

Eterna Plc
IFRS Financial Statements for the Period & Third Quarter
Ended 30 September 2022

Consolidated statement of profit or loss and other comprehensive income for period ended 30th September 2022

	Note	Group		Company	
		30 September	30 September	30 September	30 September
		2022 N'000	2021 N'000	2022 N'000	2021 N'000
Revenue	1	91,934,485	61,372,220	91,934,485	61,135,135
Cost of sales	2.1	(85,714,402)	(57,049,187)	(85,872,456)	(57,027,760)
Gross profit		6,220,083	4,323,033	6,062,029	4,107,375
Selling and distribution expenses	2.2	(178,614)	(160,895)	(178,614)	(159,190)
General and administrative expenses	2.3	(3,801,948)	(3,264,890)	(3,561,085)	(3,069,207)
Other income	6	225,858	294,947	225,280	293,787
Foreign exchange gains	7.1	(83,043)	(93,029)	(83,043)	(93,029)
Operating profit		2,382,336	1,099,167	2,464,566	1,079,736
Finance income	7	32,780	5,487	32,780	5,487
Finance cost	8	(518,003)	(537,769)	(518,003)	(537,740)
Profit before tax		1,897,113	566,886	1,979,343	547,483
Taxation	9	(459,672)	(150,897)	(459,672)	(212,955)
Profit for the year		1,437,440	415,988	1,519,670	334,529
Attributable to:					
– Owners of the parent		1,437,440	415,988	1,519,670	334,529
– Non-controlling interests		-	-	-	-
		1,437,440	415,988	1,519,670	334,529
Total comprehensive income for the year		1,437,440	415,988	1,519,670	334,529
Attributable to:					
– Owners of the parent		1,437,440	415,988	1,519,670	334,529
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		1,437,440	415,988	1,519,670	334,529
Earnings per share:					
Basic	22	1.10	0.32	1.17	0.26
Diluted	22	1.10	0.32	1.17	0.26

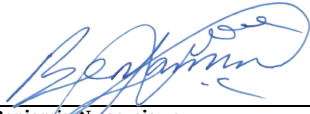
Consolidated statement of profit or loss and other comprehensive income for third quarter ended 30th September 2022


	Note	Group		Company	
		Q3 2022	Q3 2021	Q3 2022	Q3 2021
		N'000	N'000	N'000	N'000
Revenue	10	34,718,575	23,381,339	34,718,575	23,315,975
Cost of sales	11.1	(32,633,711)	(21,675,922)	(32,689,345)	(21,669,455)
Gross profit		2,084,864	1,705,417	2,029,230	1,646,518
Selling and distribution expenses	11.2	(103,324)	(90,430)	(103,324)	(89,399)
General and administrative expenses	11.3	(1,556,064)	(1,184,633)	(1,457,793)	(1,107,431)
Other income	15	57,373	18,172	56,889	18,021
Foreign exchange gains	16.1	(6,897)	(93,029)	(6,897)	(93,029)
Operating profit		475,951	355,497	518,105	374,682
Finance income	16	5,560	5,487	5,560	5,487
Finance cost	17	(163,379)	(195,360)	(163,379)	(195,359)
Profit before tax		318,132	165,623	360,286	184,810
Taxation	18	(173,593)	(58,453)	(173,593)	(58,290)
Profit for the year		144,539	107,170	186,693	126,520
Attributable to:					
– Owners of the parent		144,539	107,170	186,693	126,520
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		144,539	107,170	186,693	126,520
Attributable to:					
– Owners of the parent		144,539	107,170	186,693	126,520
– Non-controlling interests		-	-	-	-
Total comprehensive income for the year		144,539	107,170	186,693	126,520
Earnings per share:					
Basic	22	0.11	0.08	0.14	0.10
Diluted	22	0.11	0.08	0.14	0.10

