022 '000 tonnes	3 months ended 31/03/2023 '000 tonnes	3 months ended 31/03/2022 '000 tonnes
Volumes				
Cement production and bagging capacity (for the year)	51,550	51,550	29,250	29,250
Production volume*	6,340	7,091	3,290	4,473
Trade cement purchase	113	83	594	444
(Increase)/decrease in stocks**	(183)	74	(242)	(83)
Sales volume*	6,270	7,248	3,642	4,834

* includes both cement and clinker volumes

** (Increase)/decrease 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 31/03/2023 ₦million	3 months ended 31/03/2022 ₦million	3 months ended 31/03/2023 ₦million	3 months ended 31/03/2022 ₦million
Revenue from contracts with customers				
Revenue from sales of cement & clinker	406,721	413,181	280,315	321,918
Revenue from sales of other products	1	-	-	-
Sales value	406,722	413,181	280,315	321,918

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.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 2023

Segment results

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

Group	3 months ended 31/03/2023				
	Nigeria N'million	Pan Africa N'million	Central Administra- tive cost N'million	Eliminations N'million	Total N'million
Revenue	280,315	126,407	-	-	406,722
EBITDA*	158,618	31,162	(4,146)	74	185,708
Other Income	261	1,221	-	(5)	1,477
Profit from operating activities	141,743	18,772	(4,146)	498	156,867
Profit/(loss) for the period	103,213	(21,015)	(4,146)	31,449	109,501

* 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 31/03/2022				
	Nigeria N'million	Pan Africa N'million	Central Administra- tive cost N'million	Eliminations N'million	Total N'million
Revenue	321,918	91,263	-	-	413,181
EBITDA*	196,548	18,225	(3,466)	(286)	211,021
Other Income	96	1,100	-	(179)	1,017
Profit from operating activities	179,933	6,196	(3,466)	140	182,803
Profit/(loss) for the period	126,277	(44,588)	(3,466)	27,628	105,851

* 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	
	31/03/2023 N'million	31/03/2022 N'million
EBITDA	185,708	211,021
Depreciation, amortisation, write-off and impairment	(28,841)	(28,218)
Profit from operating activities	156,867	182,803
Finance income	10,466	10,356
Finance costs	(32,512)	(36,761)
Gain on net monetary assets	12,003	-
Profit before tax	146,824	156,398
Income tax expense	(37,323)	(50,547)
Profit for the period	109,501	105,851

4.2 Segment assets and liabilities

	Nigeria N'million	Pan Africa N'million	Eliminations N'million	Total N'million
31 March 2023				
Total assets	2,835,663	1,088,609	(1,225,602)	2,698,670
Segment liabilities	1,117,851	1,344,044	(941,937)	1,519,958
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

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 2023

5 Production cost of sales

	Group		Company	
	3 months ended	3 months ended	3 months ended	3 months ended
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	₦'million	₦'million	₦'million	₦'million
Material consumed	48,173	50,622	57,023	51,252
Fuel & power consumed	56,681	55,471	23,826	34,665
Royalty (Note 5(a))	760	421	420	199
Salaries and related staff costs	11,888	11,094	5,877	6,003
Depreciation & amortisation	23,655	21,383	10,162	10,177
Plant maintenance cost	13,647	12,545	6,172	6,383
Other production expenses	11,310	5,344	4,586	2,122
Increase in finished goods and work in process	(2,443)	(2,772)	(7,437)	(2,454)
Total production cost of sales	163,671	154,108	100,629	108,347

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

6 Administrative expenses

	Group		Company	
	3 months ended	3 months ended	3 months ended	3 months ended
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	₦'million	₦'million	₦'million	₦'million
Salaries and related staff costs	5,348	5,250	3,211	2,975
Corporate social responsibility	468	312	234	162
Management fee (Note 6(a))	1,144	1,275	1,144	1,275
Depreciation and Amortisation	1,716	1,710	542	615
Rent, rate and insurance	1,592	1,573	479	630
Repairs and maintenance	482	369	304	265
Travel expenses	1,259	948	607	488
Bank charges	1,754	544	1,270	248
Professional and consultancy fees	821	665	558	434
Security expenses	777	627	211	225
Janitorial and Office Cleaning	358	287	226	217
General administrative expenses	1,913	1,575	1,289	1,057
Others	1,043	1,799	522	697
Total administrative expenses	18,675	16,934	10,597	9,288

