

**Eterna Plc**  
**IFRS Financial Statements for first Quarter**  
**ended 31 March 2020**

**Eterna Plc**  
**Consolidated Financial Statements For First Quarter Ended 31st March 2020**

**Consolidated statement of profit or loss and other comprehensive income for first quarter ended 31st March 2020**

	Note	Group		Company	
		31 March	31 March	31 March	31 March
		2020 N'000	2019 N'000	2020 N'000	2019 N'000
Revenue	6	17,545,002	60,472,739	17,495,149	60,472,739
Cost of sales	7.1	(16,265,397)	(59,067,820)	(16,261,968)	(59,103,320)
<b>Gross profit</b>		<b>1,279,605</b>	<b>1,404,919</b>	<b>1,233,181</b>	<b>1,369,419</b>
Selling and distribution expenses	7.2	(23,704)	(10,466)	(23,474)	(10,071)
General and administrative expenses	7.3	(781,989)	(752,795)	(727,470)	(689,725)
Other income	11	7,765	6,751	7,665	6,751
Foreign exchange gain / (Loss)	12.1	(376,461)	89,427	(376,461)	89,427
<b>Operating profit</b>		<b>105,216</b>	<b>737,836</b>	<b>113,441</b>	<b>765,801</b>
Finance income	12	4,393	57,882	4,393	57,882
Finance cost	13	(383,733)	(293,595)	(383,732)	(293,595)
<b>Profit before tax</b>		<b>(274,124)</b>	<b>502,123</b>	<b>(265,898)</b>	<b>530,087</b>
Taxation	14	(84,156)	(160,679)	(83,906)	(169,628)
<b>Profit for the year</b>		<b>(358,280)</b>	<b>341,443</b>	<b>(349,805)</b>	<b>360,459</b>
<b>Attributable to:</b>					
– Owners of the parent		(358,280)	341,443	(349,805)	360,459
– Non-controlling interests		-	-	-	-
		<b>(358,280)</b>	<b>341,443</b>	<b>(349,805)</b>	<b>360,459</b>
<b>Other Comprehensive Income:</b>					
<b>(a) Items that will not be reclassified to profit &amp; loss</b>					
Actuarial gains or (losses)	24	-	-	-	-
Tax effect of other comprehensive income		-	-	-	-
Other comprehensive income net of tax		-	-	-	-
<b>(b) Items that may subsequently be reclassified to profit &amp; loss</b>		-	-	-	-
<b>Total comprehensive income for the year</b>		<b>(358,280)</b>	<b>341,443</b>	<b>(349,805)</b>	<b>360,459</b>
<b>Attributable to:</b>					
– Owners of the parent		(358,280)	341,443	(349,805)	360,459
– Non-controlling interests		-	-	-	-
<b>Total comprehensive income for the year</b>		<b>(358,280)</b>	<b>341,443</b>	<b>(349,805)</b>	<b>360,459</b>
<b>Earnings per share:</b>					
Basic	29	(0.27)	0.26	(0.27)	0.28
Diluted	29	(0.27)	0.26	(0.27)	0.28

**Consolidated statement of financial position**

	Note	Group		Company	
		31 March	31 December	31 March	31 December
		2020 N'000	2019 N'000	2020 N'000	2019 N'000
<b>Non-current assets</b>					
Property, plant and equipment	15	9,857,852	9,771,625	9,282,762	9,183,311
Intangible assets	15	91,928	96,002	94,124	96,002
Right of Use	16	1,973,925	2,044,955	1,973,925	2,044,955
Other investments	18	558,868	558,868	558,868	558,868
Investment in subsidiaries	18	-	-	50,990	50,990
		<u>12,482,574</u>	<u>12,471,450</u>	<u>11,960,669</u>	<u>11,934,126</u>
<b>Current assets</b>					
Inventory	20	6,651,668	5,296,762	6,631,522	5,255,550
Trade and other receivables	21	9,965,054	9,445,485	10,291,932	9,835,357
Prepayments	17	192,500	148,618	189,015	146,727
Cash and bank balances	22	2,584,676	1,171,071	2,758,428	1,138,414
		<u>19,393,898</u>	<u>16,061,936</u>	<u>19,870,897</u>	<u>16,376,048</u>
<b>Total assets</b>		<b><u>31,876,472</u></b>	<b><u>28,533,386</u></b>	<b><u>31,831,566</u></b>	<b><u>28,310,174</u></b>
<b>Non-current liabilities</b>					
Borrowings	23	534,880	345,429	534,880	345,429
Lease Liability	27	10,550	10,162	10,550	10,162
Deferred tax liability	19	1,559,425	1,559,425	1,600,426	1,600,426
Decommissioning liability	25	100,614	100,614	90,360	90,360
Employee benefit liability	24	0	0	0	0
		<u>2,205,469</u>	<u>2,015,630</u>	<u>2,236,216</u>	<u>2,046,377</u>
<b>Current liabilities</b>					
Trade and other payables	26	8,847,554	4,951,516	8,822,187	4,907,284
Borrowings	23	8,829,563	8,686,758	8,829,563	8,686,758
Derivative liability	22	-	-	-	-
Tax payable	14	(55,714)	471,603	(31,705)	344,646
		<u>17,621,403</u>	<u>14,109,877</u>	<u>17,620,045</u>	<u>13,938,688</u>
<b>Total liabilities</b>		<b><u>19,826,872</u></b>	<b><u>16,125,506</u></b>	<b><u>19,856,261</u></b>	<b><u>15,985,065</u></b>
<b>Equity attributable to shareholders</b>					
Share capital	28	652,072	652,072	652,072	652,072
Share premium	28	5,796,053	5,796,053	5,796,053	5,796,053
Other reserves		(44,042)	(44,042)	(44,042)	(44,042)
Retained earnings		5,645,456	6,003,736	5,571,222	5,921,027
		<u>12,049,539</u>	<u>12,407,819</u>	<u>11,975,305</u>	<u>12,325,110</u>
Non -controlling interest		61	61	-	-
<b>Total equity</b>		<b><u>12,049,600</u></b>	<b><u>12,407,880</u></b>	<b><u>11,975,305</u></b>	<b><u>12,325,110</u></b>
<b>Total equity and liabilities</b>		<b><u>31,876,472</u></b>	<b><u>28,533,386</u></b>	<b><u>31,831,566</u></b>	<b><u>28,310,174</u></b>

