



ARBICO PLC
UNAUDITED FINANCIAL STATEMENT
FOR PERIOD ENDED 30th JUNE 2022

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Result at a Glance:

	THE GROUP		THE COMPANY	
	2022 N '000	2021 N '000	2022 N '000	2021 N '000
Revenue	5,533,026	1,997,850	5,349,081	1,920,252
Profit/Loss Before Tax	944,263	(973,347)	810,627	(708,439)
Earnings per share	6.35	(6.74)	5.46	(4.97)

BY ORDER OF THE BOARD



COMPANY SECRETARY
FRC/2013/NBA/00000000001615


21st Jul, 2022

ARBICO PLC
**AUDITED CONSOLIDATED & SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2022**

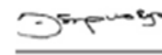
	NOTES	THE GROUP				THE COMPANY			
		6 MONTHS JAN- JUN 2022	3 MONTHS APR- JUN 2022	6 MONTHS JAN- JUN 2021	3 MONTHS APR- JUN 2021	6 MONTHS JAN- JUN 2022	3 MONTHS APR- JUN 2022	6 MONTHS JAN- JUN 2021	3 MONTHS APR-JUN 2021
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Revenue	6	5,533,026	3,370,675	1,997,850	1,226,672	5,349,081	3,339,702	1,920,252	1,149,074
Cost of Sales	7	(3,836,927)	(2,691,908)	(1,532,311)	(1,185,639)	(3,831,239)	(2,688,450)	(1,264,646)	(917,974)
Gross Profit		1,696,099	678,768	465,539	41,033	1,517,841	651,252	655,606	231,100
Other Operating Income	8	3,538	2,053	83,399	25,161	3,422	1,938	83,399	25,161
Administrative Expenses	9	(755,374)	(587,428)	(1,522,285)	-1267493	(710,637)	(564,217)	(1,447,444)	(1,192,652)
Expected Credit loss		-	-	-	-	-	-	-	-
Operating (loss)/profit		944,263	93,393	(973,347)	(1,201,299)	810,627	88,973	(708,439)	(936,391)
Finance income	10	-	-	-	-	-	-	-	-
(Loss)/profit before income taxation		944,263	93,393	(973,347)	(1,201,299)	810,627	88,973	(708,439)	(936,391)
Income Tax Expenses	11	-	-	(30,010)	-	-	-	(30,010)	-
(Loss)/profit For The Period		944,263	93,393	(1,003,357)	(1,201,299)	810,627	88,973	(738,449)	(936,391)
Other comprehensive income (loss)/income for the year, net		-	-	-	-	-	-	-	-
Total Comprehensive (loss)/Income attributable to:		944,263	93,393	(1,003,357)	(1,201,299)	810,627	88,973	(738,449)	(936,391)
Equity holders of parent		942,927	92,101	(1,000,707)	(1,198,649)				
Non Controlling Interest		1,336	1,292	(2,649)	(2,649)				
Basic earnings (loss)/income per share attributable to									
Ordinary equity holders of the parent	12	6.35	0.62	-6.74	-8.07	5.46	0.60	(4.97)	(6.31)

ARBICO PLC AUDITED CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 JUNE 2022							
	NOTES	THE GROUP			THE COMPANY		
		6 MONTHS JAN-JUN 2022 N'000	6 MONTHS JAN-JUN 2021 N'000	JAN-DEC 2021 N'000	6 MONTHS JAN- JUN 2022 N'000	6 MONTHS JAN-JUN 2021 N'000	JAN-DEC 2021 N'000
ASSETS							
NON - CURRENT ASSETS							
Property Plant and Equipment	13	1,550,389	1,546,739	1,473,334	1,427,751	1,421,250	1,350,124
Intangible Assets	14	4,464	2,012	5,288	4,464	1,651	5,649
Deferred Tax Asset	11	1,261,958	546,621	546,621	1,261,958	546,621	546,621
Investment in Subsidiary	15	-	-	-	27,104	27,104	27,104
TOTAL NON CURRENT ASSETS		2,816,811	2,095,372	2,025,243	2,721,277	1,996,626	1,929,498
CURRENT ASSESTS							
Inventories	16	2,288,925	516,087	1,788,570	1,887,092	516,087	1,452,931
Contract assets	17	7,516,364	-	-	7,401,532	-	-
Trade and Other Receivables	18	494,328	3,654,660	5,714,995	643,623	4,507,732	5,924,412
Prepayments	19	3,370,990	1,333,640	106,540	2,948,053	1,183,928	102,309
Cash, Bank & Cash Equivalents	20	568,098	331,302	1,572,784	762,034	(129,848)	1,414,687
TOTAL CURRENT ASSETS		14,238,704	5,835,689	9,182,889	13,642,333	6,077,899	8,894,339
TOTAL ASSETS		17,055,516	7,931,061	11,208,132	16,363,609	8,074,525	10,823,837
LIABILITIES							
NON - CURRENT LIABILITIES							
Share Deposit	22	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
TOTAL NON CURRENT LIABILITY		1,950,000	1,950,000	1,950,000	1,950,000	1,950,000	1,950,000
CURRENT LIABILITIES							
Trade and other payables	23	8,005,717	3,861,207	2,494,328	7,480,506	3,861,207	2,106,199
Contract liabilities	17	6,778,386	3,098,717	6,397,543	5,932,989	2,253,320	5,589,039
Income tax liabilities	11	67,036	-	107,265	67,036	-	107,265
Bank overdraft	20a	-	-	-	-	-	-
TOATL CURRENT LIABILITY		14,851,140	6,959,924	8,999,136	13,480,531	6,114,527	7,802,503
TOTAL LIABILITY		16,801,140	8,909,924	10,949,136	15,430,531	8,064,527	9,752,503
EQUITY							
Share Capital	21	74,250	74,250	74,250	74,250	74,250	74,250
Share Premium	21	141,184	141,184	141,184	141,184	141,184	141,184
Asset revaluation reserve	21	(1,147,481)	(2,385,182)	(1,140,640)	(475,890)	(1,398,969)	(337,633)
Accumulated losses		1,193,534	1,193,534	1,193,534	1,193,534	1,193,534	1,193,534
Non-controlling interests		(7,111)	(2,649)	(9,331)	-	-	-
TOTAL EQUITY		254,376	(978,863)	258,996	933,078	9,999	1,071,335
TOTAL EQUITY AND LIABILITY		17,055,516	7,931,061	11,208,132	16,363,609	8,074,526	10,823,838

Approved by the Board on:
21st July, 2022


Alkimos Makaronidis
Director
FRC/2019/IODN/00000019977


Oluyemi Akinfenwa
Financial Controller
FRC/2012/CAN/00000000449


Eyo Asuquo
Director
FRC/2017/CIBN/0000000016193

ARBICO PLC
AUDITED CONSOLIDATED & SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 JUNE 2022

	Group						Company				
	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Accumulated losses N'000	Non Controlling Interest N'000	Total N'000	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Accumulated losses N'000	Total N'000
As at 1 January 2022	74,250	141,184	-1,193,534	(2,090,408)	(8,447)	(3,076,955)	74,250	141,184	(1,193,534)	(1,286,517)	(2,264,617)
Profit/(Loss) for the year/Changes	-	-	2,387,067	942,927	1,336	3,331,330	-	-	-	810,627	810,627
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	2,387,067	942,927	1,336	3,331,330	-	-	-	810,627	810,627
At 31 December 2022	74,250	141,184	1,193,533	(1,147,481)	(7,111)	254,375	74,250	141,184	(1,193,534)	(475,890)	(1,453,990)

	Group						Company				
For the period ended 31 March 2021	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Accumulated losses N'000	Non Controlling Interest N'000	Total N'000	Issued Capital N'000	Share Premium N'000	Asset revaluation surplus N'000	Accumulated losses N'000	Total N'000
As at 1 January 2021	74,250	141,184	(1,193,534)	(1,408,836)	-	(2,386,936)	74,250	141,184	(1,193,534)	(693,329)	(1,671,429)
Profit/(loss) for the year	-	-	-	(996,199)	(7,158)	(1,003,357)	-	-	-	(738,449)	(738,449)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	(996,199)	(7,158)	(1,003,357)	-	-	-	(738,449)	(738,449)
At 31 December 2021	74,250	141,184	(1,193,534)	(2,405,035)	(7,158)	(3,390,293)	74,250	141,184	(1,193,534)	(1,431,778)	(2,409,878)

