

Eterna Plc
IFRS Financial Statements for Half Year
ended 30 June 2022

Consolidated and separate statement of profit or loss and other comprehensive income for half year ended 30th June 2022

	Notes	Group		Company	
		30 June	30 June	30 June	30 June
		2022 N'000	2021 N'000	2022 N'000	2021 N'000
Revenue	6	57,215,910	37,990,881	57,215,910	37,819,160
Cost of sales	7.1	(53,080,692)	(35,373,265)	(53,183,112)	(35,358,305)
Gross profit		4,135,218	2,617,616	4,032,798	2,460,855
Selling and distribution expenses	7.2	(75,291)	(70,465)	(75,291)	(69,791)
General and administrative expenses	7.3	(2,245,884)	(1,845,475)	(2,103,296)	(1,729,207)
Other income	11	168,486	113,933	168,392	113,443
Foreign exchange gain / (Loss)	12.1	(76,146)	-	(76,146)	-
Operating profit		1,906,383	815,609	1,946,457	775,300
Finance income	12	27,220	-	27,220	-
Finance cost	13	(354,624)	(289,669)	(354,624)	(289,660)
(Loss)/Profit before tax		1,578,979	525,940	1,619,053	485,640
Taxation	14	(326,399)	(92,905)	(326,399)	(92,475)
(Loss)/Profit for the year		1,252,580	433,035	1,292,654	393,165
Other comprehensive income net of tax		-	-	-	-
Total comprehensive (loss)/income for the year		1,252,580	433,035	1,292,654	393,165
(Loss)/profit for the year attributable to:					
- Owners of the parent		1,252,585	433,050	1,292,654	393,165
- Non-controlling interests		(4)	(15)	-	-
		1,252,580	433,035	1,292,654	393,165
Other comprehensive (loss)/income attributable to:					
- Owners of the parent		1,252,585	433,050	1,292,654	393,165
- Non-controlling interests		(4)	(15)	-	-
Total comprehensive income for the year		1,252,580	433,035	1,292,654	393,165
Earnings per share:					
Basic	28	0.96	0.33	0.99	0.30
Diluted	28	0.96	0.33	0.99	0.30

The accompanying notes form an integral part of these financial statements

Consolidated and separate statement of profit or loss and other comprehensive income for second quarter ended 30th June 2022

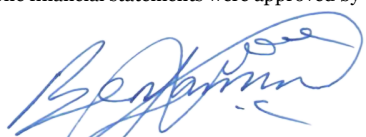
	Notes	Group		Company	
		Q2 2022 N'000	Q2 2021 N'000	Q2 2022 N'000	Q2 2021 N'000
Revenue	6	30,392,908	23,600,903	30,436,572	23,357,583
Cost of sales	7.1	(28,558,304)	(22,366,018)	(28,660,744)	(22,185,854)
Gross profit		1,834,604	1,234,885	1,775,828	1,171,729
Selling and distribution expenses	7.2	(41,800)	(33,534)	(41,800)	(33,534)
General and administrative expenses	7.3	(1,046,855)	(1,049,605)	(971,367)	(989,207)
Other income	11	127,707	163,515	127,653	162,993
Foreign exchange gain / (Loss)	12.1	(76,146)	-	(76,146)	-
Operating profit		797,510	315,260	814,168	311,981
Finance income	12	6,334	-	6,334	-
Finance cost	13	(236,442)	(285,981)	(236,442)	(285,981)
(Loss)/Profit before tax		567,402	29,279	584,060	26,000
Taxation	14	(192,284)	(8,784)	(192,502)	(7,806)
(Loss)/Profit for the year		375,119	20,495	391,558	18,194
Other comprehensive income net of tax		-	-	-	-
Total comprehensive (loss)/income for the year		375,119	20,495	391,558	18,194
(Loss)/profit for the year attributable to:					
- Owners of the parent		375,123	20,510	391,558	18,194
- Non-controlling interests		(4)	(15)	-	-
		375,119	20,495	391,558	18,194
Other comprehensive (loss)/income attributable to:					
- Owners of the parent		375,123	20,510	391,558	18,194
- Non-controlling interests		(4)	(15)	-	-
Total comprehensive income for the year		375,119	20,495	391,558	18,194
Earnings per share:					
Basic	28	0.29	0.02	0.30	0.01
Diluted	28	0.29	0.02	0.30	0.01