The financial statements were approved by the board of directors and authorised for issue on the 22nd day of May 2020. They were signed on its behalf by:



**Kudi Badmus**  
Executive Director /Chief Financial Officer  
FRC/2016/ICAN/00000014237



**Mahmud Tukur**  
Managing Director/Chief Executive Officer  
FRC /2013/IODN/00000004443

**Consolidated statement of changes in equity**

	Attributable to equity holders of the parent						Total Equity
	Group						
	Share Capital	Share premium	Retained Earnings	Other Reserves	Total amount attributable to equity holders	Non - controlling interest	
N'000	N'000	N'000	N'000	N'000	N'000	N'000	
<b>Balance at 1 January 2019</b>	652,072	5,796,053	6,474,042	(44,042)	12,878,125	80	12,878,205
<b>Adjusted Balance at 1 January 2019</b>	<b>652,072</b>	<b>5,796,053</b>	<b>6,474,042</b>	<b>(44,042)</b>	<b>12,878,125</b>	<b>80</b>	<b>12,878,205</b>
<b>Comprehensive income</b>							
Profit for the year	-	-	(144,270)		(144,270)	(19)	(144,289)
<b>Other Comprehensive income</b>							
- Actuarial gains net of tax	-	-		-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(144,270)</b>	<b>-</b>	<b>(144,270)</b>	<b>(19)</b>	<b>(144,289)</b>
<b>Transaction with owners</b>							
Dividend paid	-	-	(326,036)		(326,036)	-	(326,036)
<b>At 31 December 2019</b>	<b>652,072</b>	<b>5,796,053</b>	<b>6,003,736</b>	<b>(44,042)</b>	<b>12,407,819</b>	<b>61</b>	<b>12,407,880</b>
<b>Balance at 1 January 2020</b>	652,072	5,796,053	6,003,736	(44,042)	12,407,819	61	12,407,880
<b>Comprehensive income</b>							
Profit for the year	-	-	(358,280)		(358,280)	-	(358,280)
<b>Other Comprehensive income</b>							
- Actuarial gains net of tax	-	-		-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(358,280)</b>	<b>-</b>	<b>(358,280)</b>	<b>-</b>	<b>(358,280)</b>
<b>Transaction with owners</b>							
Dividend Paid	-	-	-		-	-	-
<b>At 31 March 2020</b>	<b>652,072</b>	<b>5,796,053</b>	<b>5,645,456</b>	<b>(44,042)</b>	<b>12,049,539</b>	<b>61</b>	<b>12,049,600</b>

	Company				
	Share capital N'000	Share premium N'000	Retained earnings N'000	Other Reserves N'000	Total Equity N'000
<b>Balance at 1 January 2019</b>	652,072	5,796,053	6,295,667	(44,042)	12,699,750
<b>Comprehensive income</b>					
Profit for the year			(48,604)		(48,604)
<b>Other Comprehensive income</b>					
- Actuarial gains net of tax	-	-		-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(48,604)</b>	<b>-</b>	<b>(48,604)</b>
<b>Transaction with owners</b>					
Dividend paid	-	-	(326,036)		(326,036)
<b>At 31 December 2019</b>	<b>652,072</b>	<b>5,796,053</b>	<b>5,921,027</b>	<b>(44,042)</b>	<b>12,325,110</b>
<b>Balance at 1 January 2019</b>	652,072	5,796,053	5,921,027	(44,042)	12,325,110
<b>Comprehensive income</b>					
Profit for the year			(349,805)		(349,805)
<b>Other Comprehensive income</b>					
- Actuarial gains net of tax	-	-		-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(349,805)</b>	<b>-</b>	<b>(349,805)</b>
<b>Transaction with owners</b>					
Dividend Paid	-	-	-		-
<b>At 31 March 2020</b>	<b>652,072</b>	<b>5,796,053</b>	<b>5,571,222</b>	<b>(44,042)</b>	<b>11,975,305</b>

