



**Nigerian Breweries Plc**

RC: 613

**Unaudited Condensed Interim Financial Statements**

**For the Three Months Ended 31<sup>st</sup> March, 2016**

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**CONDENSED INTERIM INCOME STATEMENT \***

**For the three-month period ended 31st March,**

	Notes	Group	Company	Group	Company
		2016	2016	2015	2015
		₦'000	₦'000	₦'000	₦'000
Revenue		77,554,948	77,554,948	69,921,597	69,921,597
Cost of Sales		(40,273,259)	(40,273,259)	(36,005,641)	(36,005,641)
<b>Gross Profit</b>		<b>37,281,689</b>	<b>37,281,689</b>	<b>33,915,956</b>	<b>33,915,956</b>
Other Income		143,570	143,570	129,125	129,125
Marketing and Distribution Expenses		(13,930,998)	(13,930,998)	(12,664,567)	(12,664,567)
Administrative Expenses		(5,500,320)	(5,499,070)	(5,012,618)	(5,008,238)
<b>Results from operating activities</b>		<b>17,993,941</b>	<b>17,995,191</b>	<b>16,367,896</b>	<b>16,372,276</b>
Finance income	6a	59,378	59,378	106,829	106,829
Finance costs	6b	(3,045,790)	(3,059,450)	(2,036,257)	(2,037,523)
<b>Net Finance costs</b>		<b>(2,986,412)</b>	<b>(3,000,072)</b>	<b>(1,929,428)</b>	<b>(1,930,694)</b>
Profit before tax		15,007,529	14,995,119	14,438,468	14,441,582
Income tax expenses	7	(4,553,019)	(4,534,146)	(4,336,340)	(4,336,340)
<b>Profit after tax</b>		<b>10,454,510</b>	<b>10,460,973</b>	<b>10,102,128</b>	<b>10,105,242</b>
Profit for the year attributable to:					
Owners of the Company		10,455,202	10,460,973	10,102,461	10,105,242
Non-controlling interest		(692)	-	(333)	-
<b>Profit for the period</b>		<b>10,454,510</b>	<b>10,460,973</b>	<b>10,102,128</b>	<b>10,105,242</b>
Earnings per share					
Basic Earnings per share (kobo)		132	132	127	127
Diluted earnings per share (kobo)		132	132	127	127

\* Nigerian Breweries Plc has updated some allocations of cost to better reflect the internal organization after finalization of the merger. This has been reflected in the Income Statement and comparable figures were adjusted to allow for a proper comparison.

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME**

For the three-month period ended 31st March

	<b>Group</b>	<b>Company</b>	<b>Group/</b>	<b>Company</b>
	<b>2016</b>	<b>2016</b>	<b>Group</b>	<b>2015</b>
	<b>N'000</b>	<b>N'000</b>	<b>2015</b>	<b>2015</b>
	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
<b>Profit for the period</b>	<b>10,454,510</b>	<b>10,460,973</b>	<b>10,102,128</b>	<b>10,105,242</b>
Other comprehensive income, net of tax		-		-
<b>Total comprehensive income for the period</b>	<b>10,454,510</b>	<b>10,460,973</b>	<b>10,102,128</b>	<b>10,105,242</b>
<b>Total comprehensive income for the year attributable to:</b>				
Owners of the Company	10,454,510	10,460,973	10,102,461	10,105,242
<b>Total comprehensive income for the period</b>	<b>10,454,510</b>	<b>10,460,973</b>	<b>10,102,461</b>	<b>10,105,242</b>

The notes on pages 11 to 15 are an integral part of these interim financial statements.

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

	Note	31st March 2016		31st December 2015	
		Group 2016 N'000	Company 2016 N'000	Group 2015 N'000	Company 2015 N'000
<b>ASSETS</b>					
Property, plant and equipment		194,346,947	194,158,197	197,298,847	197,108,847
Intangible assets and goodwill		100,308,690	100,308,690	100,612,728	100,612,728
Investments		150,000	829,625	150,000	829,625
Other receivables		645,813	645,813	321,509	321,509
Prepayments		855,765	855,765	354,394	354,394
<b>Non-current assets</b>		<b>296,307,215</b>	<b>296,798,090</b>	<b>298,737,478</b>	<b>299,227,103</b>
Inventories		26,899,120	26,899,120	28,409,703	28,409,703
Trade and other receivables		24,617,572	24,617,572	16,511,648	16,511,648
Prepayments		1,079,724	1,079,724	1,041,780	1,041,780
Deposit for imports		3,793,367	3,793,367	2,233,797	2,233,797
Cash and cash equivalents		9,864,642	9,863,464	5,106,891	5,105,713
Assets held for sale		4,177,379	4,177,379	4,177,379	4,177,379
<b>Current assets</b>		<b>70,431,804</b>	<b>70,430,626</b>	<b>57,481,198</b>	<b>57,480,020</b>
<b>Total assets</b>		<b>366,739,019</b>	<b>367,228,716</b>	<b>356,218,676</b>	<b>356,707,123</b>

