

NORTHERN NIGERIA FLOUR MILLS PLC
RC - 9409



15, Mai Malari Road, Bompai, Industrial Estate, Kano - Nigeria.
P. O. Box: 6640, Kano. Tel: +234 (0)8172888323
Web: www.fmnplc.com Email: gp.kano@nnfmplc.com

NORTHERN NIGERIA FLOUR MILLS PLC
Q2 UNAUDITED RESULTS FOR THE PERIOD ENDED
SEPTEMBER 30th 2021

DIRECTORS: Alhaji (Dr) Aminu Dantata, O.F.R, Mr. John G. Coumantaros (USA),
Alhaji Rabiu M. Gwarzo, OON., Mr Gert Kriek (S/African), Alhaji Sani Umar, Dr. (Chief) E. A. Ukpabi (KJW), Mr Paul Gbededo,
Alhaji Y.O.A. Saliu, Mr Peter Kradoifer (Swiss), Dr Mahmoud Isa Dutse, Alhaji Garba Aliyu Hunku, Alhaji Mahmud Ahmed.

NORTHERN NIGERIA FLOUR MILLS PLC.

RC - 9409



15, Mai Malari Road, Bompai Industrial Estate, Kano - Nigeria.

P. O. Box: 6640, Kano. Tel: +234 (0)8172888323.

Web: www.fmnplc.com Email: gp.kano@nnfmplc.com

SECURITIES TRADING POLICY

In compliance with the Securities & Exchange Commission (SEC) Rule relating to the Security Trading Framework of the Nigerian Capital Market, The Company has developed Security Trading Policy to monitor security trading within the purview of the Framework which is before the Board for approval. The Framework as established by NNFM does not permit insider trading where interested persons are not allowed to trade (buy or sell) in the shares of Northern Nigeria Flour Mills Plc within a blanket and until the Company's unaudited First Quarter Financial Statements have been released by the Nigerian Stock Exchange to the public. In the event of any such trade (buy/sell), this is required to be promptly communicated to the Company Secretary for appropriate disclosure to the Nigerian Stock Exchange as required by the Rules of the Stock Exchange.

DIRECTORS: Alhaji (Dr.) Aminu A. Dantata, CON, Mr. John G. Coumantaros (USA),
Alhaji Rabi M. Gwarzo, OON., Alhaji Sani Umar, Mr. Paul Gbededo, Alhaji Y.O. A. Saliu,
Mr. Richard Hedges (British), Alhaji Mahmud Ahmed, Dr. Jibrilla Mohammed, Sadiq A. Usman.

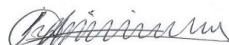
NORTHERN NIGERIA FLOUR MILLS PLC - KANO

UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021 STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Six Months Ended 30-09-21 N'000	Six Months Ended 30-09-20 N'000	Three Months Ended 30-09-21 N'000	Three Months Ended 30-09-20 N'000
Volumes (MT)	Note	24,914	19,633	13,246	10,208
Revenue		8,010,995	4,344,976	4,447,514	2,439,562
Cost of sales	1	(7,382,997)	(3,928,974)	(4,130,295)	(2,201,132)
Gross profit/(Loss)		627,997	416,002	317,219	238,430
Other Operating Income	2	53,190	45,273	16,745	3,407
Selling and distribution expenses	3	(60,159)	(37,523)	(31,568)	(19,062)
Administrative expenses	4	(353,008)	(182,549)	(182,263)	(99,836)
Operating profit/(Loss)		268,020	241,203	120,133	122,939
Investment income		3,511	5,754	2,417	316
Finance cost	5	(97,789)	(100,615)	(31,664)	(45,414)
		173,742	146,342	90,886	77,841
Profit/(Loss) before tax		173,742	146,342	90,886	77,841
Tax expense		-	-	-	-
Profit/(Loss) after tax		173,742	146,342	90,886	77,841
Profit/(Loss) attributable to: Owners of the Company		173,742	146,342	90,886	77,841
Earnings per Share - Basic (Kobo)		97	82	51	44



Mr Adrian Naidoo
Managing Director



EMMANUEL N. ODIGIE
Chief Financial Officer
FRC/2013/ICAN/0000004286

Explanatory Notes:

Management efforts to reposition the company back to sustainable profitability continue with increase in volumes and revenues within this quarter by strengthening all her products presence within the industrial and consumer markets while exploring new ways of improving margins.