The notes on pages 12 to 38 form an integral part of these financial statements

**Eterna Plc**  
**Consolidated Financial Statements For First Quarter Ended 31st March 2020**

**Consolidated statement of cash flows**

	Note	Group		Company	
		31 March 2020 N'000	31 December 2019 N'000	31 March 2020 N'000	31 December 2019 N'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Profit on ordinary activities before interest and taxation		105,216	1,559,925	113,441	1,704,454
<b>Adjustments for non-cash items:</b>					
Depreciation	15	217,477	593,287	185,840	525,225
Amortisation of Intangible Assets	15	7,070	19,450	6,973	19,450
Amortisation of long term prepayments	16	96,471	254,615	96,471	254,615
Bad Debt written off	7.3	23	7,420	23	7,420
Provision no longer required	11	-	(3,622)	-	(3,622)
Gain/Loss on disposals of property, plant and equipment	7.3	2,850	(687)	2,850	(1,363)
Property, plant & equipment and Intangible assets Written off	15	3,888	14,024	3,212	14,022
Change in the unwinding effects on Decommissioning cost	24	-	19,123	-	17,693
Finance cost on Trading	22	520,160	1,854,241	520,160	1,854,241
Increase/(Decrease) in employees benefits	23	-	5,035	-	5,036
		<b>953,155</b>	<b>4,464,454</b>	<b>928,970</b>	<b>4,538,813</b>
<b>Changes in working capital:</b>					
(Increase) in inventory	19	(1,699,759)	2,861,979	(1,571,708)	2,819,476
(Increase) / decrease in debtors	20	(519,592)	21,371,118	(456,598)	21,137,578
(Increase) / decrease in Short term prepayment	15	(55,323)	14,126	(53,729)	12,705
Increase/(decrease) in payables	24	3,896,038	(18,431,466)	3,914,903	(18,444,206)
		<b>1,621,364</b>	<b>5,815,757</b>	<b>1,832,868</b>	<b>5,525,553</b>
<b>Cash flows generated used in operating activities</b>		<b>2,574,519</b>	<b>10,280,211</b>	<b>2,761,838</b>	<b>10,064,366</b>
Tax paid	14	-	(730,949)	-	(640,487)
<b>Net cash generated used in operating activities</b>		<b>2,574,519</b>	<b>9,549,262</b>	<b>2,761,838</b>	<b>9,423,879</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Purchase of property, plant and equipment	15	(310,443)	(2,039,625)	(291,354)	(1,948,560)
Proceeds on disposal of Property, plant and equipment	15	-	-	-	-
Purchase of Intangible assets	15	(3,119)	(10,099)	(3,118)	(10,099)
Payments for leasehold properties	16	(14,000)	(1,335,375)	(14,000)	(1,335,375)
Employee benefits Paid	24	(249,523)	(249,523)	(249,523)	(249,523)
Investment payment	17	-	(5,000)	-	(5,000)
Interest received	12	4,393	239,097	4,393	239,097
<b>Net cash used in investing activities</b>		<b>(572,692)</b>	<b>(3,400,525)</b>	<b>(553,602)</b>	<b>(3,309,460)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>					
Proceeds from borrowings	23	13,334,545	50,729,949	13,334,545	50,729,949
Repayment of borrowings and interest	23	(13,539,413)	(59,212,648)	(13,539,413)	(59,212,648)
Dividend Paid		-	(326,036)	-	(326,036)
Other Finance cost	13	(312,826)	(1,225,975)	(312,827)	(1,224,242)
<b>Net cash generated from financing activities</b>		<b>(517,695)</b>	<b>(10,034,710)</b>	<b>(517,696)</b>	<b>(10,032,977)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>		<b>1,484,132</b>	<b>(3,885,974)</b>	<b>1,690,540</b>	<b>(3,918,558)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>		<b>155,308</b>	<b>4,041,282</b>	<b>122,651</b>	<b>4,041,209</b>
<b>CASH AND CASH EQUIVALENTS AS AT 31 DECEMBER 2017</b>	21	<b>1,639,440</b>	<b>155,308</b>	<b>1,813,191</b>	<b>122,651</b>

The notes on pages 11 to 39 form an integral part of these financial statements

**Notes to the consolidated financial statements**

		N'ooo			
		Group		Company	
		2020	2019	2020	2019
<b>6</b>	<b>Revenue</b>				
	Trading	713,850	48,088,943	713,850	48,088,943
	Fuel	12,844,554	9,891,503	12,844,554	9,891,503
	Lubricants	1,993,035	2,021,346	1,943,182	2,021,346
	Others	1,993,563	470,947	1,993,563	470,947
		<b>17,545,002</b>	<b>60,472,739</b>	<b>17,495,149</b>	<b>60,472,739</b>
<b>7</b>	<b>Expenses by nature</b>				
		Group		Company	
		2020	2019	2020	2019
<b>7.1</b>	<b>Cost of sales</b>				
	Material cost	15,379,935	58,915,201	15,376,506	58,950,701
	Delivery cost	885,462	152,619	885,462	152,619
		<b>16,265,397</b>	<b>59,067,820</b>	<b>16,261,968</b>	<b>59,103,320</b>
<b>7.2</b>	<b>Selling and Distribution expenses</b>				
		Group		Company	
		2020	2019	2020	2019
	Marketing and sales commission	22,655	9,173	22,617	9,173
	Sampling and analysis	1,049	1,293	857	898
		<b>23,704</b>	<b>10,466</b>	<b>23,474</b>	<b>10,071</b>
<b>7.3</b>	<b>General and Administration expenses</b>				
		Group		Company	
		2020	2019	2020	2019
	Staff costs	206,774	199,193	188,443	183,943
	Legal and Professional fees	46,200	115,592	46,200	110,447
	Depreciation	149,842	137,594	153,715	118,649
	Employee welfare	1,473	97	1,473	97
	rent	81,696	50,591	81,696	50,581
	Travelling	16,948	14,156	16,524	11,525
	Entertainment	10,677	4,351	10,499	4,238
	Repairs and Maintenance	67,280	59,064	57,333	48,691
	Marketing and Business Development	34,555	20,184	34,518	20,155
	Other expenses	2,703	123	2,703	123
	communication	5,216	11,590	5,137	10,499
	stationery	1,609	1,831	1,107	1,752
	Security	12,420	7,611	10,454	7,778
	medical	7,448	6,723	7,107	5,586
	insurance	19,478	11,884	19,478	11,884
	Licence fees	26,601	13,419	25,983	12,009
	Directors remuneration	16,750	16,750	16,750	16,750
	Amortisation on Prepayments	20,691	17,231	-	17,231
	Bad Debt	23	1	23	1
	Pension costs	10,767	10,765	9,623	9,775
	Audit Fees	10,000	10,000	7,500	7,500
	Amortisation of Intangible assets	5,093	4,956	5,093	4,956
	Loss on disposal of property, plant and equipment	2,850	(196)	2,850	(872)
	Investors' Relation	-	2,046	-	2,046
	Board Expenses	2,700	8,580	2,700	8,580
	utilities	10,440	6,383	9,370	3,996
	Health and Safety	7,703	10,101	7,703	9,729
	Retirement benefits costs	-	-	-	-
	Training and Development	4,052	12,177	3,489	12,078
	Accretion charge	-	-	-	-
	Allowance for impairment	-	-	-	-
	Total cost of sales, distribution costs and administrative expenses	<b>781,989</b>	<b>752,795</b>	<b>727,470</b>	<b>689,725</b>