Consolidated statement of financial position

	Note	Group		Company	
		30 September	31 December	30 September	31 December
		2022 N'000	2021 N'000	2022 N'000	2021 N'000
Non-current assets					
Property, plant and equipment	10	12,321,094	12,401,291	11,728,977	11,779,193
Intangible assets	10	47,933	64,452	47,933	64,451
Right of Use Assets	11	1,872,923	2,065,088	1,872,923	2,065,088
Other investments	13	645,382	625,382	645,382	625,382
Investment in subsidiaries	13	-	-	50,990	50,990
		14,887,332	15,156,213	14,346,206	14,585,104
Current assets					
Inventory	14	11,635,941	12,037,556	11,573,546	12,019,495
Trade and other receivables	15	17,444,045	12,367,815	18,215,787	12,960,123
Prepayments	11	205,794	94,560	217,769	94,233
Cash and bank balances	16	10,408,234	6,426,159	10,407,986	6,422,003
		39,694,013	30,926,091	40,415,088	31,495,855
Total assets		54,581,347	46,082,304	54,761,294	46,080,960
Non-current liabilities					
Borrowings	17	912,642	1,060,374	912,642	1,060,374
Lease Liability	20	149,001	147,664	149,001	147,664
Deferred tax liability	14	951,211	951,211	992,212	992,212
Decommissioning liability	18	170,866	170,866	157,020	157,020
		2,183,721	2,330,115	2,210,875	2,357,270
Current liabilities					
Trade and other payables	19	23,845,422	11,329,921	23,894,742	11,292,725
Borrowings	17	14,503,068	20,056,872	14,503,068	20,051,081
Tax payable	9	493,283	247,017	499,275	246,220
		38,841,773	31,633,810	38,897,084	31,590,026
Total liabilities		41,025,494	33,963,926	41,107,959	33,947,296
Equity attributable to shareholders					
Share capital	21	652,072	652,072	652,072	652,072
Share premium	21	5,796,053	5,796,053	5,796,053	5,796,053
Retained earnings		7,107,648	5,670,207	7,205,210	5,685,540
		13,555,773	12,118,332	13,653,336	12,133,665
Non -controlling interest		80	46	-	-
Total equity		13,555,853	12,118,378	13,653,336	12,133,665
Total equity and liabilities		54,581,347	46,082,305	54,761,294	46,080,960

The financial statements were approved by the board of directors and authorised for issue on 27th October, 2022. They were signed on its behalf by:


Benjamin Nvazeigwe
Managing Director/Chief Executive Officer
FRC/2022/PRO/DIR/003/23332


Abudkerimu Sule
Chief Financial Officer
FRC/2022/PRO/ICAN/001/00000023899

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	
Balance at 1 January 2021	652,072	5,796,053	6,900,750		13,348,875	61	13,348,937
Comprehensive income							
Profit for the year	-	-	(1,100,128)		(1,100,128)	(15)	(1,100,143)
Other Comprehensive income							
Total comprehensive income	-	-	(1,100,128)	-	(1,100,128)	(15)	(1,100,143)
Transaction with owners							
Dividend paid			-130,414		(130,414)	-	(130,414)
At 31 December 2021	652,072	5,796,053	5,670,208	-	12,118,333	46	12,118,378
Balance at 1 January 2022	652,072	5,796,053	5,670,208		12,118,333	46	12,118,378
Comprehensive income							
Profit for the year	-	-	1,437,440		1,437,440	-	1,437,440
Other Comprehensive income							
Total comprehensive income	-	-	1,437,440	-	1,437,440	-	1,437,440
Transaction with owners							
Dividend Paid	-	-	-		-	-	-
At 30 September 2022	652,072	5,796,053	7,107,648	-	13,555,773	46	13,555,818

	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 for the year			(1,078,546)		(1,078,546)
Other Comprehensive income					
Total comprehensive income	-	-	(1,078,546)	-	(1,078,546)
Transaction with owners					
Dividend paid			(130,414)		(130,414)
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 year			1,519,670		1,519,670
Other Comprehensive income					
Total comprehensive income	-	-	1,519,670	-	1,519,670
Transaction with owners					
Dividend Paid	-	-	-		-
At 30 September 2022	652,072	5,796,053	7,205,210	-	13,653,335

