

PZ CUSSONS NIGERIA PLC

Q1, 2021/22 UNAUDITED FINANCIAL STATEMENTS

(3 MONTHS ENDED, 31 AUGUST 2021)

PZ Cussons Nigeria Plc
Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

<u>Contents</u>	<u>Pages</u>
Corporate information	1
Results at a glance	2
Financial Ratios	3
Financial Highlights	4
Consolidated statement of comprehensive income	5
Consolidated statement of financial position	6
Statement of changes in equity	7
Statement of cash flows	8
Notes to the consolidated financial statements	9-18

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Corporate information

Board of Directors

Mr. Gbenga Oyebode, MFR	- Chairman, Non - Executive Director
Mr. P. Usoro, SAN	- Non - Executive Director
Mrs. E. Ebi	- Independent Non-Executive Director
Mrs. Ifueko M. Omogui Okauru, MFR	Independent Non-Executive Director
Mr. Panagiotis Katsis	- Managing Director / Chief Executive Officer
Ms. J. Coker	- Executive Director
Mr. Zuber Momoniat	- Executive Director

Company Secretary / Legal Adviser

Mrs Jacqueline Ezeokwelum

Registered Office

45/47 Town Planning Way
Ilupeju Industrial Estate
P.M.B. 21132
Ikeja

Registration Number

RC 693

Registrars

First Registrars and Investors Service Limited
Plot 2, Abebe Village Road
Iganmu Complex
P.M.B. 12692
Lagos.

Independent Auditors

Deloitte & Touche (Chartered Accountants)
Civic Towers,
Plot GA1, Ozumba Mbadiwe Avenue
Victoria Island, Lagos, Nigeria

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Results at glance

GROUP			
	2021-22	2020-21	% Increase/ (Decrease)
	1st Qtr Ended 31 Aug 2021	1st Qtr Ended 31 Aug 2020	
	N'000	N'000	
Revenue	22,204,291	18,700,020	18.7
Operating Profit	1,505,821	755,444	99.3
Profit/(Loss) Before Tax	398,382	(212,358)	287.6
Taxation	(167,291)	-	100.0
Profit/(Loss) for the period	231,091	(212,358)	208.8
Attributable to:			
Owners of the company	79,767	(305,809)	126.1
Non-controlling interests	151,323	93,451	61.9
	231,091	(212,358)	208.8
Earnings per share (Kobo)	6	(5)	

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

FINANCIAL RATIOS	3 Months Ended 31 August 2021	3 Months Ended 31 August 2020
Gross Margin	26%	26%
Operating margin	7%	4%
Net Profit margin	1.0%	-1%
Current Ratio	1.3	1.3
Quick Ratio (Acid test)	0.8	0.8
NWC	15,591.9	11,666.0
Accounts Receivable Turnover (Sales/Average AR)	3.1	2.5
Debtors Days	29.1	35.9
Inventory Turnover (CoGS/Ave Inventory)	0.7	0.6
Stock Days	137.6	160.2
EPS (N)	0.06	(0.05)

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Financial Highlights	31 AUGUST 2021 N'000	31 AUGUST 2020 N'000
Net Profit/loss	231,091	(212,358)
	31 AUGUST 2021 N'000	31 MAY 2021 N'000
Networking capital	15,591,891	14,729,826
Capital Employed	88,785,606	87,344,871
Authorised share capital	2,000,000	2,000,000
Issued & Fully paid:	1,985,238	1,985,238
Share capital	1,985,238	1,985,238
Share premium	6,878,269	6,878,269
Other reserves	22,786,740	22,706,973
Shareholders Fund	34,786,682	34,555,591

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)


**Consolidated and separate statement of profit or loss and other comprehensive income
for the First Quarter ended 31 August 2021**