**Notes to the consolidated financial statements**

		N'000			
<b>Expenses by function</b>		<b>Group</b>		<b>Company</b>	
		<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b>8</b>	Cost of sales	16,265,397	59,067,820	16,261,968	59,103,320
	Selling and Distribution expenses	23,704	10,466	23,474	10,071
	General and Administration expenses	781,989	752,795	727,470	689,725
		<b>17,071,090</b>	<b>59,831,081</b>	<b>17,012,912</b>	<b>59,803,116</b>
<b>9</b>	<b>Employees' remuneration and numbers</b>	<b>Group</b>		<b>Company</b>	
		<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
		<b>Number</b>	<b>Number</b>	<b>Number</b>	<b>Number</b>
	Administration	28	29	27	28
	Operations	37	29	30	20
	Sales and marketing	18	18	18	18
		<b>83</b>	<b>76</b>	<b>75</b>	<b>66</b>
	Senior Management	12	6	11	6
	Management	9	6	8	3
	Senior staff	62	44	56	39
		<b>83</b>	<b>56</b>	<b>75</b>	<b>48</b>
	The number of employees, other than directors, who earned over N3,000,000 in the year:	<b>Group</b>		<b>Company</b>	
		<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
		<b>Number</b>	<b>Number</b>	<b>Number</b>	<b>Number</b>
	N3,000,001 - N4,000,000	25	13	22	10
	N4,000,001 - N5,000,000	10	33	6	32
	Above 5,000,000	48	30	47	24
		<b>83</b>	<b>76</b>	<b>75</b>	<b>66</b>
	The total employee benefits expense in the year comprise the following:	<b>Group</b>		<b>Company</b>	
		<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
		<b>N'000</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
	Salaries and wages	206,774	199,193	188,443	183,943
	Employee welfare	1,473	12,274	1,473	12,175
	Retirement benefits costs	0	-	0	-
		<b>206,774</b>	<b>211,467</b>	<b>188,443</b>	<b>196,118</b>
<b>10</b>	<b>Directors' remuneration</b>	<b>Group</b>		<b>Company</b>	
		<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	Fees for services as a director	10,440	18,586	9,370	18,586
	Other emoluments as management	-	48,211	-	48,211
		<b>10,440</b>	<b>66,797</b>	<b>9,370</b>	<b>66,797</b>
	The emoluments of the chairman of the board (excluding pension contributions)	17,000	17,000	17,000	17,000
	The emoluments of the highest paid director	80,752	80,752	80,752	80,752

**Notes to the consolidated financial statements**

N'000

The table below shows the numbers of directors of the company whose remuneration excluding pension contributions fell within the bands stated.

	Number		Number	
	2020	2019	2020	2019
Less than N500,001	-	-	-	-
N500,001 - N3,000,000	6	6	6	6
N8,000,001 - N12,000,000	-	-	-	-
More than N12,000,000	2	2	2	2
	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>

**11 Other income**

	Group		Company	
	2020	2019	2020	2019
Other income	284	(1,907)	185	(1,907)
Provision no longer required	0	3,622	0	3,622
Rent income	3,619	5,035	3,619	5,035
Depot storage income	3,862	-	3,861	-
	<u>7,765</u>	<u>6,751</u>	<u>7,665</u>	<u>6,751</u>

**12 Finance income**

	Group		Company	
	2020	2019	2020	2019
Interest income on short-term bank deposits	4,393	57,882	4,393	57,882
	<u>4,393</u>	<u>57,882</u>	<u>4,393</u>	<u>57,882</u>
12.1 Foreign exchange gain/Loss	(376,461)	89,427	(376,461)	89,427
	<u>(376,461)</u>	<u>89,427</u>	<u>(376,461)</u>	<u>89,427</u>

**13 Finance cost**

	Group		Company	
	2020	2019	2020	2019
Other financial charges	-312,826	201,010	-312,827	201,010
Interest on Short term financing	607,652	-	607,652	-
Interest on long term financing	87,492	92,585	87,492	92,585.20
Interest cost on employee benefits	-	-	-	-
Effect of Discount on Extended lease contracts	1,415	-	1,415	-
Accretion charge	0	-	0	-
	<u>383,733</u>	<u>293,595</u>	<u>383,732</u>	<u>293,595</u>

This amount represents interest charges on various short term loans, overdrafts and trade finances.

**14 Taxation**

	Group		Company	
	2020	2019	2020	2019
Current taxes on income for the year	0	150,637	0	159,026
Education tax levy for the year	0	10,042	0	10,602
Minimum Tax	84,156	-	83,906	-
<b>Tax expense on Income statement</b>	<u>84,156</u>	<u>160,679</u>	<u>83,906</u>	<u>169,628</u>
Tax on Other Comprehensive Income	-	-	-	-
<b>Total tax expense</b>	<u>84,156</u>	<u>160,679</u>	<u>83,906</u>	<u>169,628</u>



**Notes to the consolidated financial statements**

	N'ooo			
	Group		Company	
	2020	2019	2020	2019
Opening balance	(55,714)	848,264	(31,705)	631,640
Tax paid		(730,949)		(640,487)
WHT utilised	-		-	
Income tax charge	-	354,288	-	353,493
Closing balance	(55,714)	471,603	(31,705)	344,646
<b>Current</b>	(55,714)	471,603	(31,705)	344,646
<b>Non-current</b>	-	-	-	-
	(55,714)	471,603	(31,705)	344,646

Corporation tax is calculated at 30 percent of the taxable profit for the year. The charge for taxation on these financial statements is based on the provisions of the Companies Income Tax Act CAP C21 LFN 2004. The Tertiary Education tax of 2 per cent is based on the provisions of the Tertiary Education Trust Fund Act 2011.