The accompanying notes form an integral part of these financial statements

Consolidated and separate statement of financial position

	Notes	Group		Company	
		30 June	31 December	30 June	31 December
		2022 N'000	2021 N'000	2022 N'000	2021 N'000
Non-current assets					
Property, plant and equipment	15	12,331,367	12,401,291	11,725,811	11,779,193
Intangible assets	15	54,998	64,451	53,439	64,451
Right of Use	16	1,970,122	2,065,088	1,970,122	2,065,088
Other investments	18.2	645,382	625,382	645,382	625,382
Investment in subsidiaries	18.1	-	-	50,990	50,990
		<u>15,001,869</u>	<u>15,156,212</u>	<u>14,445,744</u>	<u>14,585,104</u>
Current assets					
Inventories	20	11,893,995	12,037,556	11,862,767	12,019,495
Trade and other receivables	21	18,658,161	12,367,815	19,375,554	12,960,123
Prepayments	17	120,037	94,560	130,175	94,233
Cash and bank balances	22	13,086,548	6,426,159	13,087,220	6,422,003
		<u>43,758,741</u>	<u>30,926,090</u>	<u>44,455,716</u>	<u>31,495,854</u>
Total assets		<u>58,760,610</u>	<u>46,082,303</u>	<u>58,901,462</u>	<u>46,080,960</u>
Non-current liabilities					
Borrowings	23	1,084,402	1,060,374	1,084,402	1,060,374
Lease Liability	26	148,556	147,664	148,556	147,664
Deferred tax liability	19	951,211	951,211	992,212	992,212
Decommissioning liability	24	170,866	170,866	157,020	157,020
		<u>2,355,035</u>	<u>2,330,115</u>	<u>2,382,191</u>	<u>2,357,270</u>
Current liabilities					
Trade and other payables	25	22,957,481	11,329,921	23,013,567	11,292,725
Borrowings	23	19,712,384	20,056,872	19,712,384	20,051,081
Tax payable	14.3	364,748	247,017	367,002	246,220
		<u>43,034,613</u>	<u>31,633,810</u>	<u>43,092,953</u>	<u>31,590,026</u>
Total liabilities		<u>45,389,648</u>	<u>33,963,925</u>	<u>45,475,144</u>	<u>33,947,296</u>
Equity attributable to shareholders					
Share capital	27	652,072	652,072	652,072	652,072
Share premium	27	5,796,053	5,796,053	5,796,053	5,796,053
Retained earnings		<u>6,922,792</u>	<u>5,670,208</u>	<u>6,978,194</u>	<u>5,685,540</u>
		13,370,917	12,118,333	13,426,319	12,133,665
Non -controlling interest		42	46	-	-
Total equity		<u>13,370,959</u>	<u>12,118,379</u>	<u>13,426,318</u>	<u>12,133,665</u>
Total equity and liabilities		<u>58,760,610</u>	<u>46,082,304</u>	<u>58,901,462</u>	<u>46,080,962</u>

The financial statements were approved by the board of directors and authorised for issue on 26th July, 2022. They were signed on its behalf by:


Benjamin Nwaezeigwe
 Ag. Managing Director/Chief Executive Officer
 FRC/2022/PRO/DIR/003/23332


Abudkerimu Sule
 Chief Financial Officer
 FRC/2022/PRO/ICAN/001/0000023899

Consolidated and separate statement of changes in equity

	Attributable to equity holders of the parent Group						
	Share Capital	Share premium	Retained Earnings	Other Reserves	Total amount attributable to equity holders	Non - controlling interest	Total Equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2021	652,072	5,796,053	6,900,750	-	13,348,875	46	13,348,921
Comprehensive income							
Profit/Loss for the year	-	-	(1,100,128)		(1,100,128)	(4)	(1,100,132)
Other Comprehensive income							
Dividend paid	-	-	(130,414)	-	(130,414)	-	(130,414)
Total comprehensive income	-	-	(1,230,543)	-	(1,230,543)	(4)	(1,230,547)
At 31 December 2021	652,072	5,796,053	5,670,208	-	12,118,333	42	12,118,375
Balance at 1 January 2022	652,072	5,796,053	5,670,208	-	12,118,333	42	12,118,375
Comprehensive income							
Profit for the period	-	-	1,252,585	-	1,252,585	(4)	1,252,580
Other Comprehensive income							
Dividend paid	-	-	-	-	-	-	-
Total comprehensive (loss)/income	-	-	1,252,585	-	1,252,585	(4)	1,252,580
At 30 June 2022	652,072	5,796,053	6,922,792	-	13,370,917	38	13,370,955

	Company				
	Share capital	Share premium	Retained earnings	Other Reserves	Total Equity
	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2021	652,072	5,796,053	6,894,501	-	13,342,626
Comprehensive income					
Profit/loss for the year	-	-	(1,078,546)	-	(1,078,546)
Other Comprehensive income					
Dividend paid	-	-	(130,414)	-	(130,414)
Total comprehensive income	-	-	(1,208,961)	-	(1,208,961)
At 31 December 2021	652,072	5,796,053	5,685,540	-	12,133,665
Balance at 1 January 2022	652,072	5,796,053	5,685,540	-	12,133,665
Comprehensive income					
Profit for the Period	-	-	1,292,654	-	1,292,654
Other Comprehensive income					
Dividend paid	-	-	-	-	-
Total comprehensive (loss)/income	-	-	1,292,654	-	1,292,654
At 30 June 2022	652,072	5,796,053	6,978,194	-	13,426,319