Consolidated statement of cash flows

	Note	Group		Company	
		30 September	31 December	30 September	31 December
		2022	2021	2022	2021
		N'000	N'000	N'000	N'000
CASH FLOWS FROM OPERATING ACTIVITIES:					
Profit before taxation		1,897,113	(936,415)	1,979,343	(914,829)
Adjustments for non-cash items:					
Depreciation	10	604,650	768,984	561,238	695,856
Amortisation of Intangible Assets	10	16,518	21,473	16,518	21,473
Amortisation of prepayments	12	6,747	28,028	6,747	28,028
Amortisation of right of use assets	11	302,701	393,185	302,701	393,185
Bad Debt written off	2.3	-	110,682	-	110,682
Provision no longer required	6	-	(12,111)	-	(12,111)
Finance Cost	8	855,204	1,037,332	855,202	1,033,986
Finance Income	7	(32,780)	(9,091)	(32,780)	(9,091)
Finance cost on Trading	17	876,182	606,302	876,182	607,712
(Decrease)/Increase in accrued payables		631,767	223,400	644,304	223,761
Allowance for impairment	2.3	-	8,761	-	8,761
Loss on disposal of asset	2.3	(1,521)	(804)	(1,521)	(804)
		5,201,122	2,239,726	5,252,476	2,186,609
Changes in working capital:					
(Increase) in inventory	14	401,615	(5,137,848)	445,949	(5,161,483)
(Increase) / decrease in debtors	15	(4,698,471)	101,102	(5,084,271)	124,101
(Increase) / decrease in Short term prepayment	12	(25,024)	15,442	(37,326)	13,817
Increase/(decrease) in payables	19	10,981,667	2,815,073	11,061,122	2,774,751
		6,659,787	(2,206,230)	6,385,474	(2,248,814)
Cash flows generated used in operating activities		11,860,909	33,496	11,637,950	(62,204)
Tax paid	9	(4,739)	(203,026)	-	(203,026)
Net cash generated used in operating activities		11,856,170	(169,531)	11,637,950	(265,230)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of property, plant and equipment	10	(617,873)	(1,777,199)	(604,442)	(1,655,551)
Proceeds on disposal of Property, plant and equipment	16	47,355	6,111	47,355	4,791
Purchase of Intangible assets	10	-	(9,680)	-	(9,680)
Investment in JUHI-2	13	(20,000)	(56,000)	(20,000)	(56,000)
Interest received	7	32,780	9,091	32,780	9,091
Net cash used in investing activities		(557,738)	(1,827,677)	(544,308)	(1,707,350)
CASH FLOWS FROM FINANCING ACTIVITIES:					
Proceeds from borrowings	17	47,848,024	69,475,461	47,848,024	69,475,461
Repayment of borrowings and interest	17	(54,983,055)	(62,454,743)	(54,780,148)	(62,454,743)
Payments for leasehold properties		(92,957)	(441,486)	(92,957)	(441,486)
Payments for lease liability		1,337	(65,610)	1,337	(65,610)
Dividend Paid		-	(130,414)	-	(130,414)
Other Finance cost	8	-	-	-	-
Net cash generated from financing activities		(7,226,652)	6,383,208	(7,023,746)	6,383,208
NET CHANGE IN CASH AND CASH EQUIVALENTS		4,071,780	4,386,000	4,069,896	4,410,628
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 SEPTEMBER 2022	16	9,308,298	5,236,519	9,308,050	5,238,155

Notes to the consolidated financial statements

N'000

	Group		Company	
	2022	2021	2022	2021
1 Revenue				
Trading	305,397	1,013,578	305,397	1,013,578
Fuel	75,006,652	47,496,475	75,006,652	47,496,475
Lubricants	11,758,557	11,661,899	11,758,557	11,661,899
Others	4,863,880	1,200,268	4,863,880	963,183
	91,934,485	61,372,220	91,934,485	61,135,135
2 Expenses by nature				
2.1 Cost of sales				
Material cost	84,691,998	56,547,992	84,850,082	56,526,565
Delivery cost	1,022,404	501,195	1,022,374	501,195
	85,714,402	57,049,187	85,872,456	57,027,760
2.2 Selling and Distribution expenses				
Marketing and sales commission	176,811	156,910	176,811	156,910
Sampling and analysis	1,803	3,984	1,803	2,279
	178,614	160,895	178,614	159,190
2.3 General and Administration expenses				
Staff costs	895,744	691,498	833,966	638,822
Legal and Professional fees	488,169	220,632	471,617	214,086
Depreciation	614,940	588,027	561,238	532,771
Employee welfare	1,436	825	1,436	711
Rent, Travelling & Entertainment	398,528	364,754	393,518	359,295
Repairs and Maintenance	490,814	356,137	420,450	307,746
Marketing and Business Development	40,242	71,968	40,092	71,918
Other expenses	50,080	50,640	40,821	50,644
Stationery and communication	111,915	123,161	110,937	121,030
Bank Charges	337,201	358,128	337,199	358,128
Insurance, medical and security	71,448	83,430	63,974	71,847
Licence fees	138,917	141,510	133,861	138,981
Directors remuneration	26,000	50,250	26,000	50,250
Amortisation on Prepayments	6,747	21,121	6,747	21,121
Bad Debt written off	-	1,496	-	1,496
Pension costs	31,274	30,621	28,522	27,506
Auditors' remuneration	45,000	55,800	37,500	48,300
Amortisation of Intangible assets	16,518	15,967	16,518	15,967
Loss on disposal of property, plant and equipment	1,521	(504)	1,521	(504)
Training and Development	35,454	39,430	35,169	39,091
	3,801,948	3,264,890	3,561,085	3,069,207
Expenses by function				
3 Cost of sales	85,714,402	57,049,187	85,872,456	57,027,760
Selling and Distribution expenses	178,614	160,895	178,614	159,190
General and Administration expenses	3,801,948	2,906,762	3,561,085	2,711,079
	89,694,964	60,116,844	89,612,156	59,898,029

