



PZ CUSSONS NIGERIA PLC

Q3, 2022/23 UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED 28 FEBRUARY 2023

PZ Cussons Nigeria Plc
Q3, 2022/23 unaudited interim financial statements for the quarter ended 28 February 2023

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Corporate information

Board of Directors

Mr. G. Oyebode	- Chairman, Non-Executive Director (retired w.e.f 25 Jan 2023)
Mrs. I.M.O Okauru, MFR	- Chairman, Non-Executive Director (Appointed w.e.f 25 Jan 2023)
Mr. P. Usoro, SAN	- Non-Executive Director (Retired w.e.f 25 Jan 2023)
Mr. P. Katsis	- Managing Director/Chief Executive Officer
Ms. J. F. Coker	- Executive Director
Mr. Z. Momoniat	- Executive Director (Resigned w.e.f 31 Dec 2022)
Mr. Brian Egan	- Executive Director (Appointed w.e.f 1 Jan 2023)
Mr D. Annis	- Non-Executive Director
Mr. K. Massie	- Non-Executive Director
Mallam Ballama Manu	- Independent Non-Executive Director (Appointed w.e.f 21 Nov. 2022)
Mrs. Oluwatoyin Odutayo	- Independent Non-Executive Director (Appointed w.e.f 21 Nov. 2022)

Company Secretary / Legal Adviser

Mrs Jacqueline Ezeokwelum (Resigned w.e.f 26 Jan. 2023)

Mrs Temitope Oluwatosin (Appointed w.e.f 27 Jan 2023)

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
Civic Towers
Plot GA1, Ozumba Mbadiwe Avenue
Victoria Island, Lagos, Nigeria

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Financial highlights

	Group		
	3rd Qtr Ended, 28 Feb 2023 ₦'000	3rd Qtr Ended, 28 Feb 2022 ₦'000	% Change
Revenue	86,997,928	74,539,734	17
Operating profit/(loss)	4,996,609	210,900	2,269
Profit before taxation	14,298,920	6,312,249	127
Taxation	(3,085,069)	(671,120)	360
Profit after tax	11,213,852	5,641,128	99
Non-controlling interest	996,235	483,565	106
Profit attributable to equity holders of parent company	10,217,617	5,157,563	98
	<u>11,213,852</u>	<u>5,641,128</u>	99
Share capital	1,985,238	1,985,238	-
Total equity	44,943,501	37,739,831	19
Data per 50k share			
Based on 3,970,477,045 ordinary shares of 50k each:			
Basic and diluted earnings per share (Naira)	282	142	99

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Statement of profit or loss and other comprehensive income

	Note	Group			
		Quarter to date 28 Feb. 2023	Year to date 28 Feb 2023	Quarter to date 28 Feb 2022	Year to date 28 Feb 2022
		₦'000	₦'000	₦'000	₦'000
Revenue		29,736,715	86,997,928	27,451,891	74,539,734
Cost of sales		(19,541,250)	(63,244,057)	(21,521,739)	(57,218,365)
Gross profit		10,195,464	23,753,871	5,930,152	17,321,369
Selling and distribution expenses		(3,051,241)	(8,930,127)	(2,872,508)	(7,812,850)
Impairment of trade receivables		(53,213)	(165,314)	(100,632)	(113,375)
Administrative expenses		(1,616,051)	(4,975,408)	(1,577,628)	(5,167,095)
Exchange loss		(1,981,421)	(4,686,413)	(883,139)	(4,017,148)
Operating profit/(loss)		3,493,539	4,996,609	496,245	210,900
Other income	20	75,348	6,172,147	2,587,543	5,687,955
Interest income		1,587,454	3,278,744	235,791	420,879
Interest cost		(143,557)	(148,580)	(7,140)	(7,485)
Net interest income		1,443,897	3,130,164	228,651	413,393
Profit before tax		5,012,785	14,298,920	3,312,439	6,312,249
Income tax expense		(1,469,474)	(3,085,069)	(244,408)	(671,120)
Profit for the year		3,543,310	11,213,852	3,068,031	5,641,128
Total comprehensive income/(expense) for the year		3,543,310	11,213,852	3,068,031	5,641,128
Equity holders of the parent company		3,036,423	10,217,617	2,968,905	5,157,563
Non-controlling interest		506,888	996,235	99,126	483,565
		3,543,310	11,213,852	3,068,031	5,641,128
Basic and diluted earnings/(loss) per share (kobo)		89	282	77	142

The accompanying notes on pages 9 to 19 form an integral part of these financial statements.