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (Cont'd)**

	Notes	31st March 2016		31st December 2015	
		Group 2016 N'000	Company 2016 N'000	Group 2015 N'000	Company 2015 N'000
<b>EQUITY</b>					
Share capital		3,964,551	3,964,551	3,964,551	3,964,551
Share premium		64,950,103	64,950,103	64,950,103	64,950,103
Share based payment reserve		433,202	433,202	365,702	365,702
Retained earnings		113,414,209	113,414,082	102,959,007	102,953,109
Equity contribution reserve		-	-	-	-
<b>Equity attributable to owners of the company</b>		<b>182,762,065</b>	<b>182,761,938</b>	<b>172,239,363</b>	<b>172,233,465</b>
<b>Non-controlling interest</b>		<b>81,448</b>	<b>-</b>	<b>82,140</b>	<b>-</b>
<b>Total Equity</b>		<b>182,843,513</b>	<b>182,761,938</b>	<b>172,321,503</b>	<b>172,233,465</b>
<b>LIABILITIES</b>					
Loans and borrowings		-	-	-	-
Employee benefits		11,860,508	11,860,508	11,903,504	11,903,504
Deferred tax liabilities		32,244,774	32,244,774	31,914,564	31,914,564
<b>Non-current liabilities</b>		<b>44,105,282</b>	<b>44,105,282</b>	<b>43,818,068</b>	<b>43,818,068</b>
Loans and borrowings		3,000,000	3,000,000	3,000,000	3,000,000
Bank overdraft and Commercial Papers		17,831,776	17,831,776	19,214,988	19,214,988
Current tax liabilities		24,030,009	24,007,950	20,218,516	20,215,330
Dividend payable		11,720,340	11,720,340	12,399,599	12,399,599
Trade and other payables		83,208,099	83,801,430	85,246,002	85,825,673
<b>Current liabilities</b>		<b>139,790,224</b>	<b>140,361,496</b>	<b>140,079,105</b>	<b>140,655,590</b>
<b>Total liabilities</b>		<b>183,895,506</b>	<b>184,466,778</b>	<b>183,897,173</b>	<b>184,473,658</b>
<b>Total equity and liabilities</b>		<b>366,739,019</b>	<b>367,228,716</b>	<b>356,218,676</b>	<b>356,707,123</b>

Approved by the Board of Directors on 20<sup>th</sup> April, 2016 and signed on its behalf by:

SIGNED

Mr. Nicolaas A. Vervelde (Managing Director/CEO)  
FRC/2013/IODN/00000002016

SIGNED

Mr. Mark P. Rutten (Finance Director)  
FRC/2014/IODN/00000009921

The notes on pages 11 to 15 are an integral part of these interim financial statements.

**Condensed interim statement of changes in equity**

For the three-month period ended 31 March, 2016

**Group**

	Notes	Share capital	Share premium	Share based Payment reserve	Retained earnings	Equity Contribution reserve	Total	Non-Controlling Interest	Total Equity
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 <sup>st</sup> January 2016		3,964,551	64,950,103	365,702	102,959,007	-	172,239,363	82,140	172,321,503
Profit for the period		-	-	-	10,455,202	-	10,455,202	(692)	10,454,510
Other comprehensive income for the period					-		-		-
<b>Total comprehensive income for the period</b>		-	-	-	<b>10,455,202</b>	-	<b>10,455,202</b>	<b>(692)</b>	<b>10,454,510</b>
<b>Transaction with owners, recorded directly in equity</b>									
<b>Contributions and distributions</b>									
Equity contribution reserve							-		-
Issue of Ordinary shares									-
Share based payment charge				67,500			67,500		67,500
Share based payment recharge									-
Dividends									-
Unclaimed dividends written back									-
<b>Total contributions and distributions</b>	-	-	-	<b>67,500</b>	-	-	<b>67,500</b>	-	<b>67,500</b>
<b>Changes in ownership interest</b>									
Acquisition of subsidiary							-		-
<b>Total transactions with owners of the company</b>							-		-
<b>Balance as at 31<sup>st</sup> March, 2016</b>		<b>3,964,551</b>	<b>64,950,103</b>	<b>433,202</b>	<b>113,414,209</b>	<b>-</b>	<b>182,762,065</b>	<b>81,448</b>	<b>182,843,513</b>