(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	3 months ended	3 months ended	3 months ended
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	₦'million	₦'million	₦'million	₦'million
Salaries and related staff costs	5,508	5,259	3,744	3,738
Depreciation	3,470	4,850	2,754	3,953
Advertisement and promotion	343	455	145	216
Haulage expenses	58,433	49,534	42,644	37,947
Others	963	588	649	430
Total selling and distribution expenses	68,717	60,686	49,936	46,284

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 2023

8 Other income

	Group		Company	
	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million
Insurance claims	102	268	40	207
Government grant	23	10	-	1
Sundry income	1,352	739	479	842
Total other income	1,477	1,017	519	1,050

9 Finance income and costs

	Group		Company	
	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million
Finance income				
Interest income	10,466	10,356	21,067	17,292
Dividend income	-	-	-	4,029
Total finance income	10,466	10,356	21,067	21,321
Finance costs				
Gross interest expenses	22,437	18,353	18,779	13,750
Less: amounts included in the cost of qualifying assets	-	-	-	-
Interest expenses	22,437	18,353	18,779	13,750
Foreign exchange loss	9,789	18,220	3,819	11,744
Other finance costs	286	188	285	188
Total finance costs	32,512	36,761	22,883	25,682

10 Earnings per share

	Group		Company	
	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million	3 months ended 31/03/2023 N'million	3 months ended 31/03/2022 N'million
Profit for the period attributable to owners of the Company	108,661	104,415	82,302	105,030
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share (million)	16,874	16,901	16,874	16,901
Basic and diluted earnings per share (Naira)	6.44	6.18	4.88	6.21

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

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 2023

11 Income tax

	Group		Company	
	3 months ended 31/03/2023	3 months ended 31/03/2022	3 months ended 31/03/2023	3 months ended 31/03/2022
	₦million	₦million	₦million	₦million
11.1 Income tax expense recognised in profit or loss				
Current tax expense	(39,553)	(52,579)	(37,486)	(50,009)
Deferred tax credit/(expense)	2,230	2,032	2,214	13
Total income tax expense recognised in the current period	(37,323)	(50,547)	(35,272)	(49,996)

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.

	Group		Company	
	31/03/2023	31/12/2022	31/03/2023	31/12/2022
	₦million	₦million	₦million	₦million
11.2 Current tax assets				
Balance, beginning of the period/year	1,435	3,051	911	2,542
Charge for the period/year	(110)	(374)	-	-
Payments during the period/year	84	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	515	3	-	-
Balance, end of the period/year	1,924	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	39,443	168,227	37,486	155,668
Payments during the period/year	(1,322)	(150,380)	-	(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	2,134	75	-	-
Balance, end of the period/year	208,226	167,971	194,426	156,940
11.4 Deferred tax assets				
Balance, beginning of the period/year	14,193	5,163	-	-
Credit/(charge) for the period/year	(572)	8,684	-	-
Effect of foreign currency exchange rates differences	(219)	346	-	-
Balance, end of the period/year	13,402	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	(2,802)	(18,224)	(2,214)	(13,535)
Effect of foreign currency exchange rates differences	5,706	37,247	-	-
Balance, end of the period/year	156,930	154,026	110,477	112,691

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Notes to the condensed consolidated and separate interim financial statements
For the three months ended 31 March 2023

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	147	1,378	310	-	258	8,068	10,161
Reclassification	46	1,825	(455)	-	199	(1,615)	-
Transfers (Note 12.1.1)	-	(26)	-	-	(10)	428	392
Disposals	-	-	(23)	-	-	-	(23)
Effect of foreign currency exchange rates differences	2,807	5,560	(1,992)	-	149	(3)	6,521
Balance at 31 March 2023	324,147	1,589,792	294,692	4,028	19,019	205,205	2,436,883
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	3,285	18,302	6,085	99	422	-	28,193
Disposal	-	-	(4)	-	-	-	(4)
Effect of foreign currency exchange rates differences	561	80	(1,755)	-	82	-	(1,032)
Balance at 31 March 2023	94,075	562,621	246,908	3,634	12,458	-	919,696
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 31 March 2023	230,072	1,027,171	47,784	394	6,561	205,205	1,517,187