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Statement of profit or loss and other comprehensive income

	Note	Company			
		Quarter to date 28 Feb 2023	Year to date 28 Feb 2023	Quarter to date 28 Feb 2022	Year to date 28 Feb 2022
		₦'000	₦'000	₦'000	₦'000
Revenue		18,044,053	53,109,148	16,648,615	43,751,559
Cost of sales		(12,534,923)	(39,347,297)	(12,758,311)	(34,007,984)
Gross profit		5,509,130	13,761,851	3,890,304	9,743,575
Selling and distribution expenses		(2,120,267)	(6,271,143)	(2,070,469)	(5,456,248)
Impairment of trade receivables		(41,300)	(121,645)	(75,100)	(70,332)
Administrative expenses		(1,219,040)	(4,320,831)	(1,459,931)	(4,844,460)
Exchange loss		(1,419,084)	(3,441,655)	(257,077)	(1,185,950)
Operating loss		709,440	(393,423)	27,726	(1,813,414)
Other income	20	110,491	6,277,576	2,622,686	5,793,383
Interest income		1,297,509	2,725,708	265,682	574,249
Interest cost		-	(1,439)	(2)	(457)
Net interest income		1,297,509	2,724,269	265,680	573,792
Profit before tax		2,117,440	8,608,422	2,916,092	4,553,762
Income tax expense		(600,871)	(1,377,919)	(244,408)	(846,120)
Profit for the year		1,516,569	7,230,503	2,671,684	3,707,641
Total comprehensive income/(expense) for the year		1,516,569	7,230,503	2,671,684	3,707,641
Equity holders of the parent company		1,516,569	7,230,503	2,671,684	3,707,641
Non-controlling interest		-	-	-	-
		1,516,569	7,230,503	2,671,684	3,707,641
Basic and diluted earnings/(loss) per share (kobo)		38	182	67	93

The accompanying notes on pages 9 to 19 form an integral part of these financial statements.

Consolidated and separate statement of financial position as at 28 February 2023

	Notes	The Group		The Company	
		Q3, 2022/23	Year End 2021/22	Q3, 2022/23	Year End 2021/22
		N'000	N'000	N'000	N'000
Assets					
Non-current assets					
Property, plant and equipment	2a	15,717,281	16,490,087	14,230,824	15,137,428
Right-of-use assets	2b	-	92,879	-	64,612
Intangible Assets	2c	450,338	529,808	450,338	529,808
Investments in subsidiaries	3	-	-	504,406	504,406
Investment property	4	1,604,660	1,646,739	1,604,660	1,646,739
Deferred Taxation	16	281,734	281,734	-	-
Other long-term receivables	5a & 5b	-	47,321	7,633,800	47,321
		18,054,013	19,088,568	24,424,028	17,930,314
Current assets					
Inventories	6	31,828,021	26,891,779	20,295,135	19,263,284
Trade and other receivables	7	12,106,222	8,246,788	9,143,347	4,748,003
Other assets	8	1,895,334	1,187,151	1,879,276	1,187,151
Deposits for imports	9	1,578,361	622,076	182,883	324,820
Cash and cash equivalents	10	86,650,393	52,845,333	49,046,566	35,830,975
		134,058,331	89,793,126	80,547,207	61,354,231
Assets held for sale	23	-	590,990	-	590,990
Total assets		152,112,344	109,472,684	104,971,235	79,875,535
Equity					
Ordinary share capital	11	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		31,509,007	25,301,572	18,228,961	15,008,640
Equity attributable to equity holders of the company		40,372,514	34,165,079	27,092,468	23,872,147
Non controlling interest		4,570,987	3,574,752	-	-
Total equity		44,943,501	37,739,831	27,092,468	23,872,147
Liabilities					
Non-current liabilities					
Borrowings	15	18,574,034	-	18,574,034	-
Deferred income	14	-	9,145	-	9,145
Other long term liabilities	14	-	-	-	-
Lease liability	2b	-	36,133	-	22,668
Deferred taxation	17	5,360,236	5,360,236	5,360,236	5,360,236
Provisions	18	204,178	248,817	-	-
		24,138,449	5,654,332	23,934,270	5,392,049
Current liabilities					
Bank Loans	10	5,197,166	-	-	-
Trade and other payables	13	72,931,939	60,992,554	51,797,650	48,481,317
Lease liability	2b	-	56,746	-	41,944
Deferred income	14	92,124	55,980	92,124	55,980
Contract liabilities	14	419,275	1,161,393	419,275	572,350
Current taxation payable	16	4,291,395	3,697,277	1,635,448	1,459,748
Provisions	18	98,495	114,571	-	-
		83,030,395	66,078,522	53,944,497	50,611,339
Total liabilities		107,168,844	71,732,853	77,878,768	56,003,388
Net equity and liabilities		152,112,344	109,472,684	104,971,235	79,875,535