N'000

4 Employees' remuneration and numbers

	Group		Company	
	2022	2021	2022	2021
	Number	Number	Number	Number
Administration	28	28	27	27
Operations	37	35	30	30
Sales and marketing	18	18	18	17
	83	81	75	74
Senior Management	12	12	11	11
Management	9	9	8	8
Senior staff	62	60	56	55
	83	81	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	2021	2021
	N'000	N'000	N'000	N'000
Salaries and wages	895,744	691,498	833,966	638,822
Employee welfare	1,436	825	1,436	711
Pension Costs	31,274	30,621	28,522	27,506
	928,455	722,944	863,925	667,038

5 Directors' remuneration

	Group		Company	
	2022	2021	2022	2020
Fees for services as a director	26,000	36,025	26,000	36,025
Other emoluments as management	39,285	46,746	39,285	46,746
	65,285	82,771	65,285	82,771

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

6,000	17,000	6,000	17,000
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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
	2022	2021	2022	2021
Less than N500,001	-	-	-	-
N500,001 - N3,000,000	-	-	-	-
N8,000,001 - N12,000,000	8	6	8	6
More than N12,000,000	-	2	-	2
	8	8	8	8

6 Other income

	Group		Company	
	2022	2021	2022	2021
Other income	125,768	264,371	125,190	263,210
Provision no longer required	-	-	-	-
Rental income	100,090	28,608	100,090	28,608
Depot storage income	-	1,968	-	1,968
	225,858	294,947	225,280	293,787

		Group		Company	
		2022	2021	2022	2021
N'000					
7	Finance income				
	Interest income on short-term bank deposits	32,780	5,487	32,780	5,487
		<u>32,780</u>	<u>5,487</u>	<u>32,780</u>	<u>5,487</u>
7.1	Foreign exchange gain/Loss	(83,043)	(93,029)	(83,043)	(93,029)
		<u>(83,043)</u>	<u>(93,029)</u>	<u>(83,043)</u>	<u>(93,029)</u>
8	Finance cost				
	Interest on Loan	371,578	393,960	371,578	393,933
	Interest on bank overdrafts	146,425	143,808	146,425	143,808
		<u>518,003</u>	<u>537,769</u>	<u>518,003</u>	<u>537,740</u>
This amount represents interest charges on various short term loans, overdrafts and trade finances.					
9	Taxation				
	Current taxes on income for the year	410,189	150,897	410,189	212,955
	Education tax levy for the year	49,484	-	49,484	-
	Minimum Tax	-	-	-	-
	Tax expense on Income statement	<u>459,672</u>	<u>150,897</u>	<u>459,672</u>	<u>212,955</u>
	Tax on Other Comprehensive Income	-	-	-	-
	Total tax expense	<u>459,672</u>	<u>150,897</u>	<u>459,672</u>	<u>212,955</u>
		Group		Company	
		2022	Dec'2021	2022	Dec'2021
	Opening balance	247,017	121,450	246,220	120,653
	Tax paid	(4,739)	(203,026)	-	(203,026)
	WHT utilised	(208,668)	(45,246)	(206,618)	(45,246)
	Income tax charge	459,672	373,839	459,672	373,839
	Closing balance	<u>493,283</u>	<u>247,017</u>	<u>499,275</u>	<u>246,220</u>
	Current	493,283	247,017	499,275	246,220
	Non-current	-	-	-	-
		<u>493,283</u>	<u>247,017</u>	<u>499,275</u>	<u>246,220</u>