	The Group			The Company		
	Q1, 2022	Q1, 2021	%	Q1, 2022	Q1, 2021	%
	N'000	N'000	%Change	N'000	N'000	Change
Continuing operations						
Revenue	22,204,291	18,700,020	18.7	12,348,254	10,435,546	18.3
Cost of sales	(16,516,220)	(13,808,895)	19.6	(9,277,115)	(7,620,909)	21.7
Gross profit	5,688,071	4,891,125	16.3	3,071,138	2,814,637	9.1
Selling and distribution costs	(2,368,084)	(2,363,333)	0.2	(1,578,831)	(1,539,727)	2.5
Administrative expenses	(1,814,165)	(1,772,349)	2.4	(1,707,370)	(1,636,670)	4.3
Operating profit	1,505,821	755,444	99.3	(215,062)	(361,760)	40.6
Other income(Note 18)	49,218	42,757	15.1	85,898	77,899	10.3
Foreign exchange gain/(loss)	(1,255,200)	(1,052,147)	19.3	(312,911)	(375,890)	(16.8)
Interest income	98,556	57,619	71.0	161,981	81,259	99.3
Interest cost	(14)	(16,031)	(99.9)	(14)	(7,521)	(99.8)
Net finance cost	98,542	41,588	136.9	161,967	73,738	119.7
Profit/(Loss) before taxation	398,382	(212,358)	287.6	(280,109)	(586,012)	52.2
Taxation	(167,291)	-	100.0	(93,851)	-	100.0
Profit/(Loss) after taxation	231,091	(212,358)	208.8	(373,960)	(586,012)	36.2
Attributable to:						
Equity holders of the	79,767	(305,809)	126.1	(373,960)	(586,012)	36.2
Non controlling interest	151,323	93,451	61.9			
Basic EPS (kobo)	6	(5)		(9)	(15)	
Diluted EPS (kobo)	6	(5)		(9)	(15)	


Consolidated and separate statement of financial position as at 31 August 2021

	Note	The Group		The Company	
		Q1, 2021/22	2020/21	Q1, 2021/22	2020/21
		N'000	N'000	N'000	N'000
Assets					
Non-current assets					
Property, plant and equipment	2a	24,114,527	24,670,097	22,615,924	23,126,484
Right-of-use assets	2b	159,975	201,212	139,438	171,719
Intangible Assets	2c	609,279	635,770	609,279	635,770
Investments in subsidiaries	3	-	-	504,406	504,406
Deferred Taxation		991,402	991,402		
Other long-term receivables	4	85,453	113,937	85,453	113,937
		25,960,636	26,612,417	23,954,500	24,552,316
Current assets					
Inventories	5	27,266,549	23,227,964	19,054,102	15,282,696
Trade and other receivables	6	14,031,556	14,899,883	11,393,108	15,322,867
Other assets	7	1,897,382	1,404,984	1,877,622	1,271,027
Deposits for imports	8	885,166	615,194	161,664	127,520
Cash and cash equivalents	9	18,744,317	20,584,428	13,760,292	12,812,282
		62,824,970	60,732,453	46,246,788	44,816,392
Total assets		88,785,606	87,344,871	70,201,288	69,368,708
Equity					
Ordinary share capital	10	1,985,238	1,985,238	1,985,238	1,985,238
Share premium		6,878,269	6,878,269	6,878,269	6,878,269
Retained earnings		22,786,740	22,706,973	13,807,998	14,181,959
Equity attributable to equity holders of the company		31,650,247	31,570,480	22,671,505	23,045,466
Non controlling interest		3,136,434	2,985,111	-	-
Total equity		34,786,682	34,555,591	22,671,505	23,045,466
Liabilities					
Non-current liabilities					
Deferred income	13	56,637	5,025	-	5,025
Lease liability	2b	-	69,506	-	61,134
Deferred taxation	15	6,430,305	6,430,305	6,430,305	6,430,305
Provisions	16	278,904	281,817	-	-
		6,765,846	6,786,653	6,430,305	6,496,464
Current liabilities					
Trade and other payables	12	45,360,778	43,736,025	39,774,151	38,347,606
Lease liability	2b	159,975	131,706	139,438	110,585
Deferred income	13	68,614	586,752	-	276,551
Current taxation payable	14	1,506,779	1,423,121	1,185,888	1,092,037
Provisions	16	136,933	125,023	-	-
		47,233,079	46,002,627	41,099,477	39,826,779
Total liabilities		53,998,924	52,789,280	47,529,782	46,323,242
Net equity and liabilities		88,785,606	87,344,871	70,201,288	69,368,708

The First quarter(Q1, 2021/22) unaudited financial statements were approved and authorised for issue by the board of directors on 20 October 2021 and signed on its behalf by:


 Mr. Panagiotis Katsis
 Chief Executive officer
 FRC/2020/003/00000021969


 Mr. Zuber Momoniati
 Executive Director
 FRC/2018/IODN/00000018772


 Mr. Evans Eghosa Enabulele
 Head, Financial Reporting & Accounting
 FRC/2017/ICAN/00000017126

The notes on pages 9 to 17 are an integral part of these financial statements

PZ Cussons Nigeria Plc
Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Consolidated and separate statement of changes in equity