Property, plant and equipment and intangible assets

	Property Plant and Equipment							Intangible Assets	
	Land and Buildings	Plant and Machinery	Capital Work-In-Progress	Office Equipment	Furniture & Fittings	Motor Vehicles	Total PPE	Computer Software	Total Intangible Assets
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
<b>Naira</b>									
<b>Cost</b>									
At 1 January 2019	3,003,670	6,720,900	533,117	188,334	150,673	626,348	11,223,042	135,938	135,938
Additions in the year	944,083	307,538	241,850	92,692	102,611	360,950	2,049,724	-	-
Reclassifications (Note 3)	172,709	32,518	(215,326)	-	-	-	(10,099)	10,099	10,099
Asset Written off (Note 4)	(1,501)	-	(6,477)	-	-	-	(7,978)	-	-
Asset Disposed	-	(33,292)	-	(4,412)	(3,589)	(35,338)	(76,631)	(2,099)	(2,099)
At 31 December 2019	4,118,961	7,027,664	553,164	276,614	249,695	951,960	13,178,058	143,938	143,938
Additions in the year	85,927	168,360	13,072	8,972	42,150	(8,039)	310,443	3,119	3,119
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	(1,501)	(32,941)	-	(4,126)	(3,596)	(34,767)	(76,932)	(2,099)	(2,099)
Asset Disposed	-	-	-	(285)	-	(570)	(856)	-	-
<b>At 31 March 2020</b>	<b>4,203,387</b>	<b>7,163,083</b>	<b>566,236</b>	<b>281,175</b>	<b>288,249</b>	<b>908,583</b>	<b>13,410,713</b>	<b>144,958</b>	<b>144,958</b>
<b>Accumulated Depreciation, Amortisation and Impairment</b>									
At 1 January 2019	(269,872)	(2,246,198)	-	(101,143)	(62,406)	(204,921)	(2,884,540)	(30,463)	(30,463)
Charge for the year	(91,134)	(239,050)	-	(43,993)	(42,564)	(176,546)	(593,287)	(19,450)	(19,450)
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
Asset Disposed	864	31,221	-	4,250	3,125	31,934	71,394	1,977	1,977
At 31 December 2019	(360,142)	(2,454,027)	-	(140,886)	(101,845)	(349,533)	(3,406,433)	(47,936)	(47,936)
Charge for the year	(29,338)	(99,010)	-	(16,184)	(16,998)	(55,947)	(217,477)	(7,070)	(7,070)
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	864	30,871	-	3,965	3,131	31,363	70,194	1,977	1,977
Asset Disposed	-	-	-	285	-	570	856	-	-
<b>At 31 March 2020</b>	<b>(388,616)</b>	<b>(2,522,166)</b>	<b>-</b>	<b>(152,820)</b>	<b>(115,712)</b>	<b>(373,547)</b>	<b>(3,552,861)</b>	<b>(53,030)</b>	<b>(53,030)</b>
<b>Net Book Value</b>									
At 31 December 2019	3,758,819	4,573,637	553,164	135,728	147,850	602,427	9,771,625	96,002	96,002
<b>At 31 March 2020</b>	<b>3,814,771</b>	<b>4,640,917</b>	<b>566,236</b>	<b>128,355</b>	<b>172,537</b>	<b>535,036</b>	<b>9,857,852</b>	<b>91,928</b>	<b>91,928</b>

1. **Capital WIP** – Assets categorized as Capital Work-In-Progress are the cost of building plans, survey, cost of processing land documentation for the ongoing building projects.

2. **Assets pledged as security** – The assets pledged as security in relation to loans held by the Company are primarily the storage tank farms held by the Company in Ibru Jetty, Ibafo, Apapa

3. **Reclassification** – These represents changes in the assets class done in the year following a review of the Company's fixed asset position. The cost and accumulated depreciation for such assets were duly reclassified to appropriate classes.

4. **Write off** – Following the review of the Company's fixed Asset position at half year, assets which do not meet the capitalisation policy of the company were written off.