The 3rd quarter(Q3, 2022/23) unaudited financial statements were approved and authorised for issue by the board of directors on 24 March 2023 and signed on its behalf by:



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



Mr. Brian Egan
Executive Director



Mr. Ehiedu Harding
Group Financial Controller
FRC/2012/ICAN/00000000618



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

* Mr Brian Egan's FRC number is being processed

The notes on pages 9 to 19 are an integral part of these financial statements

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Consolidated and separate statement of changes in equity

	The Group				
	Attributable to owners of the company				
	Share capital ₦'000	Share premium ₦'000	Retained earnings ₦'000	Non controlling interest ₦'000	Total ₦'000
At 1 June 2021	1,985,238	6,878,269	20,059,932	2,845,542	31,768,981
Profit for the year	-	-	5,970,115	729,210	6,699,325
Total comprehensive income for the year	-	-	5,970,115	729,210	6,699,325
Transactions with owners:					-
Dividend paid relating to year ended 31 May 2021			(992,620)		(992,620)
Unclaimed dividend forfeited			264,145		264,145
Total transaction with owners	-	-	(728,475)	-	(728,475)
At 31 May 2022	1,985,238	6,878,269	25,301,572	3,574,752	37,739,831
At 1 June 2022	1,985,238	6,878,269	25,301,572	3,574,752	37,739,831
Profit for the period	-	-	10,217,617	996,235	11,213,852
Total comprehensive income for the period	-	-	10,217,617	996,235	11,213,852
Transactions with owners:					-
Dividend paid relating to year ended 31 May 2022			(4,010,182)		-
Unclaimed dividend forfeited			-		-
Total transaction with owners	-	-	(4,010,182)	-	(4,010,182)
At 28 Feb 2023	1,985,238	6,878,269	31,509,007	4,570,987	44,943,501
At 28 Feb 2022	1,985,238	6,878,269	26,871,917	3,468,676	39,204,100

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Statement of changes in equity

	Company				
	Attributable to owners of the company				
	Share capital ₦'000	Share premium ₦'000	Retained earnings ₦'000	Non controlling interest ₦'000	Total ₦'000
At 1 June 2021	1,985,238	6,878,269	11,953,463	-	20,816,970
Profit for the year	-	-	3,783,652	-	3,783,652
Total comprehensive income for the year	-	-	3,783,652	-	3,783,652
Transactions with owners:					
Dividend paid relating to year ended 31 May 2020			(992,620)		(992,620)
Unclaimed dividend forfeited			264,145		264,145
Total transaction with owners	-	-	(728,475)	-	(728,475)
At 31 May 2022	1,985,238	6,878,269	15,008,640	-	23,872,147
At 1 June 2022	1,985,238	6,878,269	15,008,640	-	23,872,147
Profit for the year	-	-	7,230,503	-	7,230,503
Total comprehensive income for the year	-	-	7,230,503	-	7,230,503
Transactions with owners:					
Dividend paid relating to year ended 31 May 2022			(4,010,182)		(4,010,182)
Unclaimed dividend forfeited			-		-
Total transaction with owners	-	-	(4,010,182)	-	(4,010,182)
At 28 Feb 2023	1,985,238	6,878,269	18,228,961	-	27,092,468
At 28 Feb 2022	1,985,238	6,878,269	16,896,981	-	25,760,488

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Consolidated and separate statement of cash flows