12.1.1 Represents amount transferred from vendor accounts.

Dangote Cement Plc

Notes to the condensed consolidated and separate interim financial statements
For the three months ended 31 March 2023

12 Property, plant and equipment

12.2 Company

	Land, leasehold improvements and buildings N'million	Plant and machinery N'million	Motor vehicles N'million	Aircraft N'million	Furniture & equipment N'million	Capital work-in-progress N'million	Total N'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	-	-	-	-	48	2,285	2,333
Reclassification	46	1,683	(455)	-	84	(1,358)	-
Transfers (Note 12.2.1)	-	-	-	-	(10)	428	418
Balance at 31 March 2023	90,353	668,146	200,831	4,028	5,815	27,140	996,313
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	871	7,518	4,606	99	163	-	13,257
Balance at 31 March 2023	25,751	307,685	165,913	3,634	4,943	-	507,926
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 31 March 2023	64,602	360,461	34,918	394	872	27,140	488,387

12.2.1 Represents amount transferred from vendor accounts.

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Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 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	-	73	73	-	-
Effect of foreign currency exchange rates differences	30	25	55	-	-
Balance at 31 March 2023	6,460	5,256	11,716	1,589	1,589
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	75	24	99	13	13
Effect of foreign currency exchange rates differences	29	17	46	-	-
Balance at 31 March 2023	4,893	615	5,508	1,488	1,488
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 31 March 2023	1,567	4,641	6,208	101	101

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
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14 Right-of-use assets

14.1 Group

	Land and buildings ₦'million	Plant and machinery ₦'million	Motor vehicles ₦'million	Total ₦'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	818	-	90	908
Effect of foreign currency exchange rates differences	542	(54)	(54)	434
Balance at 31 March 2023	30,908	1,164	1,262	33,334
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	388	137	24	549
Effect of foreign currency exchange rates differences	95	(39)	(47)	9
Balance at 31 March 2023	6,969	993	1,037	8,999
Carrying amounts:				
At 1 January 2022	17,370	664	532	18,566
At 31 December 2022	23,062	323	166	23,551
At 31 March 2023	23,939	171	225	24,335

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**Notes to the condensed consolidated and separate interim financial statements
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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	246	246
Balance at 31 March 2023	4,811	4,811
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	188	188
Balance at 31 March 2023	3,125	3,125
Carrying amounts:		
At 1 January 2022	1,365	1,365
At 31 December 2022	1,628	1,628
At 31 March 2023	1,686	1,686

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Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 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	
		31/03/2023	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 SARL	Niger	95.00%	95.00%
Dangote Industries Benin S.A	Benin	98.00%	98.00%
Dangote Cement Togo S.A	Togo	90.00%	90.00%
Dangote Cement Kenya Limited	Kenya	90.00%	90.00%
Dangote Quarries Kenya Limited	Kenya	90.00%	90.00%
Dangote Cement Madagascar Limited	Madagascar	95.00%	95.00%
Dangote Quarries Mozambique Limitada	Mozambique	95.00%	95.00%
Dangote Cement Nepal Pvt. 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%

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Notes to the condensed consolidated and separate interim financial statements For the three months ended 31 March 2023

15 Investments (Contd.)

15.2 Investments in subsidiaries	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'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

Investment in associate	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'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.

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16 Prepayments

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Advance to contractors	1,569	1,267	211	211
Prepayments	1,569	1,267	211	211

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

17 Lease receivables

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Trucks leased to customers	20,622	23,066	20,622	23,066
Non current portion of lease receivables	14,949	17,085	14,949	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 (Decemer 2022: 5.42 years).