ARBICO PLC
AUDITED CONSOLIDATED & SEPARATE STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2022

		THE GROUP			THE COMPANY		
		2022 JUNE	2021 JUNE	2021 DEC	2022 JUNE	2021 JUNE	2021 DEC
		N'000	N'000	N'000	N'000	N'000	N'000
Operating activities	Notes						
(Loss)/profit before tax		944,263	(973,346)	234,504	810,627	(708,438)	122,888
Adjustments to reconcile profit before tax to net cash flows							
Depreciation of property, plant and equipment	13	149,689	172,630	342,452	149,689	153,628	320,238
Amortisation of intangible assets		1,184	1,793	1,892	1,184	1,793	1,892
Net Unrealized foreign exchange (gain)/loss	9		(51)	(29,046)		(51)	(29,046)
Profit on disposal of property, plant and equipment	8&9			(56)			19
Finance income	10		(2,657)			(2,657)	-
Impairment of receivables	9			151,043			232,490
Expected credit loss - Contract asset				-			-
Expected credit loss - Intercompany receivables	9			-			-
Contract asset recognised in revenue				-			-
Contract liability recognised in revenue							
		1,095,137	(801,631)	700,788	961,501	(555,725)	648,481
Working capital adjustments							
Increase in trade and other receivables		2,444,996	2,814,887	2,592,355	3,148,772	2,564,388	2,908,272
(Increase)/ decrease in prepayments		(1,075,991)	(131,240)	103,444	(823,631)	(134,719)	102,356
increase in inventories		(320,541)	1,005,371	(665,967)	(254,346)	1,005,371	(330,328)
Increase in contract asset		(7,516,364)	(2,022,602)	(4,325,945)	(7,401,532)	(1,957,744)	(4,313,397)
Increase/ (decrease) trade and other payables		4,144,510	632,749	(2,109,674)	3,619,299	632,749	(2,460,697)
Increase/(decrease) in advance from customers		3,746,706	(1,957,744)	4,755,811	3,746,705	(2,290,741)	4,537,258
Advance payment in fixed deposit (restricted)				-			-
Income tax paid	11						
Cash flows from/(used in) operating activities		2,518,453	(460,210)	1,050,812	2,996,769	(736,421)	1,091,945
Net cash flows from/(used in) operating activities		2,518,453	(460,210)	1,050,812	2,996,769	(736,421)	1,091,945
Investing activities							
Purchase of property, plant and equipment	13	(154,524)	(139,469)	(129,963)	(157,375)	(141,160)	(92,496)
Finance income			2,657	(2,444)		2,657	(2,804)
Proceed from sale of property, plant and equipment				-			
Purchase of intangible assets	14	(2,452)	(19,700)	56	(2,813)	(19,700)	(19)
Increase in other Investment			-			(622,697)	1
Advance payment in fixed deposit (restricted)				-			
Financing activities Movement	10	288,975	717,940	180,682	112,452	621,389	32,808
Net cash flows used in investing activities		131,999	561,428	48,331	(47,736)	(159,511)	(62,511)
Net increase/(decrease) in cash and cash equivalents		236,796	101,267	1,099,143	891,882	(273,186)	1,029,434
Net foreign exchange difference		-	-	29,046	-	-	29,046
Cash and cash equivalents at the beginning of the year		331,302	230,035	444,595	(129,848)	143,338	356,207
Cash and cash equivalents at the end of the year	20	568,098	331,302	1,572,784	762,034	(129,848)	1,414,687

ARBICO PLC

NOTES TO THE FINANCIAL STATEMENTS

1. Corporate information

Arbico Plc is a company incorporated on 18 June 1958 in Nigeria and commenced business thereafter. The company's shares were quoted on the Stock Exchange on November 30, 1978. Its principal activities comprise construction and civil engineering as well as investment in and operation of infrastructure. The registered office is located at Plot D Block 7 Industrial Crescent Ilupeju, Lagos.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), the provisions of the Financial Reporting Council of Nigeria Act, No. 6 2011, the provision of the Companies and Allied Matters Act, CAP 20 and the Laws of the Federation of Nigeria 2004 as applicable. The financial statements have been prepared on a historical cost basis, except for land and buildings that have been measured at fair value.