Consolidated and separate statement of cash flows

	Notes	Group		Company	
		30 June 2022 N'000	31 December 2021 N'000	30 June 2022 N'000	31 December 2021 N'000
CASH FLOWS FROM OPERATING ACTIVITIES:					
(Loss)/Profit before taxation		1,578,979	(936,415)	1,619,053	(914,829)
Adjustments for non-cash items:					
Depreciation	15	410,461	768,984	374,423	695,856
Amortisation of Intangible Assets	15	11,012	21,473	11,012	21,473
Amortisation of prepayments	17	28,128	28,028	28,128	28,028
Amortisation of right of use assets	16	94,966	393,185	94,966	393,185
Bad Debt written off	7.3	-	110,682	-	110,682
Provision no longer required	11	-	(12,111)	-	(12,111)
Property, plant & equipment written off	15	-	-	-	-
Finance cost	13	354,624	1,037,332	354,624	1,033,986
Finance Income		(27,220)	(9,091)	(27,220)	(9,091)
Finance cost on trading	23	(1,800,971)	606,302	(1,800,976)	607,712
Increase in accrued payables		1,814,855	223,400	1,814,539	223,761
Allowance for impairment	21	-	8,761	-	8,761
(Profit)/loss on disposals of property, plant and equipment	11	-	(804)	-	(804)
		2,464,834	2,239,726	2,468,549	2,186,609
Changes in working capital:					
(Increase) in inventory	20	143,561	(5,137,848)	156,728	(5,161,483)
(Increase) / decrease in debtors	21	(6,496,964)	101,102	(6,637,591)	124,101
(Increase)/decrease in prepayment	17	(23,045)	15,442	(33,510)	13,817
Increase in payables	25	9,812,705	2,815,073	9,906,303	2,774,751
		3,436,257	(2,206,231)	3,391,930	(2,248,814)
Cash flows generated from (used in) operating activities					
		5,901,091	33,495	5,860,479	(62,205)
Tax paid	14	(2,050)	(203,026)	-	(203,026)
Net cash (used in)/generated from operating activities					
		5,899,041	(169,532)	5,860,479	(265,231)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of property, plant and equipment	15	446,007	(1,777,199)	482,046	(1,655,551)
Proceeds on disposal of Property, plant and equipment	15	31,759	6,111	31,760	4,791
Purchase of Intangible assets	15	(1,559)	(9,680)	-	(9,680)
Investment in JUHI-2	18.2	(20,000)	(56,000)	(20,000)	(56,000)
Interest received	12	27,220	9,091	27,220	9,091
Net cash used in investing activities					
		483,427	(1,827,677)	521,026	(1,707,349)
CASH FLOWS FROM FINANCING ACTIVITIES:					
Proceeds from borrowings	23	32,432,958	69,475,461	32,432,958	69,475,461
Repayment of borrowings and interest	23	(31,832,833)	(62,454,743)	(31,832,833)	(62,454,743)
Payments for leasehold properties	16	(30,560)	(441,486)	(30,560)	(441,486)
Payments for lease liability	26	-	(65,610)	-	(65,610)
Dividend Paid		-	(130,414)	-	(130,414)
Net cash generated from financing activities					
		569,565	6,383,208	569,565	6,383,208
NET CHANGE IN CASH AND CASH EQUIVALENTS					
		6,952,033	4,385,999	6,951,070	4,410,627
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR					
		5,236,519	850,518	5,238,155	827,526
CASH AND CASH EQUIVALENTS AS AT 30 June 2022					
	22	12,188,554	5,236,519	12,189,226	5,238,155

Notes to the consolidated and separate financial statements

		N'000			
		Group		Company	
		2022	2021	2022	2021
6	Revenue				
	Trading	183,231	828,983	183,231	828,983
	Fuel	45,783,799	29,079,198	45,783,799	29,079,198
	Lubricants	7,441,839	7,011,122	7,441,839	7,011,122
	Others	3,807,041	1,071,578	3,807,041	899,857
		<u>57,215,910</u>	<u>37,990,881</u>	<u>57,215,910</u>	<u>37,819,160</u>
	Others represents revenue from Baseoil and LPFO sales				
7	Expenses by nature				
		Group		Company	
		2022	2021	2022	2021
7.1	Cost of sales				
	Material cost	52,195,230	34,755,639	52,297,650	34,740,679
	Delivery cost	885,462	617,626	885,462	617,626
		<u>53,080,692</u>	<u>35,373,265</u>	<u>53,183,112</u>	<u>35,358,305</u>
		Group		Company	
		2022	2021	2022	2021
7.2	Selling and Distribution expenses				
	Marketing and sales commission	74,236	68,613	74,236	68,613
	Sampling and analysis	1,055	1,852	1,055	1,178
		<u>75,291</u>	<u>70,465</u>	<u>75,291</u>	<u>69,791</u>
		Group		Company	
		2022	2021	2022	2021
7.3	General and Administration expenses				
	Staff costs	607,543	450,483	565,429	415,821
	Pension costs	20,640	19,784	18,725	17,725
	Legal and Professional fees	54,333	138,083	52,187	136,337
	Depreciation	382,333	392,431	346,295	356,583
	Employee Welfare	1,085	356	1,085	280
	Training and Staff Development	22,981	32,373	22,790	32,373

Notes to the consolidated and separate financial statements

	N'000			
Rent, Travelling & Entertainment	271,004	236,100	267,023	232,777
Repairs and Maintenance	309,712	141,721	272,477	120,553
Marketing and Business Development	29,532	82,674	29,432	82,674
Other expenses	25,560	18,681	20,750	15,144
Stationery and communication	72,626	41,503	72,102	41,178
Insurance, medical and security	43,678	105,753	38,107	98,135
Licence fees	95,390	84,304	92,428	83,401
Directors remuneration	15,700	33,500	15,700	33,500
Amortisation on Prepayments	28,128	16,154	28,128	16,154
Bad Debt written off	-	313	0	313
Auditors' remuneration	30,000	40,800	25,000	35,800
Bank charges	223,165	-	223,165	-
Amortisation of Intangible assets	11,012	10,462	11,012	10,462
Loss on disposal of property, plant and equipment	1,462	-	1,462	-
	2,245,884	1,845,475	2,103,296	1,729,207

Expenses by function

	Group		Company	
	2022	2021	2022	2021
8 Cost of sales	53,080,692	35,373,265	53,183,112	35,358,305
Selling and Distribution expenses	75,291	70,465	75,291	69,791
General and Administration expenses	2,245,884	1,845,475	2,103,296	1,729,207
	55,401,867	37,289,205	55,361,699	37,157,303