	Notes	The Group			The Company		
		Q3 2022/23 N'000	Q3 2021/22 N'000	Year End 2021/22 N'000	Q3 2022/23 N'000	Q3 2021/22 N'000	Year End 2021/22 N'000
Cash flows from operating activities							
Cash generated from operations	19	6,275,925	11,337,046	24,694,838	(10,260,080)	10,697,569	15,254,338
Taxation		(2,490,951)	(999,457)	(1,243,856)	(1,202,219)	(940,131)	(1,184,539)
Net cash flow generated from operating activities		3,784,975	10,337,589	23,450,982	(11,462,299)	9,757,438	14,069,799
Cash flows from investing activities							
Interest received		3,278,744	420,879	836,144	2,725,708	574,249	933,042
Purchase of property, plant and equipment	4	(505,377)	(79,704)	(725,262)	(244,511)	(75,675)	(718,792)
Proceeds from sale of property, plant and equipment		6,531,813	9,830,426	9,841,258	6,531,813	9,830,426	9,840,928
Net cash used in investing activities		9,305,179	10,171,601	9,952,140	9,013,010	10,329,000	10,055,178
Cash flows from financing activities							
Interest Expense		(148,580)	(7,485)	(8,939)	(1,439)	(457)	(1,959)
Loan payables		5,197,166	-	-	-	-	-
Lease payment		-	-	(140,658)	-	-	(111,706)
Loan receipt		17,031,902	-	-	17,031,902	-	-
Dividends paid to Company shareholders		(1,365,583)	(992,619)	(992,620)	(1,365,583)	(992,619)	(992,620)
Net cash flow used in financing activities		20,714,906	(1,000,104)	(1,142,217)	15,664,880	(993,076)	(1,106,285)
Net increase in cash, cash equivalents and bank overdrafts		33,805,060	19,509,085	32,260,905	13,215,591	19,093,362	23,018,693
Cash, cash equivalents and bank overdrafts at the beginning of the year		52,845,333	20,584,428	20,584,428	35,830,975	12,812,282	12,812,282
Cash, cash equivalents and bank overdrafts at the end of the year		86,650,393	40,093,514	52,845,333	49,046,566	31,905,644	35,830,975

Notes to the condensed interim 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 Harefield Industrial Nigeria Limited, a related entity.

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.

Notes to the condensed interim financial statements

2a. Property, plant and equipment

The Group						
Otr 3, 2022/23						
Cost	Leasehold land and buildings	Plant and Machinery	Office & IT equipments	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2022	15,341,791	27,688,342	3,596,245	41,540	828,947	47,496,865
Additions	-	-	-	-	505,377	505,377
Transfers	39,924	444,487	61,821	-	(546,232)	-
Reclassifications	-	-	-	-	-	-
Write Off	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
At 28 Feb 2023	15,381,715	28,132,829	3,658,066	41,540	788,092	48,002,242
Depreciation						
At 1 June 2022	5,525,171	22,069,507	3,370,560	41,540	-	31,006,778
Charge for the year	211,676	937,872	128,635	-	-	1,278,183
Reclassifications	-	-	-	-	-	-
On Write off	-	-	-	-	-	-
On Disposals	-	-	-	-	-	-
At 28 Feb 2023	5,736,847	23,007,379	3,499,195	41,540	-	32,284,961
Net book values						
At 28 Feb 2023	9,644,867	5,125,451	158,871	-	788,092	15,717,281
2021/22						
Cost	Leasehold land and buildings	Plant and Machinery	Office & IT equipments	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2021	19,670,926	27,074,291	3,644,926	564,560	1,248,459	52,203,162
Additions	-	-	-	-	725,262	725,262
Transfers	400,686	641,519	102,569	-	(1,144,774)	-
Reclassification to asset held for sales	(894,279)	-	-	-	-	(894,279)
Reclassification to investment properties	(2,470,870)	-	-	-	-	(2,470,870)
Disposals	(1,364,672)	(27,468)	(151,250)	(523,020)	-	(2,066,410)
At 31 May 2022	15,341,791	27,688,342	3,596,245	41,540	828,947	47,496,865
At 1 June 2021	4,552,848	19,133,129	3,282,528	564,560	-	27,533,065
Charge for the year	370,949	1,737,951	220,968	-	-	2,329,868
Reclassification to asset held for sales	(303,289)	-	-	-	-	(303,289)
Reclassification to investment properties	(824,131)	-	-	-	-	(824,131)
Impairment	2,127,768	1,221,494	12,610	-	-	3,361,872
On Disposals	(398,974)	(23,067)	(145,546)	(523,020)	-	(1,090,607)
At 31 May 2022	5,525,171	22,069,507	3,370,560	41,540	-	31,006,778
Net book values						
At 31 May 2022	9,816,620	5,618,835	225,685	-	828,947	16,490,087
At 31 May 2021	15,118,078	7,941,162	362,398	-	1,248,459	24,670,097