	The Group					Total N'000
	Attributable to owners of the company					
	Share capital N'000	Share premium N'000	Retained earnings N'000	Non controlling interest N'000	Revaluation reserve	
At 1 June 2020	1,985,238	6,878,269	21,628,415	2,765,264	-	33,257,186
Profit for the year	-	-	1,475,606	219,847	-	1,695,453
Total comprehensive income for the year	-	-	1,475,606	219,847	-	1,695,453
Transactions with owners:						-
Dividend paid relating to year ended 31 May 2020			(397,048)			(397,048)
Unclaimed dividend forfeited						-
Total transaction with owners	-	-	(397,048)	-	-	(397,048)
At 31 May 2021	1,985,238	6,878,269	22,706,973	2,985,111	-	34,555,591
At 1 June 2021	1,985,238	6,878,269	22,706,973	2,985,111	-	34,555,591
Profit for the period	-	-	79,767	151,323	-	231,091
Total comprehensive income for the period	-	-	79,767	151,323	-	231,091
Transactions with owners:						-
Dividend paid relating to year ended 31 May 2021						-
Unclaimed dividend forfeited						-
Total transaction with owners	-	-	-	-	-	-
At 31 Aug 2021	1,985,238	6,878,269	22,786,740	3,136,434	-	34,786,682
At 31 Aug 2020	1,985,238	6,878,269	22,617,356	2,866,732	-	34,347,595

PZ Cussons Nigeria Plc
Unaudited Statement of changes in equity
as at 31 Aug 2021

	Company					Total N'000
	Attributable to owners of the company					
	Share capital N'000	Share premium N'000	Retained earnings N'000	Non controlling interest N'000	Revaluation reserve	
At 1 June 2020	1,985,238	6,878,269	13,761,685	-	-	22,625,192
Loss for the year	-	-	817,322	-	-	817,322
Total comprehensive income for the year	-	-	817,322	-	-	817,322
Transactions with owners:						-
Dividend paid relating to year ended 31 May 2020			(397,048)			(397,048)
Unclaimed dividend forfeited						-
Total transaction with owners	-	-	(397,048)	-	-	(397,048)
At 31 May 2021	1,985,238	6,878,269	14,181,959	-	-	23,045,466
At 1 June 2021	1,985,238	6,878,269	14,181,959	-	-	23,045,466
Profit for the year	-	-	(373,960)	-	-	(373,960)
Total comprehensive income for the year	-	-	(373,960)	-	-	(373,960)
Transactions with owners:						-
Dividend paid relating to year ended 31 May 2021						-
Unclaimed dividend forfeited						-
Total transaction with owners	-	-	-	-	-	-
At 31 Aug 2021	1,985,238	6,878,269	13,807,998	-	-	22,671,505
At 31 Aug 2020	1,985,238	6,878,269	14,447,293	-	-	23,310,800

PZ Cussons Nigeria Plc
Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

	The Group			The Company		
	Q1 2021/22 N'000	Q1 2019/21 N'000	Year End 2020/21 N'000	Q1 2021/22 N'000	Q1 2019/21 N'000	Year End 2020/21 N'000
Cash flows from operating activities						
Cash generated from operations	(1,818,535)	2,196,757	9,283,027	818,023	(2,672,886)	3,333,512
Taxation	(83,633)	-	(258,992)	-	-	(258,992)
Net cash flow generated from operating activities	(1,902,168)	2,196,757	9,024,035	818,023	(2,672,886)	3,074,520
Cash flows from investing activities						
Interest received	98,556	57,619	238,564	161,981	81,259	408,040
Loan receivables	-	-	-	-	-	-
Purchase of property, plant and equipment	(36,484)	(301,039)	(1,126,955)	(31,980)	(301,038)	(958,598)
Proceeds from sale of property, plant and equipment	-	-	2,124,375	-	-	2,124,375
Net cash used in investing activities	62,072	(243,419)	1,235,984	130,001	(219,780)	1,573,817
Cash flows from financing activities						
Interest Expense	(14)	(16,031)	(71,481)	(14)	(7,521)	(12,329)
Loan payables	-	-	-	-	-	-
Lease payment	-	-	-	-	-	-
Dividends paid to Company shareholders	-	-	(397,048)	-	-	(397,048)
Net cash flow used in financing activities	(14)	(16,031)	(468,529)	(14)	(7,521)	(409,377)
Net increase in cash, cash equivalents and bank overdrafts	(1,840,111)	1,937,305	9,791,490	948,010	(2,900,186)	4,238,960
Cash, cash equivalents and bank overdrafts at the beginning of the year	20,584,428	10,792,938	10,792,938	12,812,282	8,573,322	8,573,322
Cash, cash equivalents and bank overdrafts at the end of the year	18,744,318	12,730,245	20,584,428	13,760,292	5,673,136	12,812,282