9 Employees' remuneration and numbers

	Group		Company	
	2022	2021	2022	2021
	Number	Number	Number	Number
Administration	28	28	27	27
Operations	37	37	30	30
Sales and marketing	18	17	18	17
	83	82	75	74
Senior Management	12	12	11	11
Management	9	9	8	8
Senior staff	62	61	56	55
	83	82	75	74

The number of employees, other than directors, who earned over N3,000,000 in the year:

	Group		Company	
	2022	2021	2022	2021
	Number	Number	Number	Number
N3,000,001 - N4,000,000	25	25	22	22
N4,000,001 - N5,000,000	10	10	6	6
Above 5,000,000	48	47	47	46
	83	82	75	74

The total employee benefits expense in the year comprise the following:

	Group		Company	
	2022	2021	2022	2021
	N'000	N'000	N'000	N'000
Salaries and wages	607,543	836,565	565,429	757,076
Employee welfare	1,085	173,076	1,085	171,586
Pension costs	20,640	19,784	18,725	17,725
	629,268	1,029,425	585,239	946,387

10 Directors' remuneration

	Group		Company	
	2022	2021	2022	2021
Fees for services as a director	15,700	16,750	15,700	16,750
Other emoluments as management	26,190	31,164	26,190	31,164
	41,890	47,914	41,890	47,914

The emoluments of the chairman of the board (excluding pension contributions)

	6,000	17,000	6,000	17,000
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The emoluments of the highest paid director

	11,460	13,459	11,460	13,459
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The table below shows the numbers of directors of the company whose remuneration excluding pension contributions fell within the bands stated.

Notes to the consolidated and separate financial statements

	N'000			
	Number 2022	Number 2021	Number 2022	Number 2021
Less than N500,001	-	-	-	-
N500,001 - N5,000,000	-	-	-	-
N5,000,001 - N12,000,000	8	6	8	6
More than N12,000,000	-	2	-	2
	8	8	8	8

11 Other income

	Group		Company	
	2022	2021	2022	2021
Other income	99,828	104,971	99,734	104,482
Profit on disposal of property, plant & equipment	-	671	-	671
Rent income	68,658	7,514	68,658	7,514
Depot storage income	-	777	-	776
	168,486	113,933	168,392	113,443

12 Finance income

	Group		Company	
	2022	2021	2022	2021
Interest income on short-term bank deposits	27,220	-	27,220	0
	27,220	-	27,220	0

12.1 Foreign exchange gain/(loss)

	(76,146)	-	(76,146)	-
	(76,146)	-	(76,146)	-

This amount represents the gain/loss resulting from exchange rate differences on foreign currency denominated transactions

13 Finance cost

	Group		Company	
	2022	2021	2022	2021
Interest on bank overdrafts	95,035	-	95,035	0
Interest on loan	259,589	-	259,589	-
	354,624	289,669	354,624	289,660

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

14 Taxation

	Group		Company	
	2022	2021	2022	2021
Current taxes on income for the year	286,080	92,905	286,080	92,475
Education tax levy for the year	40,319	-	40,319	-
Tax Credit	-	-	-	-
Deferred tax for the year	-	-	-	-
Tax expense/(credit) on Income statement	326,399	92,905	326,399	92,475
Tax on Other Comprehensive Income	-	-	-	-
Total tax expense/(credit)	326,399	92,905	326,399	92,475

The tax credit represents the credit resulted from the change in minimum tax rate by Finance Act 2019 which was unclaimable in 2020

14.3 Tax Payable

	Group		Company	
	2022	2021	2022	2021
Opening balance	247,017	121,450	246,220	120,653
Tax paid	-	(203,026)	-	(203,026)
WHT utilised	(208,668)	(45,246)	(206,618)	(45,246)
Income tax charge	326,399	373,839	327,400	373,839
Closing balance	364,748	247,017	367,002	246,220
Current	364,748	247,017	367,002	246,220
Non-current	-	-	-	-
	364,748	247,017	367,002	246,220

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 and Finance Act 2021. The Tertiary Education tax of 2.5 per cent is based on the provisions of the Tertiary Education Trust Fund Act 2011 and Finance Act 2021.

Notes to the consolidated and separate financial statements

N'000

Notes to the consolidated and separate financial statements

N'000

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
6 Revenue				
Trading	40,600	423,534	40,600	423,534
Fuel	25,465,544	18,547,940	25,465,544	18,547,940
Lubricants	3,677,246	4,051,074	3,720,910	3,979,475
Others	1,209,518	578,355	1,209,518	406,634
	<u>30,392,908</u>	<u>23,600,903</u>	<u>30,436,572</u>	<u>23,357,583</u>
Others represents revenue from Baseoil and LPFO sales				
7 Expenses by nature				
7.1 Cost of sales				
Material cost	27,672,842	22,070,043	27,775,282	21,889,879
Delivery cost	885,462	295,975	885,462	295,975
	<u>28,558,304</u>	<u>22,366,018</u>	<u>28,660,744</u>	<u>22,185,854</u>
7.2 Selling and Distribution expenses				
Marketing and sales commission	41,733	32,406	41,733	32,406
Sampling and analysis	67	1,128	67	1,128
	<u>41,800</u>	<u>33,534</u>	<u>41,800</u>	<u>33,534</u>
7.3 General and Administration expenses				
Staff costs	302,944	252,408	282,933	217,746
Pension costs	8,549	10,085	7,702	9,085
Legal and Professional fees	12,261	120,996	10,115	119,250
Depreciation	205,173	185,132	187,405	168,143
Employee Welfare	270	199	270	199
Training and Staff Development	17,207	24,830	17,122	24,830