Note 15 (Continued)	Company							Intangibles	
	Property Plant and Equipment							Computer Software	Total Intangible Assets
	Land and Buildings	Plant and Machinery	Capital Work-In-Progress	Office Equipment	Furniture & Fittings	Motor Vehicles	Total PPE	N'000	N'000
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
<b>Naira</b>									
<b>Cost</b>									
At 1 January 2019	2,860,334	6,090,466	533,117	142,267	129,418	619,348	<b>10,374,950</b>	135,938	<b>135,938</b>
Additions in the year	910,243	279,652	241,750	82,917	90,147	353,950	<b>1,958,659</b>	-	-
Reclassifications (Note 3)	172,710	32,517	(215,326)	-	-	-	<b>(10,099)</b>	10,099	<b>10,099</b>
Asset Written off (Note 4)	-	-	(6,477)	-	-	-	<b>(6,477)</b>	-	-
Asset Disposed	(1,501)	(19,379)	-	(3,757)	(2,024)	(35,338)	<b>(61,999)</b>	(2,099)	-
At 31 December 2019	3,941,786	6,383,256	553,064	221,427	217,541	937,960	<b>12,255,034</b>	143,938	<b>146,037</b>
Additions in the year	85,052	152,613	13,072	8,070	40,586	(8,039)	<b>291,354</b>	3,118	<b>3,118</b>
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	(1,501)	(19,379)	-	(3,471)	(2,032)	(34,767)	<b>(61,151)</b>	(2,099)	<b>(2,099)</b>
Asset Disposed	-	-	-	(285)	-	(570)	<b>(856)</b>	-	-
<b>At 31 March 2020</b>	<b>4,025,336</b>	<b>6,516,490</b>	<b>566,136</b>	<b>225,741</b>	<b>256,095</b>	<b>894,583</b>	<b>12,484,381</b>	<b>144,957</b>	<b>147,056</b>
<b>Accumulated Depreciation, Amortisation and Impairment</b>									
At 1 January 2019	(247,086)	(2,034,954)	-	(69,732)	(52,746)	(197,919)	<b>(2,602,437)</b>	(30,463)	<b>(30,463)</b>
Charge for the year	(83,855)	(191,820)	-	(36,599)	(37,338)	(175,613)	<b>(525,225)</b>	(19,450)	<b>(19,450)</b>
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	864	-	-	-	-	-	<b>864</b>	-	-
Asset Disposed	-	17,985	-	3,595	1,561	31,934	<b>55,075</b>	1,977	<b>1,977</b>
At 31 December 2019	(330,077)	(2,208,789)	-	(102,736)	(88,523)	(341,598)	<b>(3,071,723)</b>	(47,936)	<b>(47,936)</b>
Charge for the year	(27,211)	(75,292)	-	(13,913)	(13,826)	(55,597)	<b>(185,840)</b>	(6,973)	<b>(6,973)</b>
Reclassifications (Note 3)	-	-	-	-	-	-	-	-	-
Asset Written off (Note 4)	864	17,985	-	3,310	1,567	31,363	<b>55,089</b>	1,977	<b>1,977</b>
Asset Disposed	-	-	-	285	-	570	<b>856</b>	-	-
<b>At 31 March 2020</b>	<b>(356,424)</b>	<b>(2,266,097)</b>	<b>-</b>	<b>(113,054)</b>	<b>(100,782)</b>	<b>(365,262)</b>	<b>(3,201,618)</b>	<b>(52,932)</b>	<b>(52,932)</b>
<b>Net Book Value</b>									
At 31 December 2019	3,611,709	4,174,467	553,064	118,691	129,018	596,362	<b>9,183,311</b>	96,002	<b>98,101</b>
<b>At 31 March 2020</b>	<b>3,668,912</b>	<b>4,250,393</b>	<b>566,136</b>	<b>112,687</b>	<b>155,313</b>	<b>529,321</b>	<b>9,282,762</b>	<b>92,025</b>	<b>94,124</b>

- Capital WIP** – Assets categorized as Capital Work-In-Progress are the cost of building plans, survey, cost of processing land documentation for the ongoing building projects.
- Assets pledged as security** – The assets pledged as security in relation to loans held by the Company are primarily the storage tank farms held by the Company in Ibru Jetty, Ibafor, Apapa
- Reclassification** – These represents changes in the assets class done in the year following a review of the Company's fixed asset position. The cost and accumulated depreciation for such assets were duly reclassified to appropriate classes.
- Write off** – Following the review of the Company's fixed Asset position at half year, assets which do not meet the capitalisation policy of the company were written off.

**Notes to the consolidated financial statements**

	N'000			
<b>16 Right of Use Assets</b>	Group		Company	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Opening Balance	2,044,955	945,879	2,044,955	945,879
Additional lease	-	1,286,600	-	1,286,600
Depreciation	(71,030)	(187,524)	(71,030)	(187,524)
Impact of lease extension	-	-	-	-
	<b>1,973,925</b>	<b>2,044,955</b>	<b>1,973,925</b>	<b>2,044,955</b>

<b>17 Prepayments</b>	Group		Company	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Prepaid rent	27,691	46,007	27,691	46,007
Additions	14,000	48,775	14,000	48,775
Amortisation	(25,441)	(67,091)	(25,441)	(67,091)
	<b>16,250</b>	<b>27,691</b>	<b>16,250</b>	<b>27,691</b>
Other short term prepayment	176,250	120,927	172,765	119,036
Current portion of long term prepayments	16,250	27,691	16,250	27,691
	<b>192,500</b>	<b>148,618</b>	<b>189,015</b>	<b>146,727</b>

<b>18 Investments</b>	Company	
	31 March 2020	31 December 2019
<b>Investment in subsidiaries is made up of:</b>		
99.98% in Eterna Industries Limited	49,990	49,990
100% in Eterna Marine and Services Limited	1,000	1,000
	<b>50,990</b>	<b>50,990</b>

These investments are ultimately consolidated at group level.

	Group		Company	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
<b>Other Investments</b>				
JUHI 2 Project	558,868	558,868	558,868	558,868
Other Investments	-	-	-	-
	<b>558,868</b>	<b>558,868</b>	<b>558,868</b>	<b>558,868</b>

JUHI 2 represent the equity contribution on the aviation tank farm development project (Joint User Hydrant Installation II). This is a joint venture arrangement, accounted for using the equity method. In 2017, Eterna plc acquired the interest of one of the members of the Joint venture. In 2019, Eterna further contributed N5Million towards maintenance of the facility. As at 31st December 2019, the project is still under construction and the joint venture is yet to commence operation.