**Condensed interim statement of changes in equity**

For the three-month period ended 31 March, 2016

**Company**

	Notes	Share capital	Share premium	Share based Payment reserve	Retained earnings	Equity Contribution reserve	Total
		N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 <sup>st</sup> January 2016		3,964,551	64,950,103	365,702	102,953,109	-	172,233,465
Profit for the period		-	-	-	10,460,973	-	10,460,973
Other comprehensive income for the period							
<b>Total comprehensive income for the period</b>		-	-	-	<b>10,460,973</b>	-	<b>10,460,973</b>
<b>Transaction with owners, recorded directly in equity</b>							
<b>Contributions and distributions</b>							
Equity contribution reserve							-
Issue of Ordinary shares							-
Share based payment charge				67,500			67,500
Share based payment recharge							
Dividends							
Unclaimed dividends written back							
<b>Total contributions and distributions</b>	-	-	-	<b>67,500</b>	-	-	<b>67,500</b>
<b>Changes in ownership interest</b>							
Acquisition of subsidiary							-
<b>Total transactions with owners of the company</b>							-
<b>Balance as at 31<sup>st</sup> March, 2016</b>		<b>3,964,551</b>	<b>64,950,103</b>	<b>433,202</b>	<b>113,414,082</b>	-	<b>182,761,938</b>



**Condensed interim statement of changes in equity**

For the three-month period ended 31 March, 2015

**Group**

	Notes	Share capital	Share premium	Share based Payment reserve	Retained earnings	Equity Contribution reserve	Total	Non-Controlling Interest	Total Equity
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 <sup>st</sup> January 2015		3,781,353	4,567,967	241,676	102,726,500	60,565,334	171,882,830	81,433	171,964,263
Profit for the period		-	-	-	10,102,461	-	10,102,461		10,102,461
Other comprehensive income for the period					-		-		-
<b>Total comprehensive income for the period</b>		-	-	-	<b>10,102,461</b>	-	<b>10,102,461</b>	-	<b>10,102,461</b>
<b>Transaction with owners, recorded directly in equity</b>									
<b>Contributions and distributions</b>									
Equity contribution reserve							-		-
Issue of Ordinary shares		183,198	60,382,136			(60,565,334)	-		-
Share based payment charge				51,000			51,000		51,000
Share based payment recharge									-
Dividends									-
Unclaimed dividends written back									-
<b>Total contributions and distributions</b>	-	<b>183,198</b>	<b>60,382,136</b>	<b>51,000</b>	-	<b>(60,565,334)</b>	<b>51,000</b>	-	<b>51,000</b>
<b>Changes in ownership interest</b>									
Acquisition of subsidiary							-	(333)	(333)
<b>Total transactions with owners of the company</b>								<b>(333)</b>	<b>(333)</b>
<b>Balance as at 31<sup>st</sup> March, 2015</b>		<b>3,964,551</b>	<b>64,950,103</b>	<b>292,676</b>	<b>112,828,961</b>	-	<b>182,036,291</b>	<b>81,100</b>	<b>182,117,391</b>

### Condensed interim statement of changes in equity

For the three-month period ended 31 March, 2015

#### Company

	Notes	Share capital	Share premium	Share based Payment reserve	Retained earnings	Equity Contribution reserve	Total
		N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 <sup>st</sup> January 2015		3,781,353	4,567,967	241,676	102,726,500	60,565,334	171,882,830
Profit for the period		-	-	-	10,105,242	-	10,105,242
Other comprehensive income for the period							
<b>Total comprehensive income for the period</b>		-	-	-	<b>10,105,242</b>	-	<b>10,105,242</b>
<b>Transaction with owners, recorded directly in equity</b>							
<b>Contributions and distributions</b>							
Equity contribution reserve							-
Issue of Ordinary shares		183,198	60,382,136			(60,565,334)	-
Share based payment charge				51,000			51,000
Share based payment recharge							
Dividends							
Unclaimed dividends written back							
<b>Total contributions and distributions</b>	-	<b>183,198</b>	<b>60,382,136</b>	<b>51,000</b>	-	<b>(60,565,334)</b>	<b>51,000</b>
<b>Changes in ownership interest</b>							
Acquisition of subsidiary							-
<b>Total transactions with owners of the company</b>					-	-	
<b>Balance as at 31<sup>st</sup> March, 2015</b>		<b>3,964,551</b>	<b>64,950,103</b>	<b>292,676</b>	<b>112,831,742</b>	-	<b>182,039,072</b>