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 financial statements

N'000

		Group		Company	
		Q3 2022	Q3 2021	Q3 2022	Q3 2021
10	Revenue				
	Trading	122,165	184,595	122,165	184,595
	Fuel	29,222,853	18,417,277	29,222,853	18,417,277
	Lubricants	4,316,718	4,650,777	4,316,718	4,650,777
	Others	1,056,839	128,690	1,056,839	63,325
		<u>34,718,575</u>	<u>23,381,339</u>	<u>34,718,575</u>	<u>23,315,975</u>
11	Expenses				
11.1	Cost of sales				
	Material cost	32,139,796	21,792,353	32,195,460	21,785,886
	Delivery cost	493,915	(116,431)	493,885	(116,431)
		<u>32,633,711</u>	<u>21,675,922</u>	<u>32,689,345</u>	<u>21,669,455</u>
11.2	Selling and Distribution expenses				
	Marketing and sales commission	102,576	88,298	102,576	88,298
	Sampling and analysis	748	2,132	748	1,101
		<u>103,324</u>	<u>90,430</u>	<u>103,324</u>	<u>89,399</u>
11.3	General and Administration expenses				
	Staff costs	288,201	241,015	268,537	223,001
	Legal and Professional fees	433,836	82,549	419,430	77,749
	Depreciation	204,479	195,595	186,815	176,188
	Employee welfare	351	469	351	431
	Rent, Travelling & Entertainment	127,090	126,439	126,061	126,518
	Repairs and Maintenance	156,602	136,594	123,473	114,729
	Marketing and Business Development	10,710	24,893	10,660	24,843
	Other expenses	24,521	23,556	20,071	21,739
	Bank Charges	114,036	124,890	114,035	124,890
	Stationery and communication	39,288	43,410	38,835	41,605
	Insurance, medical and security	52,271	66,550	50,368	62,376
	Licence fees	43,526	57,206	41,433	55,580
	Directors remuneration	10,300	16,750	10,300	16,750
	Amortisation on Prepayments	7,181	4,967	7,181	4,967
	Bad Debt	-	1,183	-	1,183
	Pension costs	10,635	10,837	9,797	9,781
	Audit Fees	15,000	15,000	12,500	12,500
	Amortisation of Intangible assets	5,506	5,506	5,506	5,506
	Loss on disposal of property, plant and equipment	59	167	59	167
	Training and Development	12,472	7,058	12,380	6,928
		<u>1,556,064</u>	<u>1,184,633</u>	<u>1,457,793</u>	<u>1,107,431</u>
	Expenses by function				
12	Cost of sales	32,633,711	21,675,922	32,689,345	21,669,455
	Selling and Distribution expenses	103,324	90,430	103,324	89,399
	General and Administration expenses	1,556,064	1,061,958	1,457,793	982,542
		<u>34,293,099</u>	<u>22,828,310</u>	<u>34,250,462</u>	<u>22,741,396</u>

Notes to the consolidated financial statements

13 Employees' remuneration and numbers	Group		Company	
	Q3 2022	Q3 2021	Q3 2022	Q3 2021
	Number	Number	Number	Number
Administration	28	28	27	27
Operations	37	35	30	30
Sales and marketing	18	18	18	17
	<u>83</u>	<u>81</u>	<u>75</u>	<u>74</u>
Senior Management	12	12	11	11
Management	9	9	8	8
Senior staff	62	60	56	55
	<u>83</u>	<u>81</u>	<u>75</u>	<u>74</u>

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

	Group		Company	
	Q3 2022	Q3 2021	Q3 2022	Q3 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
	<u>83</u>	<u>82</u>	<u>75</u>	<u>74</u>

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

	Group		Company	
	Q3 2022	Q3 2021	Q3 2022	Q3 2021
	N'000	N'000	N'000	N'000
Salaries and wages	288,201	241,015	268,537	223,001
Employee welfare	351	469	351	431
Pension Costs	10,635	10,837	9,797	9,781
	<u>299,187</u>	<u>252,321</u>	<u>278,686</u>	<u>233,213</u>

14 Directors' remuneration

	Group		Company	
	Q3 2022	Q3 2021	Q3 2022	Q3 2021
	N'000	N'000	N'000	N'000
Fees for services as a director	10,300	16,750	10,300	16,750
Other emoluments as management	13,095	15,582	13,095	15,582
	<u>23,395</u>	<u>32,332</u>	<u>23,395</u>	<u>32,332</u>

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

	<u>6,000</u>	<u>17,000</u>	<u>6,000</u>	<u>17,000</u>
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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
	Q3 2022	Q3 2021	Q3 2022	Q3 2021
Less than N500,001	-	-	-	-
N500,001 - N3,000,000	-	-	-	-
N8,000,001 - N12,000,000	8	6	8	6
More than N12,000,000	-	2	-	2
	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>

