

SEVEN-UP BOTTLING COMPANY PLC

**FINANCIAL STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND
SHAREHOLDERS ON THE INTERIM UNAUDITED FINANCIAL STATEMENT
FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2017.**

SEVEN UP BOTTLING CO PLCStatement of profit or loss and Comprehensive Income
FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER, 2017

	OCT-DEC 2017	APRIL-DEC 2017	OCT-DEC 2016	APRIL-DEC 2016
	=N='000	=N='000	=N='000	=N='000
Revenue	29,960,700	83,299,468	28,922,048	75,899,025
Cost of Sales	(24,416,930)	(69,265,162)	(25,970,204)	(64,086,165)
Gross Profit	5,543,770	14,034,306	2,951,844	11,812,860
Other Income	109,905	175,565	50,979	145,778
Selling & Distribution Expenses	(5,751,771)	(13,594,083)	(3,312,078)	(9,699,501)
Administration Expenses	(2,016,267)	(5,420,132)	(1,292,832)	(3,937,388)
Results from operating activities	(2,114,363)	(4,804,344)	(1,602,087)	(1,678,250)
Finance income	16,721	36,258	11,509	83,295
Finance costs	(1,935,516)	(5,523,549)	(1,306,791)	(3,248,211)
Net Finance costs	(1,918,796)	(5,487,291)	(1,295,282)	(3,164,916)
(Loss)/Profit before Income Tax	(4,033,159)	(10,291,635)	(2,897,369)	(4,843,167)
Income tax expense	-	-	-	-
(Loss)/Profit for the period	(4,033,159)	(10,291,635)	(2,897,369)	(4,843,167)

SEVEN UP BOTTLING CO PLC

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER, 2017

		UNAUDITED 2017 DECEMBER	UNAUDITED 2016 DECEMBER	AUDITED 2017 MARCH
ASSETS				
Non-current	NOTE	=N='000	=N='000	=N='000
At Cost		97,830,975	94,465,701	96,636,053
Less: Accumulated Depreciation		(58,714,983)	(54,655,933)	(56,295,656)
Property, plant and equipment		39,115,992	39,809,768	40,340,397
INTANGIBLE ASSET				
At cost		178,942	178,037	178,942
Less: Accumulated Depreciation		(147,887)	(122,669)	(147,887)
Intangible asset		31,056	55,369	31,055
Prepayment		14,542	18,014	41,757
Other receivable		51,890	99,260	43,813
Non-current asset		39,213,479	39,982,411	40,457,022
Inventories	2	34,468,377	23,532,673	22,444,879
Investment		42,000	-	42,000
Trade and other receivables	3	6,836,529	7,331,930	17,170,487
Deposit for import		-	-	738,329
Prepayment	4	411,644	986,412	234,011
Cash and cash equivalent		5,847,341	11,334,806	6,009,919
		47,605,891	43,185,822	46,639,625
Total Asset		86,819,370	83,168,233	87,096,647
EQUITY				
Share Capital		320,295	320,295	320,295
Share Premium		290,611	299,140	299,140
Retained earnings		2,314,401	18,292,048	12,606,036
Total equity		2,925,307	18,911,483	13,225,471
LIABILITIES				
Loans & borrowings		13,334,667	10,000,000	12,675,925
Shareholder Long Term - loan.		5,438,945	-	-
Employee benefits		3,555,488	4,166,112	3,838,035
Deferred Taxation		280,691	2,282,464	280,691
Non-current liabilities		22,609,791	16,448,576	16,794,651
Banks Overdraft		4,138,701	2,701,601	10,025,507
Loans & borrowings	6	34,774,470	28,443,848	20,395,015
Trade Creditors and other payables	5	20,346,631	15,264,355	24,560,339
Taxation		2,024,469	1,398,370	2,095,664
Current liabilities		61,284,272	47,808,174	57,076,525
Total Liabilities		83,894,063	64,256,750	73,871,176
Total equity and liabilities		86,819,370	83,168,233	87,096,647

These interim financial statements were approved by the Board of Directors on 30 January 2018 and signed on its behalf by the following:

Ziad Maalouf-Managing Director/CEO
FRC/2017/IODN/00000017621

Ali Jafri-Chief Financial Officer
FRC/2013/ANAN/00000006710

SEVEN-UP BOTTLING COMPANY PLC

UNAUDITED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED DECEMBER, 2017

Note	UNAUDITED 2017 DECEMBER N'000	UNAUDITED 2016 DECEMBER N'000	AUDITED 2017 MARCH N'000
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/Profit	(10,291,635)	(4,843,166)	(10,776,712)
Adjustments for:	-	-	-
Income tax expense	-	-	(451,726)
Finance income	(36,258)	(83,295)	(424,008)
Finance cost	5,523,549	3,098,211	4,444,361
Depreciation	6,998,744	5,615,749	9,487,448
Amortisation of intangible assets	(0)	-	25,219
(Gain)/Loss on disposals of PPE	(322,898)	-	(174,973)
Employee benefit charge	-	-	752,221
	<u>1,871,502</u>	<u>3,787,498</u>	<u>2,881,830</u>
Change in inventories	(12,023,498)	(12,037,811)	(10,950,017)
Change in trade and other receivables	10,156,325	(2,389,121)	(11,382,516)
Change in investment	-	-	(42,000)
Change in deposit for imports	738,329	1,744,246	1,005,917
Change in long term prepayment	19,138	62,865	76,820
Change in trade and other payables	(2,792,142)	320,674	9,811,283
Cash generated from operating activities	<u>(2,030,345)</u>	<u>(8,511,649)</u>	<u>(8,598,683)</u>
Income tax paid	(71,195)	-	(953,617)
VAT paid	(562,052)	(1,157,594)	(1,378,957)
Employee benefit paid	(282,547)	(391,633)	(1,156,731)
Net cash flow from operation activities	<u>(2,946,140)</u>	<u>(10,060,876)</u>	<u>(12,087,988)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Finance income	36,258	83,295	40,076
Proceeds from sale of PPE	359,839	-	201,341
Acquisition of PPE	(6,003,585)	(2,889,401)	(7,318,097)
Acquisition of intangible assets	-	-	(905)
Net cash used in investing activities	<u>(5,607,488)</u>	<u>(2,806,106)</u>	<u>(7,077,585)</u>
CASH FLOW FROMS FINANCING ACTIVITIES			
Interest expense	(5,523,549)	(3,164,916)	(3,888,396)
Increase in borrowings	20,477,143	20,234,349	14,669,091
Dividend paid	(675,737)	(349,516)	(410,980)
Net cash from/(used in) financing activities	<u>14,277,856</u>	<u>16,719,917</u>	<u>10,369,715</u>
Net increase/ (decrease) in cash and cash equivalents	5,724,228	3,852,936	(8,795,858)
Cash and cash equivalents at beginning of year	(4,015,588)	4,780,270	4,780,270
Cash and cash equivalents at end of Quarter.	<u>1,708,640</u>	<u>8,633,206</u>	<u>(4,015,588)</u>
CASH AND CASH EQUIVALENTS ARE ANALYSED INTO:			
Cash at bank & in hand	5,847,341	11,334,806	6,009,919
Bank overdrafts	(4,138,701)	(2,701,601)	(10,025,507)
	<u>1,708,640</u>	<u>8,633,206</u>	<u>(4,015,588)</u>

SEVEN-UP BOTTLING COMPANY PLCStatement of Changes in Equity

Attributable to equity holders of the company.

For the nine months ended Dec, 2017

In thousands of naira.

	Share capital	Share premium	Retained earnings	Total equity
Balance as at 1 April, 2017.	320,295	299,140	12,606,036	13,225,471
(Loss)/Profit for the nine months.	-	(8,529)	(10,291,635)	(10,300,164)
Other Comprehensive income				
Define benefit plan actuarial gain, net of tax	-	-	-	-
Total Comprehensive income	-	-	(10,291,635)	(10,300,164)
Transactions with owners, recorded directly in equity				
Dividend to equity holders	-	-	-	-
Unclaimed dividend written back	-	-	-	-
Balance as at December, 2017.	320,295	299,140	2,314,401	2,925,307
Balance at 1 April ,2016	320,295	299,140	24,160,159	24,779,594
(Loss)/Profit for the nine months.	-	-	(4,843,166)	(4,843,166)
Other Comprehensive income	-	-	-	-
Total Comprehensive income	-	-	(4,843,166)	(4,843,166)
Transactions with owners, recorded directly in equity				
Dividend to equity holders	-	-	(1,024,945)	(1,024,945)
Unclaimed dividend written back	-	-	-	-
Balance as at December, 2016.	320,295	299,140	18,292,048	18,911,483

SEVEN-UP BOTTLING COMPANY PLCNotes to the Accounts

	OCT-DEC 2017	APRIL- DEC 2017	OCT-DEC 2016	APRIL- DEC 2016
NOTES	0	N'000	N'000	N'000
NET FINANCE COST				
INTEREST ON LOANS	1,575,058	4,348,228	973,769	2,707,404
INTEREST ON OVERDRAFTS	360,459	1,175,321	333,022	540,808
FINANCE INCOME	(16,721)	(36,258)	(11,509)	(83,295)
1	<u>1,918,796</u>	<u>5,487,291</u>	<u>1,295,282</u>	<u>3,164,916</u>
INVENTORIES				
Raw Materials, consumables and non-returnable packaging material		14,234,779	11,285,219	12,431,923
Product in process		158,846	256,033	382,584
Finished Goods		1,430,871	787,063	1,275,544
Spare Parts		3,221,179	2,718,199	2,513,327
Goods in Transit		15,422,702	8,486,160	5,841,502
2		<u>34,468,377</u>	<u>23,532,673</u>	<u>22,444,880</u>
Trade debtors and other receivables				
Trade receivables		742,636	585,194	619,540
Advance payment to suppliers-related parties		5,301,690	6,021,703	6,138,481
Staff loans and advances		642,589	600,324	1,850,389
Other receivables		41,974	54,194	8,454,436
Amount Due from Registrar		107,641	70,515	107,641
3		<u>6,836,529</u>	<u>7,331,930</u>	<u>17,170,487</u>
Prepayment				
Current:				
Short term portion of prepayment		411,644	986,412	234,011
4		<u>411,644</u>	<u>986,412</u>	<u>234,011</u>
CURRENT LIABILITIES				
Trade creditors and other payables				
Trade payables		6,107,505	4,499,528	7,179,610
Amount payable to related parties		181,403	246,493	4,444,264
Other Creditors and accrual		5,066,182	2,967,754	2,836,767
Advance from customer		1,761,043	230,992	2,904,971
Dividend payable		611,774	1,283,178	1,287,107
Liability for returnable packaging material		6,618,725	6,036,409	5,907,619
5		<u>20,346,631</u>	<u>15,264,355</u>	<u>24,560,338</u>
Current.				
Short Term Loan		34,774,470	28,443,848	20,395,015
6		<u>34,774,470</u>	<u>28,443,848</u>	<u>20,395,015</u>