**CONDENSED INTERIM STATEMENT OF CASH FLOWS**For the three-month period ended 31<sup>st</sup> March, 2016

Notes	Group 2016 N'000	Company 2016 N'000	Group 2015 N'000	Company 2015 N'000
<b>Cash flows from operating activities</b>				
Profit for the period	10,454,510	10,460,973	10,102,128	10,105,242
Adjustments for:				
Depreciation	6,684,181	6,682,932	6,363,903	6,359,523
Amortization of intangible assets	362,820	362,820	448,602	448,602
Finance income	(59,378)	(59,378)	(106,829)	(106,829)
Interest expenses	761,700	775,360	1,042,554	1,043,820
Gratuity, employee benefit and share based payment charges	525,600	525,600	766,563	766,563
(Gain)/loss on sale of property, plant and equipment	(51,052)	(51,052)	587,301	587,301
Income tax expense	4,553,018	4,534,145	4,336,340	4,336,340
	<b>23,231,399</b>	<b>23,231,400</b>	<b>23,540,562</b>	<b>23,540,562</b>
Changes in:				
Inventories	1,510,583	1,510,583	(1,998,628)	(1,998,628)
Trade and other receivables	(8,468,173)	(8,468,173)	(5,150,133)	(5,150,133)
Prepayments	(501,371)	(501,371)	92,671	92,671
Trade and other payables	471,218	484,877	(3,109,156)	(3,109,156)
Deposit for imports	(1,559,570)	(1,559,570)	(3,798,592)	(3,798,592)
<b>Cash generated from operating activities</b>	<b>14,684,086</b>	<b>14,697,746</b>	<b>9,576,724</b>	<b>9,576,724</b>
Income tax paid	(411,315)	(411,315)	(7,070)	(7,070)
Gratuity paid	(330,345)	(330,345)	(1,176,381)	(1,176,381)
Long service awards paid	(170,750)	(170,750)	(141,618)	(141,618)
VAT paid*	(3,157,108)	(3,157,108)	(3,421,639)	(3,421,639)
<b>Net cash from operating activities</b>	<b>10,614,568</b>	<b>10,628,228</b>	<b>4,830,016</b>	<b>4,830,016</b>
<b>Cash flows from investing activities</b>				
Finance income	59,378	59,378	106,830	106,830
Proceeds from sale of property, plant and equipment	60,238	60,238	40,518	40,518
Cash paid for the merger per the scheme document	-	-	(4,347,275)	(4,347,275)
Acquisition of property, plant and equipment	(3,798,252)	(3,798,252)	(5,854,161)	(5,854,161)
Acquisition of intangible assets	(1,997)	(1,997)	(13,244)	(13,244)
<b>Net cash used in investing activities</b>	<b>(3,680,633)</b>	<b>(3,680,633)</b>	<b>(10,067,332)</b>	<b>(10,067,332)</b>
<b>Cash flows from financing activities</b>				
Proceeds from loans and borrowings	-	-	5,000,000	5,000,000
Interest paid	(113,713)	(127,373)	(328,147)	(328,147)
Dividends paid	(679,259)	(679,259)	(693,137)	(693,137)
<b>Net cash used in financing activities</b>	<b>(792,972)</b>	<b>(806,632)</b>	<b>3,978,716</b>	<b>3,978,716</b>
Net (decrease)/increase in cash and cash equivalents	6,140,963	6,140,963	(1,258,600)	(1,258,600)
Cash and cash equivalents at 1 <sup>st</sup> January	(14,108,097)	(14,109,275)	5,469,877	5,468,699
<b>Cash and cash equivalents at 31<sup>st</sup> March</b>	<b>(7,967,134)</b>	<b>(7,968,312)</b>	<b>4,211,277</b>	<b>4,210,099</b>
<b>Represented by:</b>				
Cash balance	9,864,642	9,863,464	20,288,219	20,287,041
Bank Overdraft and Commercial Papers	(17,831,776)	(17,831,776)	(16,076,942)	(16,076,942)
	<b>(7,967,134)</b>	<b>(7,968,312)</b>	<b>4,211,277</b>	<b>4,210,099</b>

The notes on pages 10 to 15 are an integral part of these financial statements.