15 Other income

	Group		Company	
	Q3 2022	Q3 2021	Q3 2022	Q3 2021
	N'000	N'000	N'000	N'000
Other income	25,940	4,591	25,456	4,441
Provision no longer required	-	-	-	-
Rental income	31,433	13,580	31,433	13,580
	<u>57,373</u>	<u>18,172</u>	<u>56,889</u>	<u>18,021</u>

Notes to the consolidated financial statements

		Group		Company	
		Q3 2022	Q3 2021	Q3 2022	Q3 2021
		N'000			
16	Finance income				
	Interest income on short-term bank deposits	5,560	5,487	5,560	5,487
		<u>5,560</u>	<u>5,487</u>	<u>5,560</u>	<u>5,487</u>
16.1	Foreign exchange gain/Loss	(6,897)	(93,029)	(6,897)	(93,029)
		<u>(6,897)</u>	<u>(93,029)</u>	<u>(6,897)</u>	<u>(93,029)</u>
17	Finance cost				
	Interest on Loan	111,989	126,179	111,989	126,177
	Interest on Overdraft	51,390	69,182	51,390	69,182
		<u>163,379</u>	<u>195,360</u>	<u>163,379</u>	<u>195,359</u>
	This amount represents interest charges on various short term loans, overdrafts and trade finances.				
18	Taxation				
	Current taxes on income for the year	-	-	-	-
	Education tax levy for the year				
	Minimum Tax	173,593	58,453	173,593	58,290
	Tax expense on Income statement	<u>173,593</u>	<u>58,453</u>	<u>173,593</u>	<u>58,290</u>
	Tax on Other Comprehensive Income	-	-	-	-
	Total tax expense	<u>173,593</u>	<u>58,453</u>	<u>173,593</u>	<u>58,290</u>

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 financial statements

	N'000			
11 Right of Use Assets	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Opening Balance	2,065,088	2,046,208	2,065,088	2,046,208
Additional lease	110,536	412,065	110,536	412,065
Depreciation	(302,701)	(393,185)	(302,701)	(393,185)
	1,872,923	2,065,088	1,872,923	2,065,088
12 Prepayments	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Prepaid rent	8,826	7,433	8,826	7,433
Additions	92,957	29,421	92,957	29,421
Amortisation	(6,747)	(28,028)	(6,747)	(28,028)
	95,036	8,826	95,036	8,826
Other short term prepayment	110,758	85,734	122,733	85,407
Total prepaid rents	95,036	8,826	95,036	8,826
Total prepayments	205,794	94,560	217,769	94,233
13 Investments			Company	
			30 SEPT 2022	31 DEC 2021
Investment in subsidiaries is made up of:				
99.98% in Eterna Industries Limited			49,990	49,990
100% in Eterna Marine and Services Limited			1,000	1,000
			50,990	50,990
These investments are ultimately consolidated at group level.				
	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Other Investments				
JUHI 2 Project	645,382	625,382	645,382	625,382
	645,382	625,382	645,382	625,382
14 Inventory	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Raw materials	1,165,286	1,233,362	1,165,286	1,233,362
Finished goods	10,303,724	10,687,666	10,303,559	10,687,501
Consumables	166,930	116,528	104,699	98,632
	11,635,941	12,037,556	11,573,546	12,019,495

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.