NORTHERN NIGERIA FLOUR MILLS PLC - KANO

UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

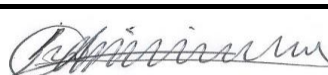
STATEMENT OF FINANCIAL POSITION

30TH SEPTEMBER 2021

		<u>30-Sep-21</u>	<u>30-Sep-20</u>	<u>31-Mar-21</u>
	Note	N'000	N'000	N'000
Non-current assets				
Property, plant and equipment		3,625,336	3,639,351	3,572,311
Deffered tax assets	9	5,815	-	-
Prepayments		-	-	6,158
Total non-current assets		<u>3,631,151</u>	<u>3,639,351</u>	<u>3,578,469</u>
Current assets				
Inventories	6	2,513,213	877,275	3,206,326
Trade receivables	7a	127,717	143,469	9,610
Other receivables	7c	9,930	14,044	
Prepayments	7b	56,107	52,398	41,396
Due from related companies	7c	24,058	41,470	7,882
Cash and deposits		2,741,688	1,700,535	521,587
Total current assets		<u>5,472,712</u>	<u>2,829,191</u>	<u>3,786,801</u>
Total assets		<u>9,103,864</u>	<u>6,468,542</u>	<u>7,365,270</u>
Equity				
Share capital		89,100	89,100	89,100
Share premium account		89,521	89,521	89,521
Fixed Assets Revaluation Reserve		1,566,005	1,566,005	1,566,005
Retained earnings		1,253,271	1,143,981	1,043,145
Total equity		<u>2,997,897</u>	<u>2,888,607</u>	<u>2,787,771</u>
Non-current liabilities				
Borrowings	8	311,687	689,572	384,989
Retirement benefit obligation	10	196,130		180,687
Long service award	11	44,656	34,559	40,052
Other payables	15	222,580	-	-
Deferred Revenue	15	33,519	68,461	33,173
Deferred tax (asset)/Liability		71,553	54,249	104,825
Total non-current liabilities		<u>880,125</u>	<u>846,841</u>	<u>743,726</u>
Current liabilities				
Borrowings	8	285,320	266,101	1,626,613
Trade payables	12	4,435,827	1,212,534	1,768,304
Other payables	15	18,377	710,952	29,404
Current tax payable	13	7,729	122,673	31,759
Customer deposits	14	478,588	288,046	338,122
Total current liabilities		<u>5,225,841</u>	<u>2,600,306</u>	<u>3,794,202</u>
Total liabilities		<u>6,105,966</u>	<u>3,447,147</u>	<u>4,537,928</u>
Total equity and liabilities		<u>9,103,864</u>	<u>6,335,754</u>	<u>7,325,699</u>



Mr Adrian Naidoo
Managing Director



EMMANUEL N. ODIGIE
Chief Financial Officer
FRC/2013/ICAN/0000004286

Northern Nigeria Flour Mills Plc
Unaudited Statement of Cash Flows Q2 September 2021

	30-09-2021 N'000	30-09-2020 N'000	31-Mar-21 N '000
Cash flows from operating activities			
(Loss)/profit before taxation	173,742	146,342	134,346
Adjustments for: Depreciation of property, plant and equipment	109,457	105,466	207,708
Profit on sale of assets	-	-	-
Interest income	(2,705)	(5,754)	-
Finance costs	97,789	100,615	184,317
Provision for retirement benefit	15,443	10,924	24,922
(Credit)/provision for long service award	4,604	2,957	7,882
Write-off of property, plant and equipment	-	-	-
Gain on foreign exchange transactions	-	-	-
Minimum tax	-	-	21,669
Changes in working capital:			
Inventories	693,114	683,306	(1,645,744)
Trade and other receivables	(128,036)	625,701	804,506
Prepayments	(8,553)	(16,962)	(16,210)
Investment	(896)	-	8,094
Trade and other payables	2,879,076	(1,115,543)	(113,627)
Deferred income	(60,266)	(32,162)	(60,322)
Customer deposits	140,466	137,943	187,861
Dividend payable	-	-	-
	3,913,236	642,833	(254,598)
Tax paid	(24,030)	(40,823)	(40,823)
Value added tax paid	-	-	-
Retirement benefit paid	-	-	(3,500)
Long service award benefit paid	-	-	-
Net cash used in operating activities	3,889,206	602,010	(298,921)
Cash flows from investing activities			15,027
Purchase of property, plant and equipment	(162,482)	(11,926)	(46,260)
Sale of property, plant and equipment	-	-	-
Interest income received	2,705	5,754	-
Net cash used in investing activities	(159,777)	(6,172)	(31,233)
Cash flows from financing activities			
Proceeds from borrowings	-	-	-
Repayment of borrowings	(1,414,249)	(1,079,438)	(1,329,615)
Finance costs/Dividend paid	(55,508)	(127,345)	(130,124)
Net cash generated from financing activities	(1,469,757)	(1,206,783)	(1,459,739)
Net cash inflow for the year	2,259,672	(610,945)	(1,789,893)
Cash and cash equivalents at the beginning of the year	521,587	2,311,480	2,311,480
Total cash and cash equivalents at end of year	2,781,259	1,700,535	521,587

NORTHERN NIGERIA FLOUR MILLS PLC - KANO

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30TH SEPTEMBER 2021**

NORTHERN NIGERIA FLOUR MILLS PLC

	Equity attributable to equity holders of the Company					Total Equity
	Share Capital	Share premium	Revaluation reserve	Non controlling interest	Retained Earnings	
	N'000	N'000	N'000	N'000	N'000	
Balance at 1 April 2020	89,100	89,521	1,566,005	-	1,106,259	2,850,885
Transfer from total comprehensive income for the period					-	-
Dividend payment						-
Balance at 30th September 2021	89,100	89,521	1,566,005	-	1,106,259	2,850,885
Balance at 1 April 2021	89,100	89,521	1,566,005	-	1,106,259	2,850,885
Transfer from total comprehensive income for the period					173,742	173,742
Dividend Paid					(26,730)	(26,730)
Balance at 30th September 2021	89,100	89,521	1,566,005	-	1,253,271	2,997,897

NORTHERN NIGERIA FLOUR MILLS PLC - KANO

UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

PROPERTY PLANT AND EQUIPMENT

	Freehold Land & Buildings N '000	Plant & Machinery N '000	Furniture & Equip N '000	Motor Vehicles N '000	Specialised Spares N '000	CWIP N '000	Total N '000
Cost or valuation							
1 April 2021	1,877,446	3,140,278	106,363	306,373	-	94,356	5,524,816
Reclassification							-
Additions						162,482	162,482
Transfers		32,158	14,215	48,755		(95,127)	-
Adjustments							-
Disposals							-
30 SEPTEMBER 2021	1,877,446	3,172,435	120,578	355,128	-	161,711	5,687,298
Depreciation							
1 April 2021	43,663	1,523,624	88,903	296,314			1,952,505
Charge	2,053	100,168	2,996	4,241			109,457
Transfer							-
Disposals							-
30 SEPTEMBER 2021	45,717	1,623,791	91,899	300,555	-	-	2,061,962
NBV							
30 SEPTEMBER 2021	1,831,729	1,548,644	28,679	54,573	-	161,711	3,625,336
1 April 2021	1,833,782	1,616,654	17,460	10,059	-	94,356	3,572,311

NORTHERN NIGERIA FLOUR MILLS PLC - KANO
NOTES TO THE UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

NOTES:	30-Sep-21	30-Sep-20
1 COST OF SALES	N'000	N'000
Material costs	6,831,549	3,560,536
Depreciation	105,129	102,951
Direct staff costs	65,828	89,324
Other expenses	8,388	4,728
Rent & rates	-	1,824
Insurance	-	770
Petrol, gas & oil	317,007	142,907
Repairs and maintenance	55,097	25,934
	<u>7,382,997</u>	<u>3,928,974</u>
2 OTHER GAINS & LOSSES	N'000	N'000
Management fees		
Rent income	1,233	1,375
Insurance claims/Provision no longer required	3,331	-
Income on government grant	20,832	37,462
Intragroup (Subsidy income, expenses, Technical fee, service provided)	-	-
Sundry income	27,794	6,436
Profit / Loss on disposal of assets		
Exchange gain/loss	-	-
Wheat handling charges	-	-
	<u>53,190</u>	<u>45,273</u>
3 SELLING & DISTRIBUTION EXPENSES	N'000	N'000
Employee cost	12,896	13,370
Advertisement	2,546	40
Selling expenses	44,718	24,113
	<u>60,159</u>	<u>37,523</u>
4 ADMINISTRATIVE EXPENSES	N'000	N'000
Advertising	-	-
Auditