

Nigerian Breweries Plc



**Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020**

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

[Table of Contents](#)

Condensed interim income statement	1
Condensed interim statement of other comprehensive income	3
Condensed interim statement of financial position.....	5
Condensed interim statement of changes in equity	6
Condensed interim statement of cash flows	10
Notes to the condensed interim financial statements.....	11

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim income statement

		GROUP			
		Quarter to date	Year to date	Quarter to date	Year to date
		30th June 2020	30th June 2020	30th June 2019	30th June 2019
Notes		₦'000	₦'000	₦'000	₦'000
	Net Revenue	68,651,759	151,809,837	86,913,545	170,191,184
	Cost of Sales	6 (44,379,706)	(92,668,421)	(50,317,074)	(98,540,276)
	Gross Profit	24,272,053	59,141,416	36,596,471	71,650,908
	Other Income	152,768	334,130	265,385	422,481
	Marketing and Distribution Expenses	6 (15,539,667)	(34,336,426)	(21,610,513)	(38,165,355)
	Administrative Expenses	6 (4,753,390)	(10,092,797)	(4,845,304)	(9,444,841)
	Results from operating activities	4,131,764	15,046,323	10,406,039	24,463,193
	Finance income	7 115,841	123,785	189,089	198,521
	Finance costs	7b (4,177,838)	(6,824,479)	(2,642,014)	(5,252,131)
	Net Finance costs	(4,061,997)	(6,700,694)	(2,452,925)	(5,053,610)
	Profit before tax	69,767	8,345,629	7,953,114	19,409,583
	Income tax expenses	8 14,146	(2,756,165)	(2,655,605)	(6,091,315)
	Profit after tax	83,913	5,589,464	5,297,509	13,318,268
	Profit for the year attributable to:				
	Owners of the Company	83,238	5,586,865	5,296,411.61	13,315,976.00
	Non-controlling interest	675	2,599	1,097	2,292
	Profit for the period	83,913	5,589,464	5,297,509	13,318,268
	Earnings per share				
	Basic Earnings per share (kobo)	1	71	66	166
	Diluted earnings per share (kobo)	1	71	66	166

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim income statement

	Notes	COMPANY			
		Quarter to date	Year to date	Quarter to date	Year to date
		30 th June 2020 ₦'000	30 th June 2020 ₦'000	30 th June 2019 ₦'000	30 th June 2019 ₦'000
Net Revenue		68,598,815	151,799,438	86,913,545	170,191,184
Cost of Sales	6	(44,333,458)	(92,668,421)	(50,317,074)	(98,540,276)
Gross Profit		24,265,357	59,131,017	36,596,471	71,650,908
Other Income		152,768	334,130	265,385	422,481
Marketing and Distribution Expenses	6	(15,539,667)	(34,336,426)	(21,610,513)	(38,165,355)
Administrative Expenses	6	(4,690,755)	(9,982,066)	(4,844,054)	(9,442,091)
Results from operating activities		4,187,703	15,146,655	10,407,289	24,465,943
Finance income	7	115,841	123,785	189,089	198,521
Finance costs	7b	(4,197,882)	(6,864,125)	(2,661,801)	(5,287,556)
Net Finance costs		(4,082,041)	(6,740,340)	(2,472,712)	(5,089,035)
Profit before tax		105,662	8,406,315	7,934,577	19,376,908
Income tax expenses	8	20,560	(2,743,558)	(2,653,143)	(6,080,059)
Profit after tax		126,222	5,662,757	5,281,434	13,296,849
Profit for the year attributable to:					
Owners of the Company		126,222	5,662,757	5,281,434	13,296,849
Non-controlling interest		-	-	-	-
Profit for the period		126,222	5,662,757	5,281,434	13,296,849
Earnings per share					
Basic Earnings per share (kobo)		2	71	66	166
Diluted earnings per share (kobo)		2	71	66	166

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of other comprehensive income

	GROUP			
	Quarter to date	Year to date	Quarter to date	Year to date
	30th June 2020	30th June 2020	30th June 2019	30th June 2019
Notes	₦'000	₦'000	₦'000	₦'000
Profit for the period	83,913	5,589,464	5,297,509	13,318,268
Other comprehensive income, net of tax				
Total comprehensive income for the period	83,913	5,589,464	5,297,509	13,318,268
Total comprehensive income for the year attributable to:				
Owners of the Company	83,238	5,586,865	5,296,412	13,315,976
Non-controlling interest	675	2,599	1,097	2,292
Total comprehensive income for the period	83,913	5,589,464	5,297,509	13,318,268

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Notes	COMPANY			
	Quarter to date 30 th June 2020 N'000	Year to date 30 th June 2020 N'000	Quarter to date 30th June 2019 N'000	Year to date 30th June 2019 N'000
	Profit for the period	126,222	5,662,757	5,281,434
Other comprehensive income, net of tax				
Total comprehensive income for the period	126,222	5,662,757	5,281,434	13,296,849
Total comprehensive income for the year attributable to:				
Owners of the Company	126,222	5,662,757	5,281,434	13,296,849
Total comprehensive income for the period	126,222	5,662,757	5,281,434	13,296,849

The notes on pages 11 to 16 are an integral part of these interim financial statements


Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of financial position

As at:

		30 th June 2020 Group ₦'000	30 th June 2020 Company ₦'000	31 st December 2019 Group ₦'000	31 st December 2019 Company ₦'000
ASSETS					
Property, plant and equipment	9	200,771,250	200,169,588	201,907,332	201,362,280
Intangible assets and goodwill		95,823,593	95,823,593	96,465,642	96,465,642
Right of Use Asset (ROUA)		28,792,810	28,792,810	11,073,782	10,992,267
Investments		150,000	929,625	150,000	929,625
Other receivables		979,477	979,477	651,781	651,781
Prepayments		-	-	-	-
Non-current assets		326,517,130	326,695,093	310,248,537	310,401,595
Inventories		40,045,515	39,999,498	38,520,328	38,492,789
Trade and other receivables		32,858,347	32,254,600	21,307,218	20,910,443
Prepayments		4,170,579	4,112,691	3,500,168	3,500,168
Deposit for imports		3,424,159	3,424,159	2,840,214	2,840,214
Cash and cash equivalents		57,103,331	57,073,244	6,361,057	6,358,606
Current assets		137,601,931	136,864,192	72,528,985	72,102,220
Total assets		464,119,061	463,559,285	382,777,522	382,503,815
EQUITY					
Share capital		3,998,451	3,998,451	3,998,451	3,998,451
Share premium		73,770,356	73,770,356	73,770,356	73,770,356
Share based payment reserve		129,052	129,052	501,557	501,557
Retained earnings		82,893,909	82,881,633	89,382,366	89,294,198
Equity attributable to owners of the company	11	160,791,768	160,779,492	167,652,730	167,564,562
Non-controlling interest		99,848	-	97,249	-
Total Equity		160,891,616	160,779,492	167,749,979	167,564,562
LIABILITIES					
Loans and borrowings		26,617,019	26,617,019	38,893,313	38,893,313
Employee benefits		13,851,079	13,851,079	13,434,272	13,434,272
Deferred tax liabilities		20,186,766	20,186,766	23,171,027	23,171,027
Non-current liabilities		60,654,864	60,654,864	75,498,612	75,498,612
Loans and borrowings		112,737,312	112,737,312	16,826,218	16,826,218
Current tax liabilities		18,539,429	18,503,307	12,799,004	12,775,488
Dividend payable		12,666,482	12,666,482	5,742,085	5,742,085
Trade and other payables		97,250,295	96,838,765	102,782,561	102,717,787
Provisions		1,379,063	1,379,063	1,379,063	1,379,063
Current liabilities		242,572,581	242,124,929	139,528,931	139,440,641
Total liabilities		303,227,445	302,779,793	215,027,543	214,939,253
Total equity and liabilities		464,119,061	463,559,285	382,777,522	382,503,815

Approved by the Board of Directors on 30th July, 2020 and signed on its behalf by:



Mr. Jordi Borrut Bel
(Managing Director/CEO)
FRC/2018/IODN/00000018359



Mr. Rob Kleinjan
(Finance Director)
FRC/2019/ANAN/ 00000019433

The notes on pages 11 to 16 are an integral part of these interim financial statements

Condensed interim statement of changes in equity

Group	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total	Non- Controlling Interest	Total Equity
Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 st January 2020	3,998,451	73,770,356	501,557	89,382,366	167,652,730	97,249	167,749,979
Profit for the year	-	-	-	5,586,865	5,586,865	2,599	5,589,464
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	5,586,865	5,586,865	2,599	5,101,129
Transaction with owners, recorded directly in equity	-	-	-	-	-	-	-
Contributions and distributions							
Issue of ordinary shares	-	-	-	-	-	-	-
Share based payment charge	-	-	46,236	-	46,236	-	46,236
Share based payment recharge	-	-	(418,741)	-	(418,741)	-	(418,741)
Dividends	-	-	-	(12,075,322)	(12,075,322)	-	(12,075,322)
Unclaimed dividends written back	-	-	-	-	-	-	-
Total contributions and distributions	-	-	(372,505)	(12,075,322)	(12,447,827)	-	(12,447,827)
Changes in ownership interest							
Total transactions with owners of the company	-	-	(372,505)	(12,075,322)	(12,447,827)	-	(12,447,827)
Balance as at 30th June, 2020	3,998,451	73,770,356	129,052	82,893,909	160,791,768	99,848	160,891,616

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of changes in equity

Company	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total Equity
Notes	₦'000	₦'000	₦'000	₦'000	₦'000
Balance as at 1 st January 2020	3,998,451	73,770,356	501,557	89,294,198	167,564,562
Profit for the year	-	-	-	5,662,757	5,662,757
Other comprehensive income for the year	-	-	-	-	-
Total Comprehensive income for the year	-	-	-	5,662,757	5,662,757
Transaction with owners, recorded directly in equity	-	-	-	-	-
Contributions and distributions					
Issue of ordinary shares	-	-	-	-	-
Share based payment charge	-	-	46,236	-	46,236
Share based payment recharge	-	-	(418,741)	-	(418,741)
Dividends	-	-	-	(12,075,322)	(12,075,322)
Unclaimed dividends written back	-	-	-	-	-
Total contributions and distributions	-	-	(372,505)	(12,075,322)	(12,447,827)
Changes in ownership interest					
Total transactions with owners of the company	-	-	(372,505)	(12,075,322)	(12,447,827)
Balance as at 30th June, 2020	3,998,451	73,770,356	129,052	82,881,633	160,779,492

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of changes in equity

Group	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total	Non- Controlling Interest	Total Equity
Notes	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 st January 2019	3,998,451	73,770,356	750,534	88,216,674	166,736,015	92,437	166,828,452
Profit for the year	-	-	-	13,315,976	13,315,976	2,292	13,318,268
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	13,315,976	13,315,976	2,292	13,318,268
Transaction with owners, recorded directly in equity	-	-	-	-	-	-	-
Contributions and distributions							
Issue of ordinary shares	-	-	-	-	-	-	-
Share based payment charge	-	-	120,043	-	120,043	-	120,043
Share based payment recharge	-	-	(406,664)	-	(406,664)	-	(406,664)
Dividends	-	-	-	(14,634,331)	(14,634,331)	-	(14,634,331)
Unclaimed dividends written back	-	-	-	-	-	-	-
Total contributions and distributions	-	-	(286,621)	(14,634,331)	(14,920,952)	-	(14,920,952)
Changes in ownership interest							
Total transactions with owners of the company	-	-	(286,621)	(14,634,331)	(14,920,952)	-	(14,920,952)
Balance as at 30 th June, 2019	3,998,451	73,770,356	463,913	86,898,319	175,564,107	94,729	165,225,768

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of changes in equity

Company	Share Capital	Share Premium	Share Based Payment Reserve	Retained Earnings	Total Equity
Notes	₦'000	₦'000	₦'000	₦'000	₦'000
Balance as at 1 st January 2019	3,998,451	73,770,356	750,534	88,124,843	166,644,184
Profit for the year	-	-	-	13,296,849	13,296,849
Other comprehensive income for the year	-	-	-	-	-
Total Comprehensive income for the year	-	-	-	13,296,849	13,296,849
Transaction with owners, recorded directly in equity	-	-	-	-	-
Contributions and distributions					
Issue of ordinary shares	-	-	-	-	-
Share based payment charge	-	-	120,043	-	120,043
Share based payment recharge	-	-	(406,664)	-	(406,664)
Dividends	-	-	-	(14,634,331)	(14,634,331)
Unclaimed dividends written back	-	-	-	-	-
Total contributions and distributions	-	-	(286,621)	(14,634,331)	(14,920,952)
Changes in ownership interest					
Total transactions with owners of the company	-	-	(286,621)	(14,634,331)	(14,920,952)
Balance as at 30th June, 2019	3,998,451	73,770,356	463,913	86,787,361	165,020,081

The notes on pages 11 to 16 are an integral part of these interim financial statements

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

Condensed interim statement of cash flows

	Group 2020 N'000	Company 2020 N'000	Group 2019 N'000	Company 2019 N'000
Notes				
Profit for the year	5,589,464	5,662,757	13,318,268	13,296,849
Adjustments for:				
Depreciation	17,471,315	17,468,815	15,511,580	15,509,080
Amortization of intangible assets	703,439	703,439	663,378	663,378
Finance income	(123,785)	(123,785)	(198,521)	(198,521)
Interest expenses	6,603,275	6,642,921	3,479,500	3,514,925
Gratuity, employee benefit and share based payment charges	1,441,929	1,441,929	1,490,263	1,490,263
Loss/(Gain) on sale of property, plant and equipment	(1,317)	(1,317)	10,881	10,881
Income tax expense	2,756,164	2,743,558	6,091,315	6,080,059
Other non-cash item	(907,087)	(988,602)	-	-
	33,533,397	33,549,715	40,366,664	40,366,914
Changes in:				
Inventories	(1,525,187)	(1,506,709)	(3,438,156)	(3,438,156)
Trade and other receivables	(11,878,825)	(11,671,853)	83,028	83,028
Prepayments	(670,411)	(612,523)	(866,026)	(866,026)
Trade and other payables	(329,932)	(676,688)	(10,015,632)	(9,980,457)
Provisions	-	-	(183,915)	(183,915)
Deposit for imports	(583,945)	(583,945)	2,186,922	2,186,922
Cash generated from operating activities	18,545,097	18,497,997	28,132,885	28,168,310
Income tax paid	-	-	(2,733,701)	(2,733,701)
Gratuity paid	(888,866)	(888,866)	(819,492)	(819,492)
Other long term employee benefits paid	(508,761)	(508,761)	(467,374)	(467,374)
VAT paid*	(7,656,024)	(7,656,024)	(7,555,444)	(7,555,444)
Net cash from operating activities	9,491,446	9,444,346	16,556,874	16,592,299
Cash flows from investing activities				
Finance income	123,785	123,785	198,521	198,521
Proceeds from sale of property, plant and equipment	6,842	6,842	22,054	22,054
Investment in Subsidiary	-	-	(100,000)	(100,000)
Acquisition of property, plant and equipment	(14,660,537)	(14,601,427)	(12,730,630)	(12,730,630)
Acquisition of intangible assets	(61,390)	(61,390)	(312,287)	(312,287)
Net cash used in investing activities	(14,591,300)	(14,532,190)	(12,922,342)	(12,922,342)
Cash flows from financing activities				
Proceeds from loans and borrowings	130,863,485	130,863,485	56,000,000	56,000,000
Repayment of loans and borrowings	(66,928,247)	(66,928,247)	(40,360,407)	(40,360,407)
Interest paid	(2,781,842)	(2,821,488)	(3,479,500)	(3,514,925)
Lease Liability paid	(160,343)	(160,343)	-	-
Deposit at registrars related to prior years unclaimed dividends	(4,796,522)	(4,796,522)	(1,621,834)	(1,621,834)
Dividends paid	(354,403)	(354,403)	(14,623,890)	(14,623,890)
Net cash used in financing activities	55,842,128	55,802,482	(4,085,631)	(4,121,056)
Net increase/(decrease) in cash and cash equivalents	50,742,274	50,714,638	(451,099)	(451,099)
Cash and cash equivalents as at 1 st January	6,361,057	6,358,606	13,323,456	13,322,278
Cash and cash equivalents as at 30th June	57,103,331	57,073,244	12,872,357	12,871,179
Represented by:				
Cash balance	57,103,331	57,073,244	12,872,357	12,871,179
	57,103,331	57,073,244	12,872,357	12,871,179

The notes on pages 11 to 16 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 16th November 1946, under the name, Nigerian Brewery Limited. The name was changed on 7th 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 55.95% 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 as at and for the six-month period ended 30th June 2020 comprise the Company and its subsidiaries.

The financial statements of Nigerian Breweries Plc as at and for the year ended 31st December 2019 are available from the Company's registered website www.nbplc.com/investor-relations.html

2. REGULATIONS FOR DEALING IN NB PLC'S SHARES AND SECURITIES

In compliance with The Nigerian Stock Exchange's Rules, Nigerian Breweries Plc has in place Regulations to guide the Board, employees and other persons classified as insiders when effecting transactions in the Company's shares and securities. The Company's Regulations for Dealing in Shares and other Securities provide amongst others, the period when transactions are not allowed to be effected on the Company's shares and securities ("Closed Period") as well as disclosure requirements when effecting such transactions. All concerned are obliged to observe the provisions of the Regulations when dealing in the Company's shares and securities. The Company has made inquiries of all affected persons and is not aware of any infringement of the policy during the period.

3. 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 31st December 2019.

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 otherwise.

c. Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates 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 31st December 2019.

Notes to the condensed interim financial statements

4. 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 31st December 2019.

b. Income tax

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

5. 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.

6. ANALYSIS OF EXPENSES BY NATURE

For the six-month period ended 30th June:

	Group 2020 N'000	Company 2020 N'000	Group 2019 N'000	Company 2019 N'000
Raw materials and consumables	59,596,831	59,596,831	63,085,283	63,085,283
Advertising and sales expenses	10,497,318	10,497,318	13,282,262	13,282,262
Depreciation	17,471,315	17,468,815	15,511,580	15,509,080
Amortization	703,439	703,439	663,378	663,378
Employee benefits	19,920,181	19,920,181	19,427,257	19,427,257
Distribution	10,238,062	10,238,062	15,069,070	15,069,070
Repairs and Maintenance	5,781,658	5,781,658	8,637,374	8,637,374
Royalty and technical service fees	3,436,632	3,436,632	4,264,289	4,264,289
Others	9,452,208	9,343,977	6,209,979	6,209,729
Total cost of sales, marketing & distribution and administration expenses	137,097,644	136,986,913	146,150,472	146,147,722

7. INTEREST INCOME, INTEREST EXPENSES AND OTHER NET FINANCE EXPENSES

Net finance income and expenses for the six-month period ended 30th June 2020 amounted to ₦6.9billion (six-month period ended 30th June 2019: ₦5 billion).

a. Finance income

Interest income for the six-month period ended 30th June 2020 amounted to ₦124 million (six-month period ended 30th June 2019: ₦199 million).

b. Finance expense

Interest expenses for the six-month period ended 30th June 2020 amounted to ₦5.3 billion (six-month ended 30th June 2019: ₦3.5 billion expenses).