The financial statements are presented in Naira and all values are rounded to the nearest thousand (N'000), except when otherwise indicated.

3. Revenue

Construction contracts

The company principally operates fixed price contracts however sometimes the contract cost are varied due to additional works, If the outcome of such a contract can be reliably measured, revenue associated with the construction contract is recognized by reference to the stage of completion of the contract activity at year end (output method e.g. Surveys of Work completed to date) or obligations satisfied. In accordance with IFRS 15 revenue is recognized:

The outcome of a construction contract can be estimated reliably when:

- (i) The contract obligation has been performed.
- (ii) The work done can be accurately estimated or surveyed.
- (iii) The company's performance does not create an asset with an alternative use to the entity and the company has an enforceable right to payment for performance completed to date

When the work done does not satisfy these conditions the contract cost to date is held as a current asset (recoverable cost).

In applying output method, revenue recognized corresponds to the total contract revenue (as defined below) multiplied by the actual completion rate based on survey of work done. Contract revenue not yet billed are recognized and consequently held as contract assets in current assets

Contract revenue — Contract revenue corresponds to the initial amount of revenue agreed in the contract and any variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue; and they are capable of being reliably measured.

Contract costs — Contract costs include costs that relate directly to the specific contract and costs that are attributable to contract activity in general and can be allocated to the contract. Costs that relate directly to a specific contract comprise; site labor costs (including site supervision); costs of materials used in construction; costs of design, cost of depreciation on plant and machinery and technical assistance that is directly related to the contract.

The company contracts are typically negotiated for the construction of a single asset or a group of assets which are closely interrelated or interdependent in terms of their design, technology and function. In certain circumstances, the percentage of completion method is applied to the separately identifiable components of a single contract or to a group of contracts together in order to reflect the substance of a contract or a group of contracts.

Assets covered by a single contract are treated separately when:

- (a) The separate proposals have been submitted for each asset
- (b) Each asset has been subject to separate negotiation and the contractor and customer have been able to accept or reject that part of the contract relating to each asset
- (c) The costs and revenues of each asset can be identified

Contract cost for which their obligations have not been expressly stated or cannot be reliably measured are held as recoverable cost under current assets

A group of contracts are treated as a single construction contract when:

- (a) the group of contracts is negotiated as a single package;
- (b) the contracts are so closely interrelated that they are, in effect, part of a single project with an overall profit margin
- (c) the contracts are performed concurrently or in a continuous sequence

The three criteria must be met before combination can occur.

3. Revenue

		THE GROUP		THE COMPANY	
		2022	2021	2022	2021
		JUNE	JUNE	JUNE	JUNE
		N '000	N '000	N '000	N '000
	Revenue	5,533,026	1,997,850	5,349,081	1,920,252
	Profit/Loss Before Tax	944,263	(973,347)	810,627	(708,438)
	Earnings per share	6.35	(6.74)	5.46	(4.97)

4.Plant Property & Equipment

There are no restrictions on title to the items of property, plant and equipment. The Company has not pledged any item of property, plant and equipment as security for liabilities. The fair value of the company's buildings is in line with the carrying amount. However, revaluation of the buildings is done at management discretion.

5. Disclosure on Director's Dealing.

There is no directors' dealing of any kind brought to the notice of the company, as the company has put in place and improving on it, the procedures for reporting such if it exists. This disclosure is in line with the requirement of provisions of Rule 17.15 of the issuers' rules 2015.

6. Shareholding Pattern as at June 30, 2022

	Unit	%
Strategic Shareholder	118,690,500	79.93
Director Direct Shareholding	107,360	0.07
Free Float	29,702,140	20.00
PAID UP SHARE CAPITAL	148,500,000	100.00

6.1 Strategic Shareholders

	Unit	%
R28 Limited	103,840,500	69.93
A.O.G Limited	14,850,000	10.00
Elder N.C.U Okoro	107,360	0.07
Nigerians	29,702,140	20.00
PAID UP SHARE CAPITAL	148,500,000	100.00

6.2 Compliance with Free Float

As at the reporting date, the company is fully compliant with the free float requirement. This disclosure is in line with the requirement of provisions of Rule 2.1.1 of the free float rules on self-assessment and self-regulation.