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Notes to the consolidated and separate financial statements

1 General information

The Group

PZ Cussons Nigeria Plc is a Company incorporated in Nigeria on 4 December 1948 under the name of P.B. Nicholas and Company Limited. The name was changed to Alagbon Industries Limited in 1953 and to Associated Industries Limited in 1960. The Company became a public Company in 1972 and was granted a listing on the Nigerian Stock Exchange. The name was changed to Paterson Zochonis Industries Limited on 24 November 1976 and in compliance with the Companies and Allied Matters Act, it changed its name to Paterson Zochonis Industries Plc on 22 November 1990. On 21 September, 2006, the Company adopted its present name of PZ Cussons Nigeria Plc.

The principal activities of the group are the manufacture, distribution and sale of a wide range of consumer products and home appliances through owned depots. These products are leading brand names throughout the country in detergent, soap, cosmetics, refrigerators, freezers and air-conditioners. The group also distributes products of Nutricima Limited, Harefield Industrial Nigeria Limited and PZ Wilmar Food Limited.

The address of the registered office is 45/47 Town Planning Way, Ilupeju, Lagos.

The condensed interim consolidated and separate financial statements are presented in Nigerian Naira which is the functional currency of the primary economic environment in which the Group operates. The financial statements have been rounded to the nearest thousands.

These consolidated and separate financial statements comprises that of the group and the stand alone financial statements of the parent Company.

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Notes to the condensed interim financial statements

2a. Property, plant and equipment

The Group						
<u>Qtr 1, 2021/22</u>						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	N'000	N'000	N'000	N'000	N'000	N'000
At 1 June 2021	19,670,926	27,074,291	3,644,926	564,560	1,248,459	52,203,161
Additions					36,484	36,484
Reclassifications	24,970	275,841	52,932		(353,743)	-
Disposals						-
At Aug 2021	19,695,896	27,350,132	3,697,858	564,560	931,200	52,239,645
Depreciation						
At 1 June 2021	4,552,848	19,133,129	3,282,528	564,560	-	27,533,065
Charge for the year	93,262	392,675	106,118			592,054
On Disposals						-
At Aug 2021	4,646,110	19,525,803	3,388,646	564,560	-	28,125,119
Net book values						
At Aug 2021	15,049,786	7,824,328	309,212	-	931,200	24,114,526
<u>2020/21</u>						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	N'000	N'000	N'000	N'000	N'000	N'000
At 1 June 2020	19,694,904	25,281,119	3,560,997	564,560	2,051,989	51,153,568
Additions					1,126,954	1,126,954
Transfers	52,437	1,793,172	84,875	-	(1,930,484)	-
Write Off	-	-	(473)	-	-	(473)
Disposals	(76,415)		(473)			(76,888)
At 31 May 2021	19,670,926	27,074,291	3,644,926	564,560	1,248,459	52,203,161
At 1 June 2020	4,201,472	17,261,710	2,935,584	564,560	-	24,963,326
Charge for the year	377,148	1,871,419	347,050	-	-	2,595,617
On Write off		-	(53)	-		(53)
On Disposals	(25,772)		(53)			(25,825)
At 31 May 2021	4,552,848	19,133,129	3,282,528	564,560	-	27,533,065
Net book values						
At 31 May 2021	15,118,078	7,941,162	362,398	-	1,248,459	24,670,097
At 31 May 2020	15,493,432	8,019,409	625,413	-	2,051,989	26,190,243