**Notes to the consolidated financial statements**

19	Deferred Income Tax	Group		Company		N'000
		31 March 2020	31 December 2019	31 March 2019	31 December 2019	
		<b>Deferred tax Liabilities</b>				
	Deferred tax liabilities to be recovered after more than 12 months	1,559,425	1,559,425	1,600,426	1,600,426	
	Deferred tax liabilities to be recovered within 12 months	-	-	-	-	
		<u>1,559,425</u>	<u>1,559,425</u>	<u>1,600,426</u>	<u>1,600,426</u>	
20	Inventory	Group		Company		
		31 March 2020	31 December 2019	31 March 2019	31 December 2019	
		Raw materials	969,844	1,101,593	969,844	1,078,675
	Finished goods	5,601,159	4,119,778	5,601,159	4,119,778	
	Consumables	80,665	75,391	60,519	57,097	
		<u>6,651,668</u>	<u>5,296,762</u>	<u>6,631,522</u>	<u>5,255,550</u>	

Inventory is carried at the lower of cost or net realisable value. Cost is determined using weighted average method. The cost of finished goods and work in progress comprises of raw materials, importation logistics cost, direct labour, other direct costs and other production overheads.

Net realisable value is the estimated selling price in the ordinary course of business less applicable variable selling expenses.

21	Trade and other receivables	Group		Company	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Trade receivables	2,488,175	2,459,680	2,488,772	2,460,277
	Due to Group Companies (note 29)	60,189	-	393,401	423,307
	Due from related parties (note 29)	-	-	-	-
	Less: Impairment of trade receivables	(37,973)	(37,973)	(37,743)	(37,743)
	Trade receivables – net	<u>2,510,391</u>	<u>2,421,707</u>	<u>2,844,430</u>	<u>2,845,841</u>
	Advances	2,891,576	2,893,755	2,891,757	2,893,936
	WHT receivables	726,576	690,430	726,576	690,430
	Petroleum subsidy fund	-	-	-	-
	Bridging claims	-	-	-	-
	Sundry debtors	146,107	19,814	146,107	19,814
	Foreign exchange Forward contract	1,470,441	2,504,831	1,470,441	2,504,831
	Other receivables	2,219,963	914,948	2,212,621	880,505
	Less: Impairment of Other receivables	-	-	-	-
		<u>9,965,054</u>	<u>9,445,485</u>	<u>10,291,932</u>	<u>9,835,357</u>

**Notes to the consolidated financial statements**

N'000

**22 Cash and Cash Equivalents**

	Group		Company	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
Cash and bank	2,584,676	1,120,772	2,758,428	1,088,115
Short term deposits with Financial institution	-	50,299	-	50,299
Cash and Cash equivalents	<u>2,584,676</u>	<u>1,171,071</u>	<u>2,758,428</u>	<u>1,138,414</u>
Bank overdrafts	(945,236)	(1,015,763)	(945,236)	(1,015,763)
	<u><b>1,639,440</b></u>	<u><b>155,308</b></u>	<u><b>1,813,191</b></u>	<u><b>122,651</b></u>

Short term investment represents short term bank deposits. For the purpose of the statements of cash flows the cash and cash equivalent balance includes bank overdraft.

**23 Borrowings**

	Group		Company	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
<b>Current</b>				
Opening balance	8,016,424	14,043,048	8,016,424	14,043,048
Additions	13,334,545	50,729,949	13,334,545	50,729,949
Interest on term loan	87,492	460,192	87,492	460,192
Interest on trading cost	520,160	1,854,241	520,160	1,854,241
Exchange loss	-	141,642	-	141,642
Repayment	(13,539,413)	(59,212,648)	(13,539,413)	(59,212,648)
	<u><b>8,419,207</b></u>	<u><b>8,016,424</b></u>	<u><b>8,419,207</b></u>	<u><b>8,016,424</b></u>
Bank overdraft	945,236	1,015,763	945,236	1,015,763
	<u><b>9,364,443</b></u>	<u><b>9,032,187</b></u>	<u><b>9,364,443</b></u>	<u><b>9,032,187</b></u>
<b>Non-current</b>				
Current	<u>8,829,563</u>	<u>8,686,758</u>	<u>8,829,563</u>	<u>8,686,758</u>
Non-current	<u>534,880</u>	<u>345,429</u>	<u>534,880</u>	<u>345,429</u>

Bank borrowings classified as current are denominated in Naira. This relates to various import finance facilities (IFF) and local purchase facilities (LPF) obtained from various banks at interest rates ranging from 18% to 22% per annum with repayment period ranging from 15 to 270 days. The facilities are secured by lien on the products for resale, the Group's Petroleum Storage Depot.

**Notes to the consolidated financial statements**

		N'000	
		Group	Company
<b>25</b>	<b>Decommissioning Liability</b>	<b>Group</b>	<b>Company</b>
		<b>31 March 2020</b>	<b>31 December 2019</b>
		<b>31 March 2020</b>	<b>31 December 2019</b>
	Balance as at 1 January	100,614	81,491
	Additional obligations incurred	-	6,827
	Changes in estimated cash flows	-	-
	Accretion expenses	-	12,296
	Balance at 31 March	<u>100,614</u>	<u>100,614</u>
		<u>90,360</u>	<u>72,667</u>
		<u>90,360</u>	<u>10,866</u>
		<u>90,360</u>	<u>90,360</u>

The Company makes provision for the future cost of decommissioning storage tanks on a discounted basis. These costs are expected to be incurred 30 to 50 years. The provision has been estimated using existing technology at current prices, escalated between 10.3% - 11% (2018: 10.3%-11%) and discounted between the range of 12.8% - 16.2% (2018: 12.8% - 16.2%). The economic life and the timing of the asset retirement obligation are dependent on Government legislation, commodity price and the future production profiles of the project. In addition, the estimated cash outflows are subject to inflationary and/or deflationary pressures. Three filling station was acquired in 2019 and its discounted decommissioning cost amounted to N6.8m which was included in the capitalised cost of the asset in 2019.

