



ARBICO PLC
UNAUDITED FINANCIAL STATEMENT FOR PERIOD ENDED 30th JUNE
2023



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Result at a Glance:

	THE GROUP		THE COMPANY	
	2023 N '000	2022 N '000	2023 N '000	2022 N '000
Revenue	2,988,371	5,533,026	2,931,444	5,349,081
Profit/Loss Before Tax	302,673	944,263	590,056	810,627
Earnings per share	1.35	6.35	3.31	5.46

BY ORDER OF THE BOARD

COMPANY SECRETARY FRC/2013/NBA/00000000001615

30th July, 2023



ARBICO PLC									
UNAUDITED CONSOLIDATED & SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME									
FOR THE PERIOD ENDED 30 JUNE 2023									
		THE GROUP				THE COMPANY			
	NOTES	6 MONTHS JAN- JUN 2023	3 MONTHS APR- JUN 2023	6 MONTHS JAN- JUN 2022	3 MONTHS APR- JUN 2022	6 MONTHS JAN- JUN 2023	3 MONTHS APR- JUN 2023	6 MONTHS JAN- JUN 2022	3 MONTHS APR-JUN 2022
		N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Revenue	6	2,988,371	1,081,780	5,533,026	3,370,675	2,931,444	1,110,428	5,349,081	3,339,702
Cost of Sales	7	(2,620,411)	(1,173,132)	(3,836,927)	(2,691,908)	(2,294,568)	(925,452)	(3,831,239)	(2,688,450)
Gross Profit		367,95	(91,352)	1,696,099	678,768	636,876	184,975	1,517,841	651,252
Other Operating Income	8	76,470	70,628	3,538	2,053	76,492	70,650	3,422	1,938
Administrative Expenses	9	(141,757)	(39,052)	(755,374)	(587,428)	(123,313)	(33,603)	(710,637)	(564,217)
Expected Credit loss				-	-			-	-
Operating (loss)/profit		302,673	18,328	944,263	93,393	590,056	289,229	810,627	88,973
Finance income	10			-				-	-
(Loss)/profit before income taxation		302,673	18,328	944,263	93,393	590,056	289,229	810,627	88,973
Income Tax Expenses	11	98,384	-	-	-	98,384	-	-	-
(Loss)/profit For The Period		204,289	9,600	944,263	93,393	491,672	280,501	810,627	88,973
Other comprehensive income (loss)/income for the year, ne				-	-			-	-
Total Comprehensive (loss)/Income		204,289	9,600	944,263	93,393	491,672	280,501	810,627	88,973
attributable to:									
Equity holders of parent		201,615	9,467	942,927	92,101	491,672	280,501		
Non Controlling Interest		(2,674)	133	1,336	1,292		-		
to									
Ordinary equity holders of the parent	12	1.35	0.06	6.35	0.62	3.31	1.89	5.46	0.60



ARBICO PLC UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 JUNE 2023							
	NOTES	THE GROUP			THE COMPANY		
		6 MONTHS JAN-JUN 2023 N'000	6 MONTHS JAN-JUN 2022 N'000	JAN-DEC 2022 N'000	6 MONTHS JAN- JUN 2023 N'000	6 MONTHS JAN-JUN 2022 N'000	JAN-DEC 2022 N'000
ASSETS							
NON - CURRENT ASSETS							
Property Plant and Equipment	13	1,374,447	1,550,389	2,457,262	1,319,639	1,427,751	1,094,882
Intangible Assets	14	2,490	4,464	3,280	2,490	4,464	3,280
Deferred Tax Asset	11	1,261,958	1,261,958	1,261,958	1,261,958	1,261,958	1,261,958
Investment in Subsidiary	15				27,104	27,104	27,104
TOTAL NON CURRENT ASSETS		2,638,895	2,816,811	3,722,500	2,611,191	2,721,277	3,387,223
CURRENT ASSETS							
Inventories	16	4,247,600	2,288,925	3,090,982	3,128,154	1,887,092	2,463,500
Contract assets	17	11,707,913	7,516,364	-	10,884,393	7,401,532	-
Trade and Other Receivables	18	2,070,308	494,328	7,479,441	3,181,280	643,623	7,269,498
Prepayments	19	7,904,378	3,370,990	6,662,843	7,903,827	2,948,053	6,290,065
Cash, Bank & Cash Equivalents	20	802,728	568,098	241,580	678,491	762,034	817,261
TOTAL CURRENT ASSETS		26,732,927	14,238,704	17,474,846	25,776,145	13,642,333	16,840,323
TOTAL ASSETS		29,371,822	17,055,516	21,197,345	28,387,336	16,363,609	20,227,546
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	19,031,737	8,005,717	12,207,708	18,948,408	7,480,506	11,657,484
Advance from clients		-	-	6,542,089	-	-	5,696,691
Contract liabilities	17	10,729,308	6,778,386	-	9,745,351	5,932,989	-
Income tax liabilities	11	98,384	67,036	52,036	98,384	67,036	52,036
Bank overdraft	20a						
TOATL CURRENT LIABILITY		29,859,429	14,851,140	18,801,834	28,792,143	13,480,531	17,406,212
TOTAL LIABILITY		31,809,429	16,801,140	20,751,834	30,742,143	15,430,531	19,356,212
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	1,193,534	(1,147,481)	(956,477)	1,193,534	(475,890)	(537,634)
Accumulated losses		(3,843,901)	1,193,534	1,193,534	(3,763,775)	1,193,534	1,193,534
Non-controlling interests		(2,674)	(7,111)	(6,979)	-	-	-
TOTAL EQUITY		(2,237,607)	254,376	445,512	(2,354,807)	933,078	871,334
TOTAL EQUITY AND LIABILITY		29,371,822	17,055,516	21,197,345	28,387,336	16,363,609	20,227,546