PZ Cussons Nigeria Plc
Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

The Company						
Otr 1, 2021/22						
Cost	Leasehold land and buildings	Plant and Machinery	Office furniture and fittings	Motor vehicles	Capital Work in progress	Total
	N'000	N'000	N'000	N'000	N'000	N'000
At 1 June 2021	19,001,362	25,325,123	3,364,631	481,111	970,300	49,142,527
Additions					31,980	31,980
Reclassifications	24,970	275,841	50,954		(351,765)	-
Disposals						-
At 31 Aug 2021	19,026,332	25,600,964	3,415,585	481,111	650,515	49,174,507
Depreciation						
At 1 June 2021	4,480,623	18,015,436	3,038,873	481,111	-	26,016,043
Charge for the year	88,759	351,497	102,284			542,539
Intercoy transfers						-
On disposals						-
At 31 Aug 2021	4,569,382	18,366,933	3,141,157	481,111	-	26,558,582
Net book values						
At 31 Aug 2021	14,456,950	7,234,031	274,428	-	650,515	22,615,925
2020/21						
Cost	Leasehold land and buildings	Plant and Machinery	fittings and IT equipment	Motor vehicles	Capital Work in progress	Total
	N'000	N'000	N'000	N'000	N'000	N'000
At 1 June 2020	19,025,340	23,629,427	3,294,321	481,111	1,831,091	48,261,290
Additions					958,598	958,598
Reclassification	52,437	1,695,696	71,256	-	(1,819,389)	-
write offs			(473)			(473)
Disposals	(76,415)		(473)			(76,888)
At 31 May 2021	19,001,362	25,325,123	3,364,631	481,111	970,300	49,142,527
Depreciation						
At 1 June 2020	4,147,177	16,302,519	2,701,620	481,111	-	23,632,427
Charge for the year	359,218	1,712,917	337,359	-		2,409,494
write offs			(53)			(53)
On disposals	(25,772)		(53)			(25,825)
At 31 May 2021	4,480,623	18,015,436	3,038,873	481,111	-	26,016,043
Net book values						
At 31 May 2021	14,520,739	7,309,687	325,758	-	970,300	23,126,484
At 31 May 2020	14,878,163	7,326,908	592,701	-	1,831,091	24,628,863

Notes to the financial statements

2b. Right-of-use asset

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cost						
Opening Balance	556,522	465,404	322,485	448,698	357,580	254,680
Additions	-	91,118	142,919	-	91,118	102,900
Opening Balance	556,522	556,522	465,404	448,698	448,698	357,580
Accumulated Amortizations						
Opening Balance	355,310	190,362	-	276,979	147,856	-
Charge for the year	41,237	164,948	190,362	32,281	129,123	147,856
Closing charge	396,547	355,310	190,362	309,260	276,979	147,856
Carrying amount						
	159,975	201,212	655,766	139,438	171,719	505,436
Lease liability						
Opening balance	201,212	275,042	322,485.38	171,719	209,724	254,680.31
Additions	-	91,118	142,918.78	-	91,118	102,899.78
Payments	(41,237)	(164,948)	(190,361.98)	(32,281)	(129,123)	(147,856.32)
Closing charge	159,975	201,212	275,042.18	139,438	171,719	209,723.76
Non Current	-	69,506	119,847	-	61,134	91,887
Current	159,975	131,706	155,195	139,438	110,585	117,837
Total	159,975	201,212	275,042	139,438	171,719	209,724

The application of IFRS 16 to leases previously classified as operating leases under IAS 17 resulted in the recognition of right-of-use assets and lease liabilities. The Group has chosen to use the table above to set out to show the implementation of IFRS 16.

2c. Intangible asset

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cost						
Opening Balance	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618
Additions	-	-	-	-	-	-
Opening Balance	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618	1,059,618
Accumulated Amortizations						
Opening Balance	423,849	317,886	211,924	423,849	317,886	211,924
Charge for the year	26,491	105,963	105,962	26,491	105,963	105,962
Closing charge	450,339	423,849	317,886	450,339	423,849	317,886
Carrying amount						
	609,279	635,770	741,733	609,279	635,770	741,733

All intangible assets are non-current. The intangible assets of the Group have finite useful life and are amortised over 10 years in line with its accounting policy. The

3. Investments in subsidiaries

The Company	The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
At 31 May	504,406	504,406	504,406
Additions	-	-	-
Total	504,406	504,406	504,406

There are no restrictions in transfer of funds within the entities in the group

Principal investments

Investment	Investment Amount N'000	Proportion of shares held by	
		Investment held %	NCI %
HPZ Limited	504,406	74.99	25.01
Total	504,406	74.99	25.01

4. Other long term receivables

The prepayments over one year relates to rents paid advance

	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Prepayments over 1 year	85,453	113,937	-	85,453	113,937	-
Others	-	-	-	-	-	-
Total	85,453	113,937	-	85,453	113,937	-