18 Receivables from Subsidiaries

	Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million
Related party transactions - Non Current		
Entities controlled by the Company	932,507	959,639

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19 Inventories

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Finished goods	15,037	11,789	9,935	5,724
Work-in-progress	23,376	24,181	6,436	3,210
Raw materials	15,601	11,545	9,020	6,788
Packaging materials	12,111	11,613	5,478	6,024
Consumables	29,160	26,023	19,902	18,028
Fuel	39,079	31,891	33,241	24,630
Spare parts	115,021	104,779	63,105	58,468
Goods-in-transit	16,072	17,742	11,060	9,832
Inventories	265,457	239,563	158,177	132,704

20 Trade and other receivables

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Trade receivables	16,927	16,045	8,983	8,590
Impairment allowance on trade receivables	(1,731)	(1,462)	(1,533)	(1,251)
	15,196	14,583	7,450	7,339
Staff loans and advances	913	857	112	93
Value added tax receivables	3,407	4,087	-	-
Receivables from registrar	1,221	1,221	1,221	1,221
Other receivables	23,002	24,742	8,298	8,189
Trade and other receivables	43,739	45,490	17,081	16,842

21 Prepayments and other current assets

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Advance to contractors	21,146	18,287	5,697	4,934
Advance payment to suppliers	102,533	116,164	80,227	98,144
Rent and insurance	4,065	3,624	1,775	1,181
Prepayment for tax credit	212	212	212	212
Total current prepayments	127,956	138,287	87,911	104,471
Due from related parties - current				
Parent company	39,104	29,522	39,104	29,522
Loans to parent company*	207,812	143,812	207,812	143,812
Entities controlled by the parent company	171,576	134,612	164,013	128,965
Affiliates and associates of parent company	5	916	-	-
Subsidiaries	-	-	145,240	170,704
Current receivables from related parties	418,497	308,862	556,169	473,003
Prepayments and other current assets	546,453	447,149	644,080	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.

*Loans to parent company have interest rate of 19.5% per annum and are payable within one year.

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22 Cash and cash equivalents

	Group		Company	
	31/03/2023 N'million	31/12/2022 N'million	31/03/2023 N'million	31/12/2022 N'million
Cash and bank balances	104,725	139,108	34,650	51,853
Short term deposits	150,469	144,735	133,383	144,284
Cash and cash equivalents per statement of financial position	255,194	283,843	168,033	196,137
Bank overdrafts used for cash management purposes (Note 24)	(6,694)	(132,989)	-	(127,209)
Cash and cash equivalents per statement of cash flows	248,500	150,854	168,033	68,928

Cash and cash equivalents include restricted cash of ₦3.89 billion for Group and ₦3.85 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	
	31/03/2023 N'million	31/12/2022 N'million	31/03/2023 N'million	31/12/2022 N'million
Trade payables	85,008	68,236	46,057	26,306
Payable to contractors	38,628	37,744	6,566	7,368
Value added tax	10,032	9,032	4,880	5,813
Withholding tax payable	29,730	29,598	2,949	2,873
Staff pension	329	311	16	16
Advances from customers	84,606	110,251	53,430	83,896
Dividend payables	4,357	4,357	4,357	4,357
Accruals and other payables	77,352	75,370	24,842	23,834
Trade and other payables	330,042	334,899	143,097	154,463

24 Financial liabilities

	Group		Company	
	31/03/2023 N'million	31/12/2022 N'million	31/03/2023 N'million	31/12/2022 N'million
Unsecured borrowings at amortised cost				
Bulk Commodities International loans (a)	24,959	23,703	1,522	1,522
Bond (b)	263,264	263,171	263,264	263,171
Commercial paper (c)	126,700	-	126,700	-
Bank loans (d)	97,065	261,431	80,868	243,218
	511,988	548,305	472,354	507,911
Secured borrowings at amortised cost				
Bank loans (d)	137,303	158,429	47,579	73,552
	137,303	158,429	47,579	73,552
Total borrowings	649,291	706,734	519,933	581,463
Non-current portion of financial debts	342,047	333,498	263,264	263,171
Current portion repayable in one year and shown under current liabilities	300,550	240,247	256,669	191,083
Overdraft balances (Note 22)	6,694	132,989	-	127,209
Short-term portion	307,244	373,236	256,669	318,292
Interest payable	31,588	19,142	20,508	9,039
Financial liabilities (current)	338,832	392,378	277,177	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 31 March 2023 (December 2022: ₦266 billion) with coupon rate of 11.25% to 13.5%. The tenure is between 2 to 9 years.