Notes to the consolidated and separate financial statements

	N'000			
Rent, Travelling & Entertainment	119,478	131,745	115,779	128,245
Repairs and Maintenance	175,879	79,746	153,177	79,746
Marketing and Business Development	7,573	37,109	7,523	37,109
Other expenses	10,893	13,955	9,985	13,955
Stationery and communication	36,858	20,895	36,582	20,895
Insurance, medical and security	23,407	50,644	21,257	50,644
Licence fees	41,169	60,486	38,824	60,486
Directors remuneration	6,800	16,750	6,800	16,750
Amortisation on Prepayments	28,128	7,181	28,128	7,181
Bad Debt written off	-	1,633	-	1,633
Auditors' remuneration	15,000	30,800	12,500	28,300
Bank charges	29,760	-	29,760	-
Amortisation of Intangible assets	5,506	5,368	5,506	5,368
Loss on disposal of property, plant and equipment	-	(357)	-	(357)
	1,046,855	1,049,605	971,367	989,207

Expenses by function

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
8 Cost of sales	28,558,304	22,366,018	28,660,744	22,185,854
Selling and Distribution expenses	41,800	33,534	41,800	33,534
General and Administration expenses	1,046,855	1,049,605	971,367	989,207
	29,646,959	23,449,157	29,673,911	23,208,595

9 Employees' remuneration and numbers

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
	Number	Number	Number	Number
Administration	28	29	27	28
Operations	37	30	30	21
Sales and marketing	18	18	18	18
	83	77	75	67
Senior Management	12	8	11	8
Management	9	9	8	7
Senior staff	62	60	56	52
	83	77	75	67

The number of employees, other than directors, who earned over N3,000,000 in the year:

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
	Number	Number	Number	Number
N3,000,001 - N4,000,000	25	14	22	11
N4,000,001 - N5,000,000	10	33	6	32
Above 5,000,000	48	30	47	24
	83	77	75	67

The total employee benefits expense in the year comprise the following:

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
	N'000	N'000	N'000	N'000
Salaries and wages	302,944	252,408	282,933	217,746
Employee welfare	270	199	270	199
Pension costs	8,549	10,085	7,702	9,085
	311,763	262,692	290,905	227,030

10 Directors' remuneration

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
Fees for services as a director	6,800	16,750	6,800	16,750
Other emoluments as management	29,147	31,164	29,147	31,164
	35,947	47,914	35,947	47,914

The emoluments of the chairman of the board (excluding pension contributions)

	8,000	17,000	8,000	17,000
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The emoluments of the highest paid director

	11,460	10,125	11,460	10,125
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The table below shows the numbers of directors of the company whose remuneration excluding pension contributions fell within the bands stated.

	Number	Number	Number	Number
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
Less than N500,001	-	-	-	-
N500,001 - N5,000,000	-	-	-	-
N5,000,001 - N12,000,000	-	-	-	-
More than N12,000,000	8	8	8	8
	8	8	8	8

11 Other income

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
Other income	93,798	154,809	93,744	154,288

Notes to the consolidated and separate financial statements

	N'ooo			
Rent income	33,909	7,514	33,909	7,514
Depot storage income	-	1,192	-	1,192
	127,707	163,515	127,653	162,993

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
12 Finance income				
Interest income on short-term bank deposits	6,334	-	6,334	-
	6,334	-	6,334	-
12.1 Foreign exchange gain/(loss)	(76,146)	-	(76,146)	-
	(76,146)	-	(76,146)	-

This amount represents the gain/loss resulting from exchange rate differences on foreign currency denominated transactions

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
13 Finance cost				
Interest on bank overdrafts	41,836	131,798	41,836	131,798
Interest on Short term financing	124,313	154,182	124,313	154,182
Interest on long term financing	70,293	-	70,293	-
Effect of Discount on Extended lease contracts	-	-	-	-
	236,442	285,981	236,442	285,981

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

	Group		Company	
	Q2 2022	Q2 2021	Q2 2022	Q2 2021
14 Taxation				
Current taxes on income for the year	151,965	-	152,183	-
Education tax levy for the year	40,319	8,784	40,319	7,806
Tax Credit	-	-	-	-
Deferred tax for the year	-	-	-	-
Tax expense/(credit) on Income statement	192,284	8,784	192,502	7,806
Tax on Other Comprehensive Income	-	-	-	-
Total tax expense/(credit)	192,284	8,784	192,502	7,806

The tax credit represents the credit resulted from the change in minimum tax rate by Finance Act 2019 which was unclaimable in 2020

	Group		Company	
	2022	2021	2022	2021
14.3 Tax Payable				
Opening balance	247,017	121,450	246,220	120,653
Tax paid	(2,050)	(203,026)	-	(203,026)
WHT utilised	(206,618)	(45,246)	(206,618)	(45,246)
Income tax charge	326,399	373,839	327,400	373,839
Closing balance	364,748	247,017	367,002	246,220
Current	364,748	247,017	367,002	246,220
Non-current	-	-	-	-
	364,748	247,017	367,002	246,220

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 and Finance Act 2021. The Tertiary Education tax of 2.5 per cent is based on the provisions of the Tertiary Education Trust Fund Act 2011 and Finance Act 2021.