5. Inventories

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Raw materials and consumables	10,806,969	9,577,187	8,629,003	9,471,052	7,251,136	6,249,569
Finished goods and goods for resale	8,988,798	5,669,792	7,811,192	6,097,242	4,393,861	5,151,788
Engineering spares and other stocks	2,406,170	2,458,961	2,785,674	2,232,474	2,267,893	2,536,303
Goods in transit	5,064,613	5,522,024	7,032,830	1,253,333	1,369,806	1,717,087
Total	27,266,549	23,227,964	26,258,699	19,054,102	15,282,696	15,654,747

6a. Trade and other receivables

Receivables due within one year:	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Trade receivables	7,709,995	6,635,416	6,908,872	3,264,832	2,723,451	3,099,446
Less: provision for impairment of trade receivables	(515,635)	(443,134)	(1,370,296)	(436,392)	(361,774)	(1,109,437)
Net trade receivables	7,194,360	6,192,282	5,538,576	2,828,440	2,361,677	1,990,009
Receivables from subsidiary companies	-	-	-	2,138,988	5,368,797	-
Receivables from related party companies	4,637,049	6,941,692	2,940,331	4,637,049	6,304,553	2,940,331
WHT credit note receivable	743,821	761,259	456,773	501,866	547,022	262,341
Other receivables	1,456,326	1,004,650	1,129,891	1,286,765	740,818	943,494
Total	14,031,556	14,899,883	10,065,571	11,393,108	15,322,867	6,136,175

Notes to the financial statements

6c. Trade and other receivables continued

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Movements in the provision for impairment of trade receivables are as follows:						
Opening	(443,134)	(1,233,054)	(1,126,844)	(361,774)	(871,275)	(772,301)
Provision for receivables impairment	(72,501)	789,920	(106,210)	(74,618)	509,501	(98,974)
Receivables written off during the year	-	-	-	-	-	-
Closing	(515,635)	(443,134)	(1,233,054)	(436,392)	(361,774)	(871,275)

All trade receivables are denominated in Nigerian Naira.

The credit risk of customers is assessed at a subsidiary and group level, taking into account their financial positions, past experiences and other factors. Individual customer credit limits are imposed based on these factors.

The credit period taken on sales ranges from 30 to 90 days due to the differing nature of trade receivables in the group's segments.

7. Other current assets

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Prepayments	635,287	266,122	19,833	620,070	266,122	19,833
Advance to Distributors & Suppliers	1,262,095	1,138,862	990,479	1,257,553	1,004,905	829,653
	1,897,382	1,404,984	1,010,312	1,877,622	1,271,027	849,486

8. Deposits for imports

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
19 Deliverable Forwards	-	-	668,100	-	-	266,045
Deposits for Letters of credits	885,166	615,194	533,975	161,664	127,520	52,324
	885,166	615,194	1,202,075	161,664	127,520	318,369

Deliverable forwards and Deposit for letters of credit represents committed cash no longer available for another purpose other than that for which it has been designated for. They represent naira deposits for foreign currencies purchased for funding of letters of credit and forwards; all related to settlement of invoices emanating from importation of raw materials, spare parts and machinery.

9. Cash and cash equivalents

	The Group			The Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Cash at bank and in hand	18,744,317	20,584,428	10,792,938	13,760,292	12,812,282	8,573,322
Bank Overdrafts	-	-	-	-	-	-
Cash and cash equivalents	18,744,317	20,584,428	10,792,938	13,760,292	12,812,282	8,573,322

There are no short-term borrowing as at 31 August 2021. There were no assets pledged as security for borrowing.

PZ Cussons Nigeria Plc

Q1, 2021/22 unaudited financial statement(3 months ended 31 August 2021)

Notes to the financial statements

10. Ordinary share capital

Group and company	Q1, 2021/22	
	Number in thousands	Amount N'000
Authorised:		
Ordinary shares of 50k each	4,000,000	2,000,000
Total authorised share capital	4,000,000	2,000,000
Allotted, called up and fully paid:		
Ordinary shares of 50k each	3,970,478	1,985,238
Total called up share capital	3,970,478	1,985,238

Group and company	Full Year 2020/2021	
	Number in thousands	Amount N'000
Authorised:		
Ordinary shares of 50k each	4,000,000	2,000,000
Total authorised share capital	4,000,000	2,000,000
Allotted, called up and fully paid:		
Ordinary shares of 50k each	3,970,478	1,985,238
Total called up share capital	3,970,478	1,985,238

11. Related party transactions

Group and company

The group and company are controlled by PZ Cussons (Holdings) Limited, incorporated in the UK, which owns 73.27% (2021: 73.27%) of the group and company's shares. The remaining 26.73% (2021: 26.73%) of the shares are widely held. The group's ultimate parent is PZ Cussons (Holdings) Limited (incorporated in the UK).

12 Trade and other payables

	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Trade payables	6,178,397	10,155,646	1,977,658	2,808,944	3,315,603	1,740,422
Unclaimed Dividend	1,915,611	1,915,611	1,860,703	1,915,611	1,915,611	1,860,703
Accruals	6,646,216	5,602,519	4,096,190	3,547,325	3,492,408	2,398,200
Amounts owed to subsidiaries	0	0		4,410,902	6,590,201	4,452,649
Amounts owed to related parties	28,666,268	24,183,977	27,883,726	24,092,478	21,607,362	16,455,286
Sundry creditors	1,954,287	1,878,271	1,382,279	2,998,891	1,426,421	1,130,205
Total	45,360,778	43,736,025	37,200,556	39,774,151	38,347,606	28,037,465
	Days	Days	Days	Days	Days	Days
Average credit period taken for trade purchases	90	90	90	90	90	90

Trade and other payables comprise amounts outstanding for trade purchases and ongoing costs. The Directors consider the carrying amount of trade and other payables to approximate their fair value.

13 Deferred Income

	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Advance from customers	125,250	238,080	54,442	-	203,764	-
Rent received in advance	-	77,812	27,432	-	77,812	27,432
	125,250	315,891	81,874	-	281,575	

Deferred income relates to income received from customers for which goods are yet to be supplied and rent received from third parties on warehouses belonging to PZ Cussons Nigeria Plc.

	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
Non-Current	56,637	5,025	61,047	-	5,025	6,605
Current	68,614	586,752	20,827	-	276,551	20,827
	125,250	591,777	81,874	-	281,575	27,432

Notes to the financial statements

14. Taxation

Current tax payable	Group			Company		
	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000	Q1, 2021/22 N'000	2020/21 N'000	2019/20 N'000
At 1 June	1,423,121	581,685	154,682	1,092,037	424,503	154,682
Effect on initial application of IFRIC 23 - prior year	-	-	219,833	-	-	219,833
Effect on initial application of IFRIC 23 - current year	-	-	14,241	-	-	14,241
Charge for the year	167,291	1,100,428	384,023	93,851	926,526	226,673
Prior year adjustment	-	-	(168)	-	-	-
WHT Utilised during the year	-	-	(178,671)	-	-	(178,671)
Payment during the year	(83,633)	(258,992)	(441)	-	(258,992)	(441)
Payment during the year(ECC)	-	-	(11,814)	-	-	(11,814)
Closing balance	1,506,779	1,423,121	581,685	1,185,888	1,092,037	424,503

15. Deferred taxation

The Group

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2020	(1,093,594)	5,887,924	4,794,330
Charge to income statement	621,796	22,777	644,573
At 31 May 2021	(471,798)	5,910,701	5,438,903
Adjustments	-	-	-
Charge to income statement	-	-	-
At 31 Aug 2021	(471,798)	5,910,701	5,438,903

The Company

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2020	1,675,685	4,615,912	6,291,597
Charge to income statement	879,062	(740,354)	138,708
At 31 May 2021	2,554,747	3,875,558	6,430,305
Adjustments	-	-	-
Charge to income statement	-	-	-
At 31 Aug 2021	2,554,747	3,875,558	6,430,305

	The Group N'000	The Company N'000
Deferred tax assets	(991,402)	-
Deferred tax liabilities	6,430,305	6,430,305
	5,438,903	6,430,305

Group and company

At the statement of financial position date, the group and the company have no unused tax losses available for offset against future profits. There was no offset of deferred tax assets and deferred tax liabilities.

16. Provisions

Warranty provisions	The Group		
	Q1, 2021/22 N'000	Full Year 2021 N'000	Full Year 2020 N'000
Openin Balance	406,840	344,848	259,348
Charged to the income statement	59,341	452,407	344,848
Utilised in the year	(50,343)	(390,415)	(259,348)
Closing Balance	415,837	406,840	344,848
The ageing of the provisions are as follows:	415,837	406,840	344,848
Within 12 months	136,933	125,023	99,430
Greater than 12 months	278,904	281,817	245,418
Total	415,837	406,840	344,848

Warranty provisions

The group generally offers 1- to 3-year warranties for its electrical products and components. Directors estimates the related provision for future warranty claims based on historical warranty claim information, as well as recent trends that might suggest

Factors that could impact the estimated claim information include the success of the group's productivity and quality initiatives, as well as parts and labour costs.