Other net finance expenses for the six-month period ended 30th June 2020 amounted to ₦1.6 billion (six-month ended 30th June 2019: ₦1.8 billion expenses). The interest expenses on the net pension liability for the period ended 30th June 2020 amounted to ₦1 billion (six-month period ended 30th June 2019: ₦1.2 billion).

Notes to the condensed interim financial statements

8. INCOME TAX EXPENSES

The Company's effective tax rate in respect of continuing operations for the six-month period ended 30th June 2020 was 33.62 per cent (for the six-month period ended 30th June 2019: 31.42 per cent).

9. PROPERTY PLANT AND EQUIPMENT

Acquisitions

During the six-month period ended 30th June 2020 the Company acquired, plant and equipment with a cost of ₦14.6 billion (six-month period ended 30th June 2019: ₦11.7 billion).

Capital commitments

As at 30th June 2020, the Company's capital expenditure commitments for property, plant and equipment amounted to ₦68 billion (30th June 2019: ₦36 billion).

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 31st December 2019.

11. EQUITY

(a) Reserves

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

Weighted average number of shares (basic and diluted)

For the six-month period ended 30th June

In shares:

	2020	2019
1 st January		
Weighted average number of shares	7,996,902,051	7,996,902,051
Bonus issues	-	-
<hr/>		
30 th June		
Weighted average number of shares	7,996,902,051	7,996,902,051

Notes to the condensed interim financial statements

12. SHAREHOLDING PATTERN AND FREE FLOAT

The Company has reviewed its shareholding pattern in line with The Nigerian Stock Exchange Rules and confirms that it has a free float value of ₦124.1 billion as at 30th June, 2020 and complies with The Exchange's free float requirement for companies listed on the Main Board as detailed below:

	30th June, 2020		30th June, 2019	
	Units	(issued share capital) %	Units	(issued share capital) %
Issued Share capital	7,996,902,051	100.00%	7,996,902,051	100.00%
Substantial Shareholdings (5% and above)*				
Heineken Brouwerijen B.V.	3,019,363,804	37.76%	3,019,363,804	37.76%
Distilled Trading International B.V.	1,237,500,160	15.47%	1,237,500,160	15.47%
Total Substantial Shareholdings	4,256,863,964	53.23%	4,256,863,964	53.23%
Directors' Shareholding (direct and indirect, excluding directors with substantial interest)				
Chief. Kola B. Jamodu (Direct)	786,704	0.01%	696,704	0.01%
Mrs. Adeyinka O. Aroyewun (Direct)	1,666	0.00%	1,666	0.00%
Mr. Rob Kleinjan (Direct)	19,302	0.00%	-	0.00%
Mrs. Ifueko Omoigui Okauru, MFR (Direct)	35,992	0.00%	35,992	0.00%
Total Directors' Shareholdings	843,664	0.01%	734,362	0.01%
Other Influential Shareholdings				
Heineken International B.V.	217,289,465	2.72%	217,289,465	2.72%
Odutola Holdings Limited	34,814,469	0.44%	34,814,469	0.44%
The Nigerian Breweries-Felix Ohiwerei Education Trust Fund	25,451,680	0.32%	25,451,680	0.32%
Osun State Government	4,569,240	0.06%	4,569,240	0.06%
Ogun State Agricultural Dev Corporation	3,345,396	0.04%	3,345,396	0.04%
University Of Nigeria Nsukka, Enugu State	2,875,694	0.04%	2,875,694	0.04%
Progress Trust (CPFA) Limited	2,488,000	0.03%	2,488,000	0.03%
Oyo State Government	2,259,120	0.03%	6,777,360	0.08%
University Of Ife Endowment Fund, Osun State	1,756,264	0.02%	1,756,264	0.02%
University Of Ibadan, Oyo State	1,300,673	0.02%	1,300,623	0.02%
Ondo State Government	1,215,000	0.02%	1,495,610	0.02%
Gateway Holdings Ltd, Ogun State	520,206	0.01%	520,206	0.01%
Olabisi Onabanjo University, Ogun State	446,586	0.01%	446,586	0.01%
Ministry Of Finance Incorporated Ebonyi State	240,000	0.00%	240,000	0.00%
Ibile Holdings Limited, Lagos	233,030	0.00%	233,030	0.00%
Osun State Finance & Investment Co. Ltd.	190,000	0.00%	190,000	0.00%
Ministry Of Finance Inc. Bayelsa State	180,400	0.00%	180,400	0.00%
Irepo Local Government, Oyo State	138,772	0.00%	138,772	0.00%
Benue Investment & Property Co Ltd	100,000	0.00%	100,000	0.00%
Ogun State Univ. Development Foundation	93,864	0.00%	93,864	0.00%
Kogi State University, Anyigba	93,500	0.00%	93,500	0.00%
Tai Solarin University Of Education, Ogun State	60,000	0.00%	60,000	0.00%
Delta Holdings Nig Limited	45,000	0.00%	45,000	0.00%
Local Govt. Staff Pension Board/Bureau, Osun	45,000	0.00%	45,000	0.00%
Ladoke Akintola University Of Technology, Oyo	40,000	0.00%	40,000	0.00%
Ibadan Local Govt. Propertiesco.Ltd.	40,000	0.00%	40,000	0.00%
Enugu State University & Science Tech	30,000	0.00%	30,000	0.00%
Ogun State Property & Investment Cooperative	25,680	0.00%	25,680	0.00%
Kogi State University Investment	24,000	0.00%	24,000	0.00%

Nigerian Breweries Plc
Unaudited Condensed Interim Financial Statements
For the six months ended 30th June, 2020

University Guest House, Ibadan, Oyo State	24,000	0.00%	24,000	0.00%
Niger State Dev. Co.	21,508	0.00%	21,508	0.00%
University Of Ibadan General Inv. Fund	20,860	0.00%	20,860	0.00%
Okin Holdings Limited	20,660	0.00%	20,660	0.00%
Local Government Staff Pension Bureau	20,100	0.00%	20,100	0.00%
Akwa-Ibom Property & Investment	20,000	0.00%	20,000	0.00%
Plateau Inv. & Properties Ltd	19,415	0.00%	19,415	0.00%
Lagos Investment Limited	19,400	0.00%	27,012	0.00%
Ministry Of Finance Incorporated Anambra State	18,064	0.00%	18,064	0.00%
Lagos Island Local Government	12,783	0.00%	12,783	0.00%
Lagos State Min. Of Works & Transport	9,000	0.00%	9,000	0.00%
Akwa Ibom Ind. Dev.Fin.Co. Limited	6,866	0.00%	6,866	0.00%
Lagos State Hospital Mgt Board Snr Staff	6,664	0.00%	6,664	0.00%
Ministry Of Finance Incorporated Enugu State	5,512	0.00%	5,512	0.00%
Iseyin Local Govt.(Nut)Coop.Inv.& Credit, Oyo State	4,000	0.00%	4,000	0.00%
Oyo State Finance & Invest. Company Limited	2,696	0.00%	2,696	0.00%
University Of Ibadan Agronomy Fund	2,500	0.00%	2,500	0.00%
Ijebu-East Local Government, Ogun State	2,000	0.00%	2,000	0.00%
Min. of Finance & Econ. Development Incor. Ebonyi State	1,380	0.00%	1,380	0.00%
Enugu State Daily Savings Pro. Union	1,307	0.00%	1,307	0.00%
Irewole Local Govt Ikire Osun State	1,000	0.00%	1,000	0.00%
Local Govt. Staff Pensions Board, Anambra State	563	0.00%	563	0.00%
Abubakar Tafawa Balewa University Bauchi State	18	0.00%	18	0.00%
Rivers State Min Of Fin Incorporated	-	0.00%	823,428	0.01%
University Of Agriculture, Makurdi, Benue State	-	0.00%	153,020	0.00%
Ibadan North-East Local Government, Oyo State	-	0.00%	5,000	0.00%
Total Other Influential Shareholdings	300,151,335	3.75%	305,939,195	3.83%
Free Float in Units and Percentage	3,439,043,088	43.00%	3,433,364,530	42.93%
Free Float in Value (in Naira)	124,149,455,477		216,301,965,390	

*While Stanbic Nominees Nigeria Limited holds 12.55% of the Company's shares, the shares are held on behalf of various shareholders. Consequently, the shares are considered as free floats and available for trading on the floor of The Nigerian Stock Exchange.

13. NET CASH COVERAGE /INTEREST BEARING DEBT POSITION

For the six-month period ended 30th June:

	Group 2020 N'000	Company 2020 N'000	Group 2019 N'000	Company 2019 N'000
Bank overdrafts	86,863,485	86,863,485	16,826,218	16,826,218
Commercial papers/Other Short Term Loan	25,873,827	25,873,827	-	-
Cash, cash equivalents and current	(57,103,331)	(57,073,244)	(6,361,057)	(6,358,606)
(Net cash coverage position)/interest bearing debt position	55,633,981	55,664,068	10,465,161	10,467,612

The company has revolving credit facilities with five Nigerian banks to finance its working capital. The approved limit of the loan with each of the banks range from ₦6 billion to ₦15 billion (total of ₦66 billion). ₦52 billion was utilised as at 30th June, 2020 (2019: ₦27 billion).

Notes to the condensed interim financial statements

14. CONTINGENCIES

No material updates in comparison with 2019 year-end reporting were identified that need to be reported.

15. 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 six-month period ended 30th June 2020 do in substance not deviate from the transactions as reflected in the financial statements as at and for the year 31st December 2019.

	Transaction value		Balance due (to)/from	
	Jun-20 ₦'000	Jun-19 ₦'000	Jun-20 ₦'000	Jun-19 ₦'000
Purchases - other related parties	(16,974,162)	(21,568,304)	(8,937,285)	(9,236,102)
Contract brewing services with:				
- Other related parties	(703,756)	(816,088)	(530,876)	(600,588)
Technical Service fees & royalties				
- Parent	(546,453)	(604,594)	(546,387)	(620,414)
- Other related parties	(2,890,438)	(3,659,695)	(3,239,628)	(3,721,180)
Total Technical and Royalty	(3,436,890)	(4,264,289)	(3,786,015)	(4,341,594)
Sales and others				
- Other related parties	216,867	245,839	(4,861,503)	(1,474,972)

16. 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 30th June 2020 that have not been adequately provided for or disclosed in these condensed interim financial statements.

17. EVALUATION OF THE IMPACT OF CORONAVIRUS

The continued spread of the coronavirus (Covid-19) pandemic continues to impact all businesses. The Company's priority remains protecting the health, safety and welfare of employees, customers and partners. At this stage, it is not possible to determine the financial impact of Covid-19 on the Company given the lack of visibility on the end date of the pandemic and its impact on the Nigerian economy. The Company regularly monitors and evaluates its financial position and performance in the light of the pandemic and would report thereon as may be appropriate. The Company has a strong Balance Sheet and the Board and Management will continue to focus on efforts to mitigate the impact of the pandemic on the business.

To support the fight against the Covid-19 pandemic, the Company, during the period under review, made donations in cash and kind valued at about ₦531 million out of a phased commitment of ₦600 million to the Federal and State Governments' Covid-19 Relief Funds.