Notes to the consolidated financial statements

		N'000	
15	Trade and other receivables	Group	Company
		30 SEPT 2022	31 DEC 2021
		30 SEPT 2022	31 DEC 2021
	Trade receivables	5,395,921	3,632,020
	Less: Bad debts written off	-	(110,682)
	Less: Impairment of trade receivables	(8,992)	(8,761)
	Trade receivables – net	<u>5,386,929</u>	<u>3,512,577</u>
	Due to Group Companies	-	-
	Advances	5,810,461	4,264,031
	WHT receivables	1,084,514	1,122,396
	Bridging claims	526,826	863,806
	Foreign exchange Forward contract	1,836,314	512,492
	Other receivables	2,799,002	2,092,513
		<u>17,444,045</u>	<u>12,367,815</u>
		<u>17,444,045</u>	<u>12,367,815</u>
		<u>18,215,787</u>	<u>12,960,123</u>
		<u>18,215,787</u>	<u>12,960,123</u>
16	Cash and Cash Equivalents	Group	Company
		30 SEPT 2022	31 DEC 2021
		30 SEPT 2022	31 DEC 2021
	Cash and bank	10,338,364	1,689,033
	Short term deposits with Financial institutions	69,870	4,737,126
		<u>10,408,234</u>	<u>6,426,159</u>
		<u>10,408,234</u>	<u>6,426,159</u>
	Bank overdrafts	(1,099,935)	(1,189,640)
	Cash and Cash equivalents	<u>9,308,298</u>	<u>5,236,519</u>
		<u>9,308,298</u>	<u>5,236,519</u>
		<u>9,308,050</u>	<u>5,238,155</u>
		<u>9,308,050</u>	<u>5,238,155</u>
17	Borrowings	Group	Company
		30 SEPT 2022	31 DEC 2021
		30 SEPT 2022	31 DEC 2021
	Current		
	Opening balance	19,927,606	11,293,485
	Additions	47,848,024	69,475,461
	Interest on term loan	89,155	70,293
	Interest on trading cost	876,182	1,543,111
	Repayment	(54,425,192)	(62,454,743)
		<u>14,315,775</u>	<u>19,927,606</u>
		<u>14,315,775</u>	<u>19,927,606</u>
	Bank overdraft	1,099,935	1,183,848
		<u>15,415,710</u>	<u>21,111,455</u>
		<u>15,415,710</u>	<u>21,111,455</u>
	Current	<u>14,503,068</u>	<u>20,056,872</u>
	Non- current	<u>912,642</u>	<u>1,060,374</u>
		<u>14,503,068</u>	<u>20,051,081</u>
		<u>912,642</u>	<u>1,060,374</u>

Notes to the consolidated financial statements

		N'000				
18 Decommissioning Liability	Group	30 SEPT 2022	31 DEC 2021	Company	30 SEPT 2022	31 DEC 2021
		170,866	131,878		157,020	119,963
		-	19,949		-	19,949
		-	-		-	-
		-	19,039		-	17,108
		<u>170,866</u>	<u>170,866</u>		<u>157,020</u>	<u>157,020</u>
19 Trade and other payables	Group	30 SEPT 2022	31 DEC 2021	Company	30 SEPT 2022	31 DEC 2021
		19,560,024	9,272,884		19,585,899	9,272,884
		253,430	57,686		252,245	56,638
		627,709	699,706		627,709	699,706
		1,186,432	554,665		1,198,969	554,665
		<u>2,217,827</u>	<u>744,980</u>		<u>2,229,920</u>	<u>708,832</u>
		<u>23,845,422</u>	<u>11,329,921</u>		<u>23,894,742</u>	<u>11,292,725</u>
20 Lease Liability	Group	30 SEPT 2022	31 DEC 2021	Company	30 SEPT 2022	31 DEC 2021
		147,664	213,274		147,664	213,274
			(65,610)			(65,610)
		1,337			1,337	
					-	
		<u>149,001</u>	<u>147,664</u>		<u>149,001</u>	<u>147,664</u>
21				30 SEPT 2022	31 DEC 2021	
Authorised:				800,000	800,000	
1,600,000 thousands Ordinary shares of 50k each						
Issued, allotted and fully paid:				652,072	652,072	
1,304,145 thousand Ordinary shares of 50k each						
Issued and fully allotted:				652,072	652,072	
1,304,145 thousand Ordinary shares of 50k each						
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		
Capitalised during the period	-	-	-	-		
Issue of new shares	-	-	-	-		
At 30 September 2021	<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

22 Earnings per share

(a) Basic

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.

	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Profit for the year attributable to shareholders (in N'000)	1,437,440	(1,100,132)	1,519,670	(1,078,546)
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)	<u>1.10</u>	<u>(0.84)</u>	<u>1.17</u>	<u>(0.83)</u>

(b) Diluted

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.

	Group		Company	
	30 SEPT 2022	31 DEC 2021	30 SEPT 2022	31 DEC 2021
Profit for the year attributable to shareholders (in N'000)	1,437,440	(1,100,132)	1,519,670	(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 earnings per share (in N'000)	<u>1.10</u>	<u>(0.84)</u>	<u>1.17</u>	<u>(0.83)</u>

23 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.