		Group		Company	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
<b>26</b>	<b>Trade and other payables</b>				
	Trade creditors	7,787,770	4,320,036	7,784,617	4,316,130
	Tax related liabilities	47,844	42,364	26,783	24,260
	Advance received	296,081	294,500	296,081	294,500
	PSF Contribution	180,392	75,903	180,392	75,903
	Accrued payables	535,467	61,833	534,314	55,948
	Other payables	-	156,880	-	140,543
	Due to Group Companies (note 29)	-	-	-	-
		<u>8,847,554</u>	<u>4,951,516</u>	<u>8,822,187</u>	<u>4,907,284</u>

Included in the Advance received are the customer deposits for white products and advance rent upfront received from tenants.

		Group		Company	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
<b>27</b>	<b>Lease Liability</b>				
	Right of use Assets	10,162	8,747	10,162	8,747
	Effect of Discounted value	388	1,415	388	1,415
		<u>10,550</u>	<u>10,162</u>	<u>10,550</u>	<u>10,162</u>

		31 March 2020	31 December 2019
<b>28</b>	<b>Authorised:</b>		
	1,600,000 thousands Ordinary shares of 50k each	<u>800,000</u>	<u>800,000</u>
	<b>Issued, allotted and fully paid:</b>		
	1,304,145 thousand Ordinary shares of 50k each	<u>652,072</u>	<u>652,072</u>
	<b>Issued and fully allotted:</b>		
	1,304,145 thousand Ordinary shares of 50k each	<u>652,072</u>	<u>652,072</u>

<b>Movements during the year:</b>	Number of shares	Ordinary shares	Share premium	Total
At 31 December 2019	1,304,145	652,072	5,796,053	6,448,125
Capitalised during the period	-	-	-	-
Issue of new shares	-	-	-	-
At 31 March 2020	<u>1,304,145</u>	<u>652,072</u>	<u>5,796,053</u>	<u>6,448,125</u>

**Notes to the consolidated financial statements**

		N'000			
<b>29</b>	<b>Earnings per share</b>				
<b>(a)</b>	<b>Basic</b>	Basic earnings per share is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the year.			
		<b>Group</b>		<b>Company</b>	
		<b>31 March 2020</b>	<b>31 December 2019</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
	Profit for the year attributable to shareholders (in N'000)	(358,280)	341,443	(349,805)	360,459
	Weighted average number of ordinary shares in issue	1,304,145	1,304,145	1,304,145	1,304,145
	Basic earnings per share (in N'000)	(0.27)	0.26	(0.27)	0.28
<b>(b)</b>	<b>Diluted</b>	Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.			
		<b>Group</b>		<b>Company</b>	
		<b>31 March 2020</b>	<b>31 December 2019</b>	<b>31 March 2020</b>	<b>31 December 2019</b>
	Profit for the year attributable to shareholders (in N'000)	(358,280)	341,443	(349,805)	360,459
	Weighted average number of ordinary shares in issue	1,304,145	1,304,145	1,304,145	1,304,145
	Adjustments for :				
	- Share options	-	-	-	-
	Weighted average number of ordinary shares for diluted earnings per share	1,304,145	1,304,145	1,304,145	1,304,145
	Basic earnings per share (in N'000)	(0.27)	0.26	(0.27)	0.28

**30 Securities Trading Policy**

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Eterna Plc maintains effective Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the directors and other insiders and is not aware of any infringement of the policy during the period.



**Eterna Plc**  
**Consolidated Financial Statements For First Quarter Ended 31st March 2020**

**Consolidated five-year financial summary**

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The consolidated five-year financial summary is included for the purposes of the Companies and Allied Matters Act.

	March 2020	Dec 2019	Group Dec 2018	Dec 2017	Dec 2016
<b>Financial performance</b>					
Revenue	17,545,002	229,274,785	251,877,933	173,030,225	106,887,567
Profit/(loss) before tax	(274,124)	111,440	1,989,899	2,812,941	2,400,172
Taxation	(84,156)	(10,242)	(980,903)	(811,039)	(922,613)
Profit for the year	(358,280)	101,198	1,008,996	2,001,902	1,477,559
Actuarial gains or losses	-	-	(29,363)	(31,206)	(10,859)
Tax effect of actuarial gains and losses	-	-	8,809	9,362	3,258
Non - controlling interest	-	19	26	13	(7)
Total comprehensive income for the year	(358,280)	101,198	988,442	1,980,058	1,469,958
Basic earnings per share (kobo)	(0.27)	0.08	0.77	0.06	1.13
Diluted earnings per share (kobo)	(0.27)	0.08	0.77	0.06	1.13
<b>Financial position</b>					
Share capital	652,072	652,072	652,072	652,072	652,072
Share premium	5,796,053	5,796,053	5,796,053	5,796,053	5,796,053
Non -controlling interest	61	61	80	106	119
Retained Earnings/(Accumulated deficits)	5,601,414	6,205,180	6,430,000	5,968,811	4,379,983
<b>Total equity</b>	<b>12,049,600</b>	<b>12,653,367</b>	<b>12,878,205</b>	<b>12,417,042</b>	<b>10,828,227</b>
Property, plant and equipment	9,949,780	9,867,627	8,443,977	7,380,587	5,987,593
Other non-current assets	2,532,793	2,603,823	1,373,529	900,931	644,546
Net current (liabilities)/assets	1,772,495	2,558,196	6,737,413	6,087,182	6,753,692
Non-current liabilities	(2,205,469)	(2,376,278)	(3,676,714)	(1,951,658)	(2,557,604)
<b>Net assets</b>	<b>12,049,600</b>	<b>12,653,368</b>	<b>12,878,205</b>	<b>12,417,042</b>	<b>10,828,227</b>
Net assets per share (Naira)	9.24	9.70	9.87	9.52	8.30

Earnings per share is based on the profit attributable to shareholders computed on the basis of the number of issued ordinary shares as at the end of each financial years.

Net assets per share is based on the net assets as the number of issued ordinary shares as at the end of each financial years.