**Property, plant and equipment and intangible assets
Group**

	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
Naira									
Cost									
At 1 January 2021	5,685,879	7,335,374	821,909	295,297	302,896	937,321	15,378,676	143,158	143,158
Additions in the year	151,481	249,665	1,017,190	47,994	19,209	291,660	1,777,199	9,680	9,680
Transfers (Note 16.4)	92,320	74,056	(174,678)	-	8,302	-	-	-	-
Asset Written off (Note 16.3)	-	-	-	-	-	-	-	-	-
Asset Disposed	(153)	(11,789)	-	(3,722)	(1,539)	(127,050)	(144,253)	-	-
At 31 December 2021	5,929,526	7,647,306	1,664,421	339,569	328,868	1,101,931	17,011,621	152,838	152,838
Additions in the year	-	48,741	172,735	16,546	19,704	114,572	372,298	1,559	1,559
Transfers (Note 16.4)	879,626	8,603	(888,229)	-	-	-	-	-	-
Asset Disposed	(3,182)	(11,546)	-	(212)	(600)	(85,677)	(101,216)	-	-
At 30 June 2022	6,805,970	7,693,105	948,926	355,903	347,972	1,130,826	17,282,702	154,397	154,397
Accumulated Depreciation, Amortisation and Impairment									
At 1 January 2021	(480,735)	(2,718,286)	-	(179,440)	(152,065)	(449,764)	(3,980,290)	(66,914)	(66,914)
Charge for the year	(163,219)	(311,538)	-	(48,145)	(53,308)	(192,775)	(768,984)	(21,473)	(21,473)
Asset Disposed	93	7,688	-	3,328	787	127,050	138,946	-	-
At 31 December 2021	(643,862)	(3,022,136)	-	(224,257)	(204,586)	(515,489)	(4,610,330)	(88,387)	(88,387)
Charge for the year	(96,895)	(158,885)	-	(23,776)	(26,049)	(104,856)	(410,461)	(11,012)	(11,012)
Asset Disposed	1,720	11,546	-	212	600	55,379	69,457	-	-
At 30 June 2022	(739,037)	(3,169,475)	-	(247,821)	(230,035)	(564,967)	(4,951,335)	(99,399)	(99,399)
Net Book Value									
At 31 December 2021	5,285,664	4,625,170	1,664,421	115,312	124,282	586,442	12,401,291	64,451	64,451
At 30 June 2022	6,066,933	4,523,630	948,926	108,082	117,937	565,859	12,331,367	54,998	54,998

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
Naira									
Cost									
At 1 January 2021	5,492,763	6,668,353	818,602	242,882	267,793	930,321	14,420,714	143,158	143,158
Additions in the year	145,821	158,917	1,018,279	42,868	18,073	271,592	1,655,551	9,680	9,680
Transfers (Note 15.4)	92,320	74,056	(174,678)	-	8,302	-	-	-	-
Asset Written off (Note 15.3)	-	-	-	-	-	-	-	-	-
Asset Disposed	(153)	(6,289)	-	(3,722)	(1,539)	(127,050)	(138,753)	-	-
At 31 December 2021	5,730,750	6,895,037	1,662,203	282,028	292,629	1,074,863	15,937,512	152,838	152,838
Additions in the year	-	41,066	170,615	6,903	19,645	114,572	352,801	-	-
Transfers (Note 15.4)	879,626	8,603	(888,229)	-	-	-	-	-	-
Asset Disposed	(3,182)	(1,750)	-	(50)	(270)	(85,677)	(90,929)	-	-
At 30 June 2022	6,607,194	6,942,956	944,589	288,881	312,004	1,103,758	16,199,384	152,838	152,838
Accumulated Depreciation, Amortisation and Impairment									
At 1 January 2021	(441,587)	(2,437,211)	-	(138,056)	(132,943)	(447,429)	(3,597,226)	(66,914)	(66,914)
Charge for the year	(152,082)	(267,124)	-	(42,138)	(46,816)	(187,696)	(695,856)	(21,473)	(21,473)
Asset Disposed	93	3,477	-	3,359	787	127,050	134,766	-	-
At 31 December 2021	(593,577)	(2,700,858)	-	(176,835)	(178,972)	(508,075)	(4,158,316)	(88,387)	(88,387)
Charge for the year	(91,158)	(137,265)	-	(20,732)	(23,119)	(102,150)	(374,423)	(11,012)	(11,012)
Asset Disposed	1,720	1,750	-	50	270	55,379	59,169	-	-
At 30 June 2022	(683,015)	(2,836,373)	-	(197,517)	(201,821)	(554,846)	(4,473,570)	(99,399)	(99,399)
Net Book Value									
At 31 December 2021	5,137,173	4,194,179	1,662,203	105,193	113,657	566,788	11,779,193	64,451	64,451
At 30 June 2022	5,924,179	4,106,583	944,589	91,364	110,183	548,912	11,725,811	53,439	53,439

15.1. Capital WIP – Assets categorized as Capital Work-In-Progress are the cost of land and building, survey, cost of processing land documentation and various stations upgrades costs.

15.2. 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 with a Net Book Value of N3.3billion

15.3. 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.

15.4. Transfers – These represent the movement of capital work in progress to the appropriate asset classes upon completion.

15.5. Included in land and buildings and Capital Work in Progress is freehold land of N2.5 billion (2021: N2.5 billion) which is not depreciated. .