\* Value Added Tax (VAT) paid shown separately above has been adjusted for in deriving the change in trade and other payables.

## Notes to the condensed interim financial statements

### 1. REPORTING ENTITY

Nigerian Breweries Plc, a public Company quoted on The Nigerian Stock Exchange, was incorporated in Nigeria on the 16<sup>th</sup> November 1946, under the name, Nigerian Brewery Limited. The name was changed on 7<sup>th</sup> January 1957, to Nigerian Breweries Limited and thereafter to Nigerian Breweries Plc in 1990 when the Companies and Allied Matters Act of that year came into effect. The Company is a subsidiary of Heineken N.V. a company domiciled in the Netherlands, the latter having a 54.29% interest in the equity of Nigerian Breweries Plc. The address of the Company's registered office is 1, Abebe Village Road, Iganmu, Lagos. The condensed interim financial statements of the Company for the three-month period ended 31<sup>st</sup> March, 2016 comprise the Company and its subsidiaries.

The financial statements of Nigerian Breweries Plc for the year ended 31<sup>st</sup> December 2015 are available on the Company's website [www.nbplc.com/investor-relations.html](http://www.nbplc.com/investor-relations.html)

### 2. BASIS OF PREPARATION

#### a. Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standard (IFRS) IAS 34 'Interim Financial Reporting'. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of Nigerian Breweries Plc as at and for the year ended 31<sup>st</sup> December, 2015.

These condensed interim financial statements were approved by the Board of Directors of the Company on April 20, 2016.

#### b. Functional and presentation currency

These condensed interim financial statement are presented in Naira, which is the Company's functional currency. All financial information presented in Naira has been rounded to the nearest thousand unless stated.

#### c. Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimate and assumptions that affects the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 31<sup>st</sup> December, 2015.

### 3. SIGNIFICANT ACCOUNTING POLICIES

#### a. General

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Company's financial statements as at and for the year ended 31<sup>st</sup> December, 2015.

**b. Income tax**

Income tax expenses are recognised based on management's best estimate of the weighted average expected full year income tax rate.

**4. SEASONALITY**

The performance of the Company is subject to seasonal fluctuations as a result of weather conditions and festivities. The Company's full year results and volumes are dependent on the performance in the peak-selling season, typically resulting in higher revenue and profitability in the last quarter of the year. The impact from this seasonality is also noticeable in several working capital related items such as inventory, trade receivables and payables.

**5. ANALYSIS OF EXPENSES BY NATURE**

For the three -month period ended 31<sup>st</sup> March

	<b>Group 2016 N'000</b>	<b>Company 2016 N'000</b>	<b>Group 2015 N'000</b>	<b>Company 2015 N'000</b>
Raw materials and consumables	24,563,500	24,563,500	18,831,749	18,831,749
Advertising and sales expenses	4,676,744	4,676,744	4,359,860	4,359,860
Depreciation	6,632,117	6,630,867	6,363,904	6,359,524
Amortization	414,886	414,886	448,602	448,602
Employee benefits	9,066,313	9,066,313	9,821,444	9,821,444
Distribution	5,825,855	5,825,855	4,764,301	4,764,301
Repairs and Maintenance	3,199,856	3,199,856	3,192,219	3,192,219
Royalty and technical service fees	2,680,090	2,680,090	2,887,594	2,887,594
Others	2,645,216	2,645,216	3,013,153	3,013,153
<b>Total cost of sales, marketing &amp; distribution and administration expenses</b>	<b>59,704,577</b>	<b>59,703,327</b>	<b>53,682,826</b>	<b>53,678,446</b>

**6. INTEREST INCOME , INTEREST EXPENSES AND OTHER NET FINANCE EXPENSES**

Net finance income and expenses for the three-month period ended 31<sup>st</sup> March,2016 amounted to ₦3.0billion (three-month period ended 31<sup>st</sup> March,2015: ₦1.9billion) mainly driven by lower interest expense compensated by higher realized/unrealized exchange differences.

**a. Finance income**

Interest income for the three-month period ended 31<sup>st</sup> March, 2016 amounted to ₦59 million (three-month period ended 31<sup>st</sup> March, 2015: ₦107 million).

**b. Finance expense**

Interest expenses for the three-month period ended 31<sup>st</sup> March, 2016 amounted to ₦775 million (three-months ended 31<sup>st</sup> March, 2015: ₦1 billion).