(c) Commercial papers were issued under a programme with a face value of ₦138 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 Libor plus 9.5%.

25 Deferred revenue

	Group		Company	
	31/03/2023 ₦million	31/12/2022 ₦million	31/03/2023 ₦million	31/12/2022 ₦million
Deferred revenue arising from government grant (Note 25(a))	332	354	2	-
Current portion of deferred revenue (Note 26)	25	34	-	-
Non-current portion of deferred revenue	307	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	
	31/03/2023 ₦million	31/12/2022 ₦million	31/03/2023 ₦million	31/12/2022 ₦million
Current portion of deferred revenue (Note 25)	25	34	-	-
Due to related parties				
Parent company	-	100	-	-
Entities controlled by the parent company	64,658	78,845	52,131	69,792
Affiliates and associates of parent company	48,350	45,745	28,470	24,818
Subsidiaries	-	-	24,395	42,496
Current payables to related parties	113,008	124,690	104,996	137,106
Other current liabilities	113,033	124,724	104,996	137,106

27 Provisions

	Group		Company	
	31/03/2023 ₦million	31/12/2022 ₦million	31/03/2023 ₦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	1,020	(500)	-	-
Provisions made during the period/year	167	1,864	29	509
Unwinding of discount	239	783	239	752
Balance at the end of the period/year	12,001	10,575	7,102	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	
	31/03/2023 ₦million	31/03/2022 ₦million	31/03/2023 ₦million	31/03/2022 ₦million
Entities controlled by the parent company	339	1,884	71,543	25,313
Affiliates and associates of the parent company	-	-	26,502	19,641

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

	Sale of goods		Purchases of goods and services	
	31/03/2023 ₦million	31/03/2022 ₦million	31/03/2023 ₦million	31/03/2022 ₦million
Entities controlled by the parent company	339	1,884	69,847	25,183
Affiliates and associates of the parent company	-	-	6,992	5,976
Subsidiaries	-	-	39,230	23,007

In addition to sales and purchases of goods, the Company charged interest amounting to ₦11.4 billion (March 2022: ₦7.8 billion) on loans granted to subsidiaries. This interest is eliminated on consolidation.

During the period, the Company provided materials and services of ₦4.8 billion (March 2022: ₦3.9 billion), used in the manufacturing process of subsidiaries.

Also, during the period, there was no interest charge from the parent company (March 2022: nil). However, the Group earned a total interest income of ₦7.9 billion (March 2022: ₦8.1 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 ₦1.1 billion (March 2022: ₦1.3 billion) was charged, being an allocation of costs incurred by relevant administrative departments.

28.2 Loans from related parties

	Group		Company	
	31/03/2023 ₦million	31/12/2022 ₦million	31/03/2023 ₦million	31/12/2022 ₦million
Affiliates and associates of the parent company	24,959	23,703	1,522	1,522

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29 Lease liabilities

	Group		Company	
	31/03/2023 ₦'million	31/12/2022 ₦'million	31/03/2023 ₦'million	31/12/2022 ₦'million
Payable within one year	1,850	1,713	21	-
Payable after one year	8,223	8,057	110	148
Lease liabilities	10,073	9,770	131	148

30 Share capital

	Group & Company	
	31/03/2023 ₦'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

As at 31 March 2023, the Company held 166,948,153 (December 2022: 166,948,153), representing 0.98% (December 2022: 0.98%) of its own shares for which it had paid for and valued at ₦45.2 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 assets for the current period and prior periods amounting to ₦12.0 billion (March 2022: nil) and ₦3.60 billion (March 2022: nil) were recorded in the statement of profit or loss and directly in equity, respectively

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 ₦109.3 billion (December 2022: ₦133.5 billion) and ₦54.9 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.