Notes to the consolidated financial statements

		N'000	
16	Right of Use Assets		
		Group	Company
		30 June 2022	31 Dec 2021
	Opening Balance	2,065,088	2,046,208
	Additional lease	-	412,065
	Depreciation	(94,966)	(393,185)
		1,970,122	2,065,088
17	Prepayments		
		Group	Company
		30 June 2022	31 Dec 2021
	Prepaid rent	8,826	7,433
	Additions	30,560	29,421
	Amortisation	(28,128)	(28,028)
		11,258	8,826
	Other short term prepayment	108,779	85,734
	Prepayments	11,258	8,826
		120,037	94,560
18	Investments		
		Company	
		30 June 2022	31 Dec 2021
	99.98% in Eterna Industries Limited	49,990	49,990
	99.99% in Eterna Marine and Services Limited	1,000	1,000
		50,990	50,990

18.1 Investment in subsidiaries is made up of:

These investments are ultimately consolidated at group level.

		Group	Company
		30 June 2022	31 Dec 2021
18.2	Other Investments		
	JUHI 2 Project	645,382	625,382
		645,382	625,382

JUHI 2 represents the equity contribution on the aviation tank farm development project (Joint User Hydrant Installation II). This is a joint venture arrangement among consortium of downstreams operators with joint control and rights to the net assets of the arrangement. Eterna Plc holds 31% As at 31st December 2021, the project is still under construction and the joint venture is expected to commence in the year 2022.

19	Deferred Income Tax	Group		Company	
		30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
	The analysis of deferred tax liabilities is as follows:				
	Deferred tax Liabilities				
	Deferred tax liabilities to be recovered after more than 12 months	951,211	951,211	992,212	992,212
	Deferred tax liabilities to be recovered within 12 months	-	-	-	-
		951,211	951,211	992,212	992,212

Notes to the consolidated financial statements

20	Inventories	Group		Company		N'000
		30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021	
		Raw materials	864,438	1,233,362	864,438	
Finished goods	10,899,722	10,687,666	10,899,557	10,687,501		
Consumables	129,836	116,528	98,772	98,632		
	11,893,995	12,037,556	11,862,767	12,019,495		

Inventories is carried at the lower of cost and 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	
		30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
		Trade receivables	4,041,626	3,632,020	4,041,626
Less: Bad debts written off (note 7.3)	-	(110,682)	-	(110,682)	
Less: Impairment of trade receivables (note 22.1)	(8,761)	(8,761)	(8,761)	(8,761)	
Trade receivables – net	4,032,864	3,512,577	4,032,864	3,512,577	
Due to Group Companies (note 32)	-	-	710,672	645,462	
Advances	10,354,077	4,264,031	10,356,153	4,238,129	
WHT receivables	1,040,040	1,122,396	1,040,040	1,122,396	
Bridging claims	590,267	863,806	590,267	863,806	
Sundry debtors	138,934	-	138,934	-	
Foreign exchange Forward contract	679,716	512,492	679,716	512,492	
Other receivables	1,822,263	2,092,513	1,826,908	2,065,261	
	18,658,161	12,367,815	19,375,554	12,960,123	

Notes to the consolidated financial statements

N'000

22 Cash and Cash Equivalents

	Group		Company	
	30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
Cash and bank	13,086,548	1,689,033	13,087,220	1,684,877
Short term deposits with Financial institutions	-	4,737,126	-	4,737,126
	13,086,548	6,426,159	13,087,220	6,422,003
Bank overdrafts (Note 23)	(897,994)	(1,189,640)	(897,994)	(1,183,848)
Cash and Cash equivalents	12,188,554	5,236,519	12,189,226	5,238,155

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	
	30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
Current				
Opening balance	19,927,606	11,293,485	19,927,606	11,293,485
Additions	32,432,958	69,475,461	32,432,958	69,475,461
Interest on term loan	76,574	70,293	76,574	70,293
Interest on trading cost	(1,888,736)	1,543,111	(1,888,736)	1,543,111
Repayment	(30,649,610)	(62,454,743)	(30,649,610)	(62,454,743)
	19,898,792	19,927,606	19,898,792	19,927,606
Bank overdraft	897,994	1,189,640	897,994	1,183,848
	20,796,786	21,117,246	20,796,786	21,111,455
Current	19,712,384	20,056,872	19,712,384	20,051,081
Non- current	1,084,402	1,060,374	1,084,402	1,060,374

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 13% to 15% 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.

24 Decommissioning Liability

	Group		Company	
	30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
Balance as at 1 January	170,866	131,878	157,020	119,963
Additional obligations incurred		19,949		19,949
Accretion expenses	-	19,039	-	17,108
Balance at 31 December	170,866	170,866	157,020	157,020

Notes to the consolidated financial statements

N'000

25	Trade and other payables	Group		Company	
		30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
	Trade creditors	15,590,014	9,272,884	15,590,014	9,272,884
	Tax related liabilities	68,425	57,686	67,830	56,638
	Advance received	1,183,611	699,706	1,183,611	699,706
	Accrued payables	2,369,520	554,665	2,369,204	554,665
	Other payables	3,745,911	744,980	3,802,907	708,832
		22,957,481	11,329,921	23,013,567	11,292,725

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

26	Lease Liability	Group		Company	
		30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
	Right of use Assets	147,664	213,274	147,664	213,274
	Payment during the year		(65,610)	-	(65,610)
	Additions	892	-	892	-
	Effect of Discounted value	-	-	-	-
		148,556	147,664	148,556	147,664

The lease liability represents the future lease payments obligation for the land at Ibafo Depot, Apapa with a tenor of 5 years and it is measured at cost.

Notes to the consolidated financial statements

N'000

27

Authorised:

1,600,000 thousands Ordinary shares of 50k each

	30 June 2022	31 Dec 2021
	800,000	800,000

Issued, allotted and fully paid:

1,304,145 thousand Ordinary shares of 50k each

	652,072	652,072
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Movements during the year:

	Number of shares	Ordinary shares	Share premium	Total
At 1 January 2021	1,304,145	652,072	5,796,053	6,448,125
Issue of new shares	-	-	-	-
At 31 December 2021	1,304,145	652,072	5,796,053	6,448,125

28 Earnings per share

(a) Basic

Basic (loss)/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.

	Group		Company	
	30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
(Loss)/Profit for the year attributable to shareholders (in N'000)	1,252,580	(1,100,132)	1,292,654	(1,078,546)
Weighted average number of ordinary shares in issue (thousands)	1,304,145	1,304,145	1,304,145	1,304,145
Basic (loss)/earnings per share (in N)	0.96	(0.84)	0.99	(0.83)

(b) Diluted

Diluted (loss)/earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

	Group		Company	
	30 June 2022	31 Dec 2021	30 June 2022	31 Dec 2021
(Loss)/Profit for the year attributable to shareholders (in N'000)	1,252,580	(1,100,132)	1,292,654	(1,078,546)
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 (thousands)	1,304,145	1,304,145	1,304,145	1,304,145
Basic (loss)/earnings per share (in N)	0.96	(0.84)	0.99	(0.83)

29 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.

Litigations relating to petroleum subsidy are disclosed in the directors' report. The case has been dismissed by the High court of Nigeria and both Eterna Plc and Its Officers arraigned in respect of the case has been vindicated.

Notes to the consolidated financial statements

N'000

Eterna Plc
Consolidated Financial Statements For Half Year Ended 30th June 2022

Consolidated five-year financial summary

N'000

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

	June 2022	Dec 2021	Group Dec 2020	Dec 2019	Dec 2018
Financial performance					
Revenue	57,215,910	82,197,987	58,715,576	229,274,785	251,877,933
Profit/(loss) before tax	1,578,979	(936,415)	548,146	111,440	1,989,899
Taxation	(326,399)	(163,717)	392,896	(255,729)	(980,903)
(Loss)/profit for the year	1,252,580	(1,100,132)	941,042	(144,289)	1,008,996
Actuarial gains or losses	-	-	-	-	(29,363)
Tax effect of actuarial gains and losses	-	-	-	-	8,809
Non - controlling interest	4	4	15	19	26
Total comprehensive income for the year	<u>1,252,585</u>	<u>(1,100,128)</u>	<u>941,057</u>	<u>(144,270)</u>	<u>988,468</u>
Basic earnings per share (kobo)	<u>0.96</u>	<u>(0.84)</u>	<u>0.72</u>	<u>(0.11)</u>	<u>0.77</u>
Diluted earnings per share (kobo)	<u>0.96</u>	<u>(0.84)</u>	<u>0.72</u>	<u>(0.11)</u>	<u>0.77</u>
Financial position					
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	42	42	46	61	80
Retained Earnings	6,922,792	5,670,208	6,900,750	5,959,693	6,430,000
Total equity	<u>13,370,959</u>	<u>12,118,333</u>	<u>13,348,921</u>	<u>12,407,879</u>	<u>12,878,205</u>
Property, plant and equipment	12,386,365	12,465,742	11,398,386	9,771,625	8,338,502
Other non-current assets	2,615,503	2,690,470	2,691,834	2,699,825	1,605,222
Net current (liabilities)/assets	724,128	(707,719)	1,213,924	1,952,059	6,375,455
Non-current liabilities	(2,355,035)	(2,330,115)	(1,955,223)	(2,015,630)	(3,440,974)
Net assets	<u>13,370,959</u>	<u>12,118,333</u>	<u>13,348,921</u>	<u>12,407,879</u>	<u>12,878,205</u>
Net assets per share (Naira)	10.25	9.29	10.24	9.51	9.87

Earnings per share is based on the profit attributable to shareholders computed on the basis of the weighted average 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.

FREE FLOAT COMPUTATION				
Company Name:	Eterna Plc			
Year End:	December			
Reporting Period:	June 30, 2022			
Share Price at end of reporting period:	7.10 (NGN)			
Issued Share Capital	1,304,144,647			
Share Capital (N)	652,072,324			
Shareholding Structure /Free Float Status				
Description	30-Jun-22		30-Jun-21	
	Unit	Percentage	Unit	Percentage
Substantial Shareholding (5% and above)				
Preline Limited	805,213,517	61.74		
Total Substantial Shareholdings	805,213,517	61.74	-	0.00
Directors' Shareholdings (Direct and indirect) ,excluding directors with substantial interests				0.00
Dr. Gabriel Ogbechie	0	0.00		0.00
Mr. Benjamin Nwaezeigwe	0	0.00		0.00
Mrs. Phoebean Ifeadi	0	0.00		0.00
Mrs. Godrey Ogbechie	150,000	0.01		0.00
Mr. Emmanuel Omuojine	186	0.00		0.00
Mr. Okechukwu Omezi	0	0.00		0.00
Mr. Anibor Kragha	0	0.00		0.00
Mr. Akinwande Ademosu	0	0.00		0.00
Total Directors' Shareholding	150,186		-	0.00
Other influential Shareholding				
Norsworthy Investment Limited	34,062,967	2.61		0.00
Government Shareholding	-	0.00	-	0.00
Free Float in Units and Percentage	464,717,977	35.64		0.00
Total	1,304,144,647	100.00	-	0.00
Declaration:				
Eterna Plc with a free float percentage of 35.64% as at 30 June 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.				