Approved by the Board on:
30th July, 2023

Alkimos Makaronidis
Director
FRC/2019/ODN/00000019977

Olomoyo Adedayo
Financial controller
FRC/2023/PRO/ICAN/001/360117

Eyo Asuquo
Director
FRC/2017/CIBN/0000000016193



ARBICO PLC
 UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF CHANGES IN EQUITY FOR
 THE PERIOD ENDED 31 JUNE 2023

	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 2023	74,250	141,184	1,193,534	(4,045,516)	-	(2,952,960)	74,250	141,184	1,193,534	(4,255,447)	(2,846,479)
Profit/(Loss) for the year/Changes	-	-	-	201,615	(2,674)	198,941	-	-	-	491,672	491,672
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	201,615	(2,674)	198,941	-	-	-	491,672	491,672
At 30 June 2023	74,250	141,184	1,193,534	(3,843,901)	(2,674)	(2,754,019)	74,250	141,184	1,193,534	(3,763,775)	(2,354,807)

For the period ended 31 March 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	(2,378,176)	1,282	(967,927)	74,250	141,184	1,193,534	(1,118,723)	290,245
Profit/(loss) for the year	-	-	-	295,616	1,001	296,617	-	-	-	292,098	292,098
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	295,616	1,001	296,617	-	-	-	292,098	292,098
At 30 March 2022	74,250	141,184	1,193,534	2,082,560	2,282	(671,310)	74,250	141,184	1,193,534	(826,625)	582,343



ARBICO PLC
UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2023

		THE GROUP			THE COMPANY		
		June	June	Dec.	June	June	Dec.
		2023	2022	2022	2023	2022	2022
		N'000	N'000	N'000	N'000	N'000	N'000
Operating activities	Notes						
(Loss)/profit before tax		322,673	944,263	184,164	590,056	810,627	37,390
Adjustments to reconcile profit before tax to net cash flows							
Depreciation of property, plant and equipment	13	69,628	149,689	273,939	69,628	149,689	273,939
Amortisation of intangible assets		790	1,184	2,369	790	1,184	2,369
Net Unrealized foreign exchange (gain)/loss	9			-			-
Profit on disposal of property, plant and equipment	8&9			-			-
Finance income	10			-			-
Impairment of receivables	9			-			-
Expected credit loss - Contract asset				-			-
Expected credit loss - Intercompany receivables	9			-			-
Contract asset recognised in revenue				-			-
Contract liability recognised in revenue				-			-
		393,091	1,095,137	460,471	961,501	961,501	313,698
Working capital adjustments							
Increase in trade and other receivables		(1,528,693)	2,444,996	2,895,636	(2,534,615)	3,148,772	2,787,491
(Increase)/ decrease in prepayments		(7,784,102)	(1,075,991)	(6,542,566)	(7,791,590)	(823,631)	(6,177,827)
increase in inventories		(2,849,059)	(320,541)	(1,692,442)	(1,983,666)	(254,346)	(1,319,011)
Increase in contract asset		(5,417,731)	(7,516,364)	(5,125,721)	(4,712,181)	(7,401,532)	(4,647,178)
Increase/ (decrease) trade and other payables		11,198,255	4,144,510	8,405,867	11,547,392	3,619,299	8,514,993
Increase/(decrease) in advance from customers		-	3,746,706	1,348,997	-	3,746,705	1,348,997
Increase/(decrease) in contract liabilities		4,069,885		-	3,931,326		-
Income tax paid	11						
Cash flows from/(used in) operating activities		(1,918,356)	2,518,453	(249,758)	(882,860)	2,996,769	821,162
Net cash flows from/(used in) operating activities		(1,918,335)	2,518,453	(249,758)	(882,860)	2,996,769	821,162
Investing activities							
Purchase of property, plant and equipment	13	-	(154,524)	(246,494)	-	(157,375)	(246,494)
Finance income				-			-
Proceed from sale of property, plant and equipment		302,563		-	129,668		(19)
Purchase of intangible assets	14	-	(2,452)	2,119	-	(2,813)	2,119
Increase in other Investment				-			1
Advance payment in fixed deposit (restricted)				-			-
Financing activities Movement	10	1,690,206	288,975	(837,070)	364,065	112,452	(1,174,194)
Net cash flows used in investing activities		1,992,791	131,999	(1,081,446)	493,733	(47,736)	(1,418,588)
Net increase/(decrease) in cash and cash equivalents		74,435	236,796	(1,331,204)	(389,127)	891,882	(597,426)
Net foreign exchange difference		-	-	-	-	-	-
Cash and cash equivalents at the beginning of the year		728,293	331,302	1,572,784	1,067,596	(129,848)	1,414,687
Cash and cash equivalents at the end of the period	20	802,728	568,098	241,580	678,469	762,034	817,261



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	
	2023	2022	2023	2022
	JUNE	JUNE	JUNE	JUNE
	N '000	N '000	N '000	N '000
Revenue	2,988,371	5,533,026	2,931,444	5,349,081
Profit/Loss Before Tax	302,673	944,263	590,056	810,627
Earnings per share	1.35	6.35	3.31	5.46



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, 2023

	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.