Other net finance expenses for the three-month period ended 31<sup>st</sup> March, 2016 amounted to ₦2 billion (three-months ended 31<sup>st</sup> March, 2015: ₦633 million). The interest expenses on the net pension liability for the period ended 31<sup>st</sup> March, 2016 amounted to ₦263 million (three-month period ended 31<sup>st</sup> March, 2015: ₦360 million).

**7. INCOME TAX EXPENSES**

The Company's effective tax rate in respect of continuing operations for the three-month period ended 31<sup>st</sup> March, 2016 was 30.2 percent (for the three-month period ended 31<sup>st</sup> March, 2015: 30.0 percent).

**8. PROPERTY PLANT AND EQUIPMENT****Acquisitions**

During the three-month period ended 31<sup>st</sup> March, 2016 the Company acquired, plant and equipment with a cost of ₦3.8 billion (three-month period ended 31<sup>st</sup> March, 2015: ₦5.9 billion).

**Capital commitments**

As at 31<sup>st</sup> March 2016, the Company's capital expenditure commitments for property, plant and equipment amounted to ₦5.0 billion (31<sup>st</sup> March 2015: ₦6.8 billion).

**9. ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE**

Assets and liabilities classified as held for sale follow the commitment of the Company to a plan to sell certain assets and liabilities. Efforts to sell these assets and liabilities have commenced and are expected to be completed within one year from the date of classification as held for sale.

**10. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS****Financial risk management**

The aspect of the Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31<sup>st</sup> December, 2015.

## 11. EQUITY

### Reserves

The reserves consist of share premium, share-based payment reserve, equity contribution reserves and retained earnings.

### Weighted average number of shares (basic and diluted)

For the three-month period ended 31<sup>st</sup> March

In shares

	<b>2016</b>	<b>2015</b>
1st January		
Weighted average number of shares	7,929,100,888	7,562,704,432
Effect of merger with Consolidated Plc	-	366,396,456
<hr/>		
31st March		
Weighted average number of shares	<u>7,929,100,888</u>	<u>7,929,100,888</u>

### Dividends

The Board has recommended for approval to shareholders at the forthcoming Annual General Meeting, the declaration of a total dividend of ₦38,059,684,262 (thirty eight billion, fifty nine million, six hundred and eighty four thousand and two hundred and sixty two naira only), that is, ₦4.80 (four naira eighty kobo) per share. If approved, the payment of the dividend will be made on Thursday, 12<sup>th</sup> May, 2016 to shareholders whose names appeared on the Company's Register of Members at the close of business on Wednesday, 2<sup>nd</sup> of March, 2016. Having earlier paid an interim dividend of approximately ₦9.5 billion that is ₦1.20 per share which was declared in October 2015, the final dividend will be ₦28,544,763,197 (twenty eight billion, five hundred and forty four million, seven hundred and sixty three thousand, one hundred and ninety seven naira only) that is ₦3.60 (three naira sixty kobo) per share. The proposed dividend has not been provided for and there are no income tax consequences.

## 12. NET INTEREST-BEARING DEBT POSITION

	<b>Group</b>	<b>Company</b>	<b>Group</b>	<b>Company</b>
	<b>31st March</b>	<b>31st March</b>	<b>31st December</b>	<b>31st December</b>
	<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
Loans and borrowings	3,000,000	3,000,000	3,000,000	3,000,000
Bank overdrafts	74,471	74,471	176,472	176,472
Commercial papers	17,757,305	17,757,305	19,038,516	19,038,516
Cash and cash equivalents	(9,864,642)	(9,863,464)	(5,106,891)	(5,105,713)
Net interest-bearing debt position	<u>10,967,134</u>	<u>10,968,312</u>	<u>17,108,097</u>	<u>17,109,275</u>

The change in interest-bearing debt position of N6.1 billion is occasioned by decrease in short-term financing and increased cash position during Q1, 2016.

## 13. CONTINGENCIES

No material updates in comparison with 2015 year-end reporting were identified that need to be reported.

## 14. RELATED PARTY TRANSACTIONS

The Company has related party relationships with its parent company, Heineken N.V. and Heineken group entities. These transactions are conducted on terms comparable to transactions with third parties. The related party transactions in the first three-month period ended 31<sup>st</sup> March, 2016 do, in substance, not deviate from the transactions as reflected in the financial statements as at and for the year ended 31<sup>st</sup> December, 2015.

## 15. SUBSEQUENT EVENTS

There are no significant subsequent events, which could have had a material effect on the state of affairs of the Company as at 31<sup>st</sup> March, 2016 that have not been adequately provided for or disclosed in these condensed interim financial statements.