Notes to the financial statements

17 Cash generated from operating activities

	Group			Company		
	Q1, 2021/22 N'000	Q1 2020/21 N'000	Year End 2020/21 N'000	Q1, 2021/22 N'000	Q1 2020/21 N'000	Year End 2020/21 N'000
Cash flows from operating activities						
Profit before taxation	398,382	(212,358)	3,419,578	(280,109)	(586,012)	1,909,696
Adjustment to reconcile net income to cash provided:						
Depreciation	592,054	925,950	2,583,447	542,539	801,740	2,380,999
Depreciation - right of use assets	41,237	-	164,948	32,281	-	-
Amortization charge	26,491	26,490	105,962	26,491	26,490	105,962
(Profit)/loss on disposal of fixed assets	-	-	(1,899,252)	-	-	(1,899,252)
Unclaimed dividend forfeited	-	-	-	-	-	-
Interest expense	14	16,031	71,481	14	7,521	12,329
Interest income	(98,556)	(57,619)	(238,564)	(161,981)	(81,259)	(408,040)
	959,621	698,494	4,207,600	159,235	168,479	2,101,694
Changes in assets and liabilities						
(Increase)/decrease in trade and other receivables	896,811	(2,357,882)	(4,792,948)	3,730,369	(805,331)	(2,958,311)
Decrease/(increase) in other assets	(492,398)	34,631	(480,178)	(606,595)	(52,444)	(1,056,035)
Decrease in deposit for imports	(269,972)	365,596	586,881	(34,144)	46,017	190,849
Decrease/(increase) in inventories	(4,038,585)	3,354,948	3,030,736	(3,771,406)	(563,358)	353,951
Increase/(decrease) in trade, other payables and provisions	1,125,987	100,969	6,730,935	1,340,564	(1,466,249)	4,701,364
Cash flows from operating activities	(1,818,535)	2,196,757	9,283,027	818,023	(2,672,886)	3,333,512

18 Events after reporting date

18.1 Covid 19 impact

On 11 March 2020, the World Health Organization declared the Coronavirus (COVID-19) outbreak to be a pandemic in recognition of its rapid spread across the globe, with about 150 countries affected. Many governments, including the Nigerian government, are taking stringent measures to contain the spread of the virus. Currently, due to upsurge in covid-19 cases globally as a result of the delta variant, lingering economic disruptions still exist that may have impact on business operations.

Consequently, for the Company's 31 August 2021 financial statements, there is no impact on the recognition and measurement of assets and liabilities. Due to the uncertainties of the outcome of current events, the Company cannot reasonably estimate the impact these events will have on the Company's financial position, result of operations and cash flows in the future.

19 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of The Exchange 2015 (Issuers' Rule), PZ Cussons Nigeria Plc maintains a Security Trading Policy (Policy) which guides Directors, Audit Committee members, employees and all individuals categorized as insiders in relation to their dealings in the Company's shares. The Policy undergoes periodic review by the Board and is updated accordingly. The Company has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the Policy during the period.

Notes to the financial statements

20

Free Float Computation

Shareholding Structure/Free Float Status

Description	31-Aug-21		31-Aug-20	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	3,970,477,000	100%	3,970,477,000	100%
Substantial Shareholdings (5% and above)				
PZ Cussons(Holdings) Limited, UK	2,909,565,546	73.28%	2,909,565,546	73.28%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Substantial Shareholdings	2,909,565,546	73.28%	2,909,565,546	73.28%
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
Ms. Joyce Coker	3,889	0.00%	3,889	0.00%
Paul Usoro	1,000,000	0.03%	1,000,000	0.03%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Directors' Shareholdings	1,003,889	0.03%	1,003,889	0.03%
Other Influential Shareholdings				
		0.00%		0.00%
		0.00%		0.00%
Total Other Influential Shareholdings	0	0.00%	0	0.00%
Free Float in Units and Percentage	1,059,907,565	26.69%	1,059,907,565	26.69%
Free Float in Value	₦ 6,094,468,498.75		₦ 4,451,611,773.00	

Declaration:

(A) PZ Cussons Nigeria Plc with a free float percentage of 26.7% as at 31 August 2021, is compliant with The Exchange's free float requirements for companies listed on the Main Board.

(B) PZ Cussons Nig Plc with a free float value of N4,451,611,773 as at 31 August 2020, is compliant with The Exchange's free float requirements for companies listed on the Main Board.