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 10.4)	92,320	74,056	(174,678)	-	8,302	-	-	-	-
Asset Written off (Note 10.3)	-	-	-	-	-	-	-	-	-
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	77,707	37,746	311,501	16,048	23,013	151,859	617,873	-	-
Transfers (Note 10.4)	808,020	31,523	(854,287)	8,978	5,765	-	-	-	-
Reclassification	-	-	(44,542)	-	-	-	(44,542)	-	-
Asset Disposed	(3,182)	(1,750)	-	(235)	(270)	(118,427)	(123,864)	-	-
At 30 September 2022	6,812,071	7,714,825	1,077,093	364,360	357,376	1,135,363	17,461,088	152,838	152,838
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)	(4,610,328)	(88,387)	(88,387)
Charge for the year	(145,987)	(228,584)	-	(34,616)	(38,396)	(157,068)	(604,650)	(16,518)	(16,518)
Asset Disposed	1,720	1,750	-	176	270	71,071	74,988	-	-
At 30 September 2022	(788,129)	(3,248,970)	-	(258,697)	(242,712)	(601,486)	(5,139,994)	(104,905)	(104,905)
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	64,452
At 30 September 2022	6,023,942	4,465,855	1,077,093	105,663	114,664	533,877	12,321,094	47,933	47,933

10.1. 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.

10.2. 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, Ibafor, Apapa with a Net Book Value of N3.3billion.

10.3. 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.

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

10.5 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. .

Note 10 (Continued)	Company Property Plant and Equipment							Intangibles	
	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	5,492,763	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 16.5)	92,320	74,056	(174,678)	-	8,302	-	-	-	-
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
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	77,707	37,203	307,823	6,567	23,284	151,859	604,442	-	-
Transfers (Note 16.5)	808,020	31,523	(854,287)	8,978	5,765	-	-	-	-
Reclassification	-	-	(44,542)	-	-	-	(44,542)	-	-
Asset Disposed	(3,182)	(1,750)	-	(235)	(270)	(118,427)	(123,864)	-	-
At 30 September 2022	6,613,295	6,962,013	1,071,197	297,338	321,408	1,108,295	16,373,548	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	(137,316)	(206,074)	-	(30,469)	(34,372)	(153,008)	(561,238)	(16,518)	(16,518)
Asset Written off (Note 4)	-	-	-	-	-	-	-	-	-
Asset Disposed	1,720	1,750	-	176	270	71,071	74,988	-	-
At 30 September 2022	(729,173)	(2,905,182)	-	(207,128)	(213,074)	(590,012)	(4,644,566)	(104,905)	(104,905)
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 September 2022	5,884,122	4,056,831	1,071,197	90,210	108,334	518,283	11,728,977	47,933	47,933

Consolidated five-year financial summary

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

	September 2022	Dec 2021	Group		
			Dec 2020	Dec 2019	Dec 2018
Financial performance					
Revenue	91,934,485	82,197,987	58,715,576	229,274,785	251,877,933
Profit/(loss) before tax	1,897,113	(936,415)	548,146	111,440	1,989,899
Taxation	<u>(459,672)</u>	<u>(163,717)</u>	<u>392,896</u>	<u>(255,729)</u>	<u>(980,903)</u>
Profit for the year	1,437,440	(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	<u>-</u>	<u>4</u>	<u>15</u>	<u>19</u>	<u>26</u>
Total comprehensive income for the year	<u>1,437,440</u>	<u>(1,100,128)</u>	<u>941,057</u>	<u>(144,270)</u>	<u>988,468</u>
Basic earnings per share (kobo)	<u>1.10</u>	<u>(0.84)</u>	<u>0.72</u>	<u>(0.11)</u>	<u>0.77</u>
Diluted earnings per share (kobo)	<u>1.10</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	80	46	46	61	80
Retained Earnings/(Accumulated deficits)	<u>7,107,648</u>	<u>6,900,750</u>	<u>6,900,750</u>	<u>5,959,693</u>	<u>6,430,000</u>
Total equity	<u>13,555,853</u>	<u>12,118,375</u>	<u>13,348,921</u>	<u>12,407,879</u>	<u>12,878,205</u>
Property, plant and equipment	12,369,027	12,465,742	11,474,630	9,867,627	8,338,502
Other non-current assets	2,518,305	2,690,470	2,615,590	2,603,823	1,605,222
Net current (liabilities)/assets	852,240	(707,719)	1,213,924	1,952,059	6,375,455
Non-current liabilities	<u>(2,183,721)</u>	<u>(2,330,115)</u>	<u>(1,955,225)</u>	<u>(2,015,630)</u>	<u>(3,440,974)</u>
Net assets	<u>13,555,853</u>	<u>12,118,378</u>	<u>13,348,919</u>	<u>12,407,879</u>	<u>12,878,205</u>
Net assets per share (Naira)	10.39	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 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.