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The Company						
Otr 2, 2022/23						
Cost	Leasehold land and buildings	Plant and Machinery	Office & IT equipments	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2022	14,392,999	25,939,121	3,311,075	9,766	828,946	44,481,907
Additions					244,511	244,511
Transfers	39,924	443,541	48,094	-	(531,558)	-
Reclassifications						-
Write off						-
Disposals						-
At 28 Feb 2023	14,432,923	26,382,662	3,359,169	9,766	541,898	44,726,418
Depreciation						
At 1 June 2022	5,432,616	20,790,836	3,111,261	9,766	-	29,344,479
Charge for the year	193,995	840,585	116,534	-		1,151,114
Reclassifications						-
Write off						-
On disposals						-
At 28 Feb 2023	5,626,611	21,631,421	3,227,795	9,766	-	30,495,593
Net book values						
At 28 Feb 2023	8,806,312	4,751,241	131,373	-	541,898	14,230,824
2020/21						
Cost	Leasehold land and buildings	Plant and Machinery	Office & IT equipments	Motor vehicles	Capital Work in progress	Total
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 June 2021	19,001,362	25,325,123	3,364,631	481,111	970,300	49,142,527
Additions					718,792	718,792
Transfers	121,459	641,466	97,221		(860,146)	-
Reclassification to asset held for sales	(894,279)					(894,279)
Reclassification to investment properties	(2,470,870)					(2,470,870)
Disposals	(1,364,673)	(27,468)	(150,777)	(471,345)		(2,014,263)
At 31 May 2022	14,392,999	25,939,121	3,311,075	9,766	828,946	44,481,907
Depreciation						
At 1 June 2021	4,480,623	18,015,436	3,038,873	481,111	-	26,016,043
Charge for the year	350,619	1,576,973	205,171			2,132,763
Reclassification to asset held for sales	(303,289)					(303,289)
Reclassification to investment properties	(824,131)					(824,131)
Impairment	2,127,768	1,221,494	12,610			3,361,872
On disposals	(398,974)	(23,067)	(145,393)	(471,345)		(1,038,779)
At 31 May 2022	5,432,616	20,790,836	3,111,261	9,766	-	29,344,479
Net book values						
At 31 May 2022	8,960,383	5,148,285	199,814	-	828,946	15,137,428
At 31 May 2021	14,520,739	7,309,687	325,758	-	970,300	23,126,484

Notes to the condensed interim financial statements

2b. Right-of-use asset

Cost	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Opening Balance	588,847	556,522	465,404	453,298	448,698	357,580
Additions	-	32,325	91,118	-	4,600	91,118
Opening Balance	588,847	588,847	556,522	453,298	453,298	448,698
Accumulated Amortizations						
Opening Balance	495,968	355,310	190,362	388,686	276,979	147,856
Charge for the year	92,879	140,658	164,948	64,612	111,707	129,123
Closing charge	588,847	495,968	355,310	453,298	388,686	276,979
Carrying amount						
	-	92,879	201,212	-	64,612	171,719
Lease liability						
Opening balance	92,879	201,212	275,042	64,612	171,719	209,724
Additions	-	-	91,118	-	-	91,118
Payments	(92,879)	(108,333)	(164,948)	(64,612)	(107,107)	(129,123)
Closing charge	-	92,879	201,212	-	64,612	171,719
Non Current	-	36,133	69,506	-	22,668	61,134
Current	-	56,746	131,706	-	41,944	110,585
Total	-	92,879	201,212	-	64,612	171,719

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

Cost	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
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	529,811	423,848	317,885	529,811	423,848	317,885
Charge for the year	79,470	105,963	105,963	79,470	105,963	105,963
Closing charge	609,280	529,811	423,848	609,280	529,811	423,848
Carrying amount						
	450,338	529,808	635,770	450,338	529,808	635,770

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 intangible assets represents cost of Enterprise Resource programme package (SAP) deployed.

Notes to the condensed interim financial statements

3. Investments in subsidiaries	The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
The Company			
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	Proportion of	Proportion of
	Amount	shares held	shares held by
	N'000	%	NCI
HPZ Limited	504,406	74.99	25.01
Total	504,406	74.99	25.01

4. Investment property

	The Group		The Company	
	Q3, 2022/23 N'000	2021/22 N'000	Q3, 2022/23 N'000	2021/22 N'000
Cost				
Opening Balance	2,470,870	-	2,470,870	-
Additions	-	-	-	-
Transfers from Property, plant and equipment	-	2,470,870	-	2,470,870
Opening Balance	2,470,870	2,470,870	2,470,870	2,470,870
Accumulated Amortizations				
Opening Balance	824,131	-	824,131	-
Charge for the year	42,078	-	42,078	-
Transfers from Property, plant and equipment	-	824,131	-	824,131
Closing charge	866,210	824,131	866,210	824,131
Carrying amount				
	1,604,660	1,646,739	1,604,660	1,646,739

Further to the Group's intention to simplify its business, it has reclassified certain assets which it believes falls within the category of an investment property, to align with the requirement of IAS 40 on assets that qualifies as investment property. These properties are not currently used by the business, and some of it have been leased in the short term. However, there are potential for utilisation in the future for business growth such as provision of additional support for export and enhancement of direct customer coverage and market penetration. The fair value of these properties is estimated at N13.05 billion

5a. Other long term receivables

The prepayments over one year relates to rents paid in advance

	Q3, 2022/23	2021/22	2020/21	Q3, 2022/23	2021/22	2020/21
	N'000	N'000	N'000	N'000	N'000	N'000
Advances to HPZ Distributors	-	-	-	-	-	-
Prepayments over 1 year	-	47,321	113,937	-	47,321	113,937
Others	-	-	-	-	-	-
Total	-	47,321	113,937	-	47,321	113,937

5b. Long term loan to subsidiary

During the period ended 28 February 2023, PZ Cussons Nigeria Plc provided a term loan facility to its subsidiary HPZ Ltd amounting to ₦9,296,508,513.60. The loan is repayable over 36 months with an annual interest of 7.5%.

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Opening Balance	-	-	-	-	-	-
Addition	-	-	-	9,296,509	-	-
Interest earned	-	-	-	465,783	-	-
Repayment	-	-	-	(2,128,482)	-	-
Closing balance	-	-	-	7,633,800	-	-

6. Inventories

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Raw materials and consumables	12,966,771	8,251,342	9,577,187	10,710,232	8,148,863	7,251,136
Finished goods and goods for resale	11,519,329	12,103,916	5,669,792	6,594,596	6,345,204	4,393,861
Engineering spares and other stocks	2,367,459	2,602,489	2,458,961	2,323,174	2,188,156	2,267,893
Goods in transit	4,974,462	3,934,032	5,522,024	667,133	2,581,060	1,369,806
Total	31,828,021	26,891,779	23,227,964	20,295,135	19,263,284	15,282,696

7a. Trade and other receivables

Receivables due within one year:	Group			Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Trade receivables	7,434,440	5,882,011	6,635,416	4,992,206	2,522,733	2,723,451
Less: provision for impairment of trade receivables	(757,502)	(592,188)	(443,134)	(569,958)	(448,312)	(361,774)
Net trade receivables	6,676,938	5,289,823	6,192,282	4,422,248	2,074,421	2,361,677
Receivables from subsidiary companies	-	-	-	0	-	5,368,797
Receivables from related party companies	2,844,339	1,370,317	6,941,692	2,844,339	1,290,630	6,304,553
WHT credit note receivable	1,340,346	662,885	761,259	940,464	490,300	547,022
Other receivables	1,244,598	923,763	1,004,650	936,295	892,652	740,818
Total	12,106,222	8,246,788	14,899,883	9,143,347	4,748,003	15,322,867

Notes to the condensed interim financial statements

7b. Trade and other receivables continued

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Movements in the provision for impairment of trade receivables are as follows:						
Opening	(592,188)	(1,233,054)	(1,126,844)	(448,312)	(871,275)	(772,301)
Provision for receivables impairment	(165,313.8)	640,866	(106,210)	(121,645)	422,963	(98,974)
Receivables written off during the year	-	-	-	-	-	-
Closing	(757,502)	(592,188)	(1,233,054)	(569,958)	(448,312)	(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.

8. Other current assets

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Prepayments	329,801	273,282	266,122	324,643	273,282	266,122
Advance to Distributors & Suppliers	1,565,532	913,868	1,138,862	1,554,634	913,868	1,004,905
	1,895,334	1,187,151	1,404,984	1,879,276	1,187,151	1,271,027

9. Deposits for imports

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Deliverable Forwards	-	-	-	-	-	-
Deposits for Letters of credits	1,578,361	622,076	615,194	182,883	324,820	127,520
	1,578,361	622,076	615,194	182,883	324,820	127,520

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. 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.

10. Cash and cash equivalents

	The Group			The Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Cash at bank	86,650,393	52,845,333	20,584,428	49,046,566	35,830,975	12,812,282
Bank Loans	(5,197,166)	-	-	-	-	-
Cash and cash equivalents	81,453,227	52,845,333	20,584,428	49,046,566	35,830,975	12,812,282

The bank loans relates to trade facility(Confirmed LCs) advanced to subsidiary (HPZ) by Nigeria banks and are denominated in US Dollars & Chinese Yuan (Renminbi). There were no assets pledged as security for borrowing.

Notes to the condensed interim financial statements

11. Ordinary share capital

Group and company	Q3, 2022/23	
	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 2021/2022	
	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

12. 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).

Notes to the condensed interim financial statements

13 Trade and other payables

	Group			Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Trade payables	11,009,894	4,616,152	10,155,646	2,980,060	2,499,298	3,315,603
Unclaimed Dividend	1,496,531	1,597,570	1,915,611	1,496,531	1,597,570	1,915,611
Accruals	4,938,857	8,341,028	5,602,519	2,170,477	6,265,830	3,492,408
Amounts owed to subsidiaries	-	-	-	2,547,737	4,157,648	6,590,201
Amounts owed to related parties	53,286,997	43,835,304	24,183,977	40,721,257	32,243,179	21,607,362
Sundry creditors	2,199,661	2,602,500	4,815,970	1,881,587	1,717,791	4,264,250
Total	72,931,939	60,992,554	46,673,724	51,797,650	48,481,317	41,185,435
	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.

14 Deferred Income & Contract liabilities

	Group			Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Advance from customers(Contract liabilities)	419,275	1,161,393	54,442	419,275	572,350	-
Rent income received in advance	92,124	55,980	27,432	92,124	55,980	27,432
		126,626	-			
	511,399	1,343,999	81,874	511,399	628,330	

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		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Non-Current	-	9,145	61,047	-	9,145	5,025
Non-Current		-				
Current	511,399	1,217,373	20,827	511,399	628,329	276,551
	511,399	1,226,518	81,874	511,399	637,474	281,575

15 Borrowings

The borrowings relates to loan received from ultimate parent company - PZ Cussons(Holding) Limited, UK, in July 2022 based on agreement signed in June 2022. The facility amount is \$40.26 million and it is non-interest bearing.

	Group			Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
Opening Balance	-	-	-	-	-	-
Additions	17,031,902	-	-	17,031,902	-	-
Foreign currency revaluation adjustment	1,542,132	-	-	1,542,132	-	-
Payment	-	-	-	-	-	-
Closing Balance	18,574,034	-	-	18,574,034	-	-

Notes to the condensed interim financial statements

16. Taxation

Current tax payable	Group			Company		
	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000	Q3, 2022/23 N'000	2021/22 N'000	2020/21 N'000
At 1 June	3,697,277	1,894,465	762,650	1,459,748	1,105,136	147,223
Effect on initial application of IFRIC 23 - prior year	-	-	-	-	-	-
Effect on initial application of IFRIC 23 - current year	-	-	-	-	-	-
Charge for the year & CGT	3,085,069	3,046,668	1,390,807	1,377,919	1,539,151	1,216,905
Prior year adjustment	-	-	-	-	-	-
WHT Utilised during the year	-	-	-	-	-	-
Payment during the year	(2,490,951)	(1,243,856)	(258,992)	(1,202,219)	(1,184,539)	(258,992)
Payment during the year(ECC)	-	-	-	-	-	-
Closing balance	4,291,395	3,697,277	1,894,465	1,635,448	1,459,748	1,105,136

17. Deferred taxation

The Group

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2021	(471,798)	5,288,269	4,816,471
Charge to income statement	169,394	92,637	262,031
At 31 May 2022	(302,404)	5,380,906	5,078,502
Adjustments	-	-	-
Charge to income statement	-	-	-
At 28 Feb 2023	(302,404)	5,380,906	5,078,502

The Company

	Property plant and equipment N'000	Provisions N'000	Total N'000
At 1 June 2021	2,554,747	3,253,126	5,807,873
Charge to income statement	(124,226)	(323,410)	(447,637)
At 31 May 2022	2,430,521	2,929,716	5,360,236
Adjustments	-	-	-
Charge to income statement	-	-	-
At 28 Feb 2023	2,430,521	2,929,716	5,360,236

	The Group N'000	The Company N'000
Deferred tax assets	(281,734)	-
Deferred tax liabilities	5,360,236	5,360,236
	5,078,502	5,360,236

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.

18. Provisions

Warranty provisions	The Group		
	Q3, 2022/23 N'000	Full Year 2022 N'000	Full Year 2021 N'000
Opening Balance	363,389	406,840	344,848
Charged to the income statement	126,576	385,728	452,407
Utilised in the year	(187,292)	(429,179)	(390,415)
Closing Balance	302,673	363,389	406,840

The ageing of the provisions are as follows:

	Q3, 2022/23 N'000	Full Year 2022 N'000	Full Year 2021 N'000
Within 12 months	98,495	114,571	125,023
Greater than 12 months	204,178	248,817	281,817
Total	302,673	363,389	406,840

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

Notes to the condensed interim financial statements

19 Cash generated from operating activities

	Group			Company		
	Q3, 2022/23 N'000	Q3, 2021/22 N'000	Year End 2021/22 N'000	Q3, 2022/23 N'000	Q3, 2021/22 N'000	Year End 2021/22 N'000
Cash flows from operating activities						
Profit before taxation	14,298,920	6,312,249	10,008,024	8,608,422	4,553,762	4,875,166
Adjustment to reconcile net income to cash provided:						
Depreciation	1,278,183	1,330,678	2,329,868	1,151,114	1,182,349	2,132,763
Depreciation - right of use assets	92,879	123,711	140,658	64,612	96,842	111,707
Amortization charge	79,470	79,470	105,962	79,470	79,470	105,962
Write off property, plant & equipment	-	3,426,538	3,361,872	-	3,426,538	3,361,872
(Profit)/loss on disposal of fixed assets	(5,940,822)	(8,860,179)	(8,865,457)	(5,940,822)	(8,860,179)	(8,865,444)
Interest expense	148,580	7,485	8,939	1,439	457	1,959
Interest income	(3,278,744)	(420,879)	(836,144)	(2,725,708)	(574,249)	(933,042)
	6,678,466	1,999,074	6,253,723	1,238,526	(95,009)	790,942
Changes in assets and liabilities in:						
Trade and other receivables	(3,812,113)	2,385,448	1,767,033	(11,981,823)	6,731,365	320,004
Other assets	(117,193)	(905,701)	170,513	(101,136)	(950,282)	36,556
Deposit for imports	(956,285)	(460,624)	(6,882)	141,936	(542,802)	(197,300)
Inventories	(4,936,243)	(1,464,388)	(3,663,815)	(1,031,851)	(2,439,108)	(3,980,587)
Payables and provisions	9,419,294	9,783,238	20,174,266	1,474,268	7,993,406	18,284,724
Cash flows from operating activities	6,275,925	11,337,046	24,694,838	(10,260,080)	10,697,569	15,254,338

20 Other incomes

	Group		Company	
	Q3, 2022/23 N'000	Q2, 2021/22 N'000	Q3, 2022/23 N'000	Q2, 2021/22 N'000
Rental income	231,325	117,086	336,753	187,371
Profit on disposal of fixed asset	5,940,822	2,983,327	5,940,822	2,983,327
	6,172,147	3,100,412	6,277,576	3,170,698

The profit on disposal of fixed asset relates to the sale of non-core residential property at Ikoyi, Lagos state. The Company received N6.53 billion as net consideration resulting in a profit of N5.94 billion.

21 Events after reporting date

There are no significant subsequent events, which could have had a material effect on the financial statements of the Group as at 28 February 2023 that have not been adequately provided for or disclosed in the financial statements.

22 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.

23 Assets held for sale

At the close of the 2022 financial year, the management committed to a plan to sell none core residential assets. Most of the assets had been sold except one. Accordingly, the remaining property was presented as 'Asset held for sales' at a carrying amount of N591 million as at 31 May 2022 with efforts to sell the asset already at an advance stage. The sale is was concluded in November 2022 which falls into the second quarter of the 2022/23 financial year.

	Group		Company	
	Q3, 2022/23 N'000	2021/2022 N'000	Q3, 2022/23 N'000	2021/2022 N'000
Opening balance	590,990	590,990	590,990	590,990
Additions	-	-	-	-
Disposal(Note 20)	(590,990)	-	(590,990)	-
Closing balance	-	590,990	-	590,990

Notes to the condensed interim financial statements

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Free Float Computation

Shareholding Structure/Free Float Status

Description	28-Feb-23		28-Feb-22	
	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	2,909,349,788	73.27%	2,909,565,546	73.28%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Substantial Shareholdings	2,909,349,788	73.27%	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%
Mr. P. Usoro, SAN	1,000,000	0.03%	1,000,000	0.03%
Mrs. I.M.O Okauru, MFR	59,713	0.00%	-	0.00%
		0.00%		0.00%
		0.00%		0.00%
		0.00%		0.00%
Total Directors' Shareholdings	1,063,602	0.03%	1,003,889	0.03%
Other Influential Shareholdings				
AMCON & PFA	98,793,459	2.49%	-	0.00%
		0.00%		0.00%
Total Other Influential Shareholdings	98,793,459	2.49%	0	0.00%
Free Float in Units and Percentage	961,270,151	24.21%	1,059,907,565	26.69%
Free Float in Value	₦ 9,804,955,540.20		₦ 9,804,144,976.25	

Declaration:

- (A) PZ Cussons Nigeria Plc with a free float percentage of 26.7% as at 28 February 2023, 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 N9,804,144,976.25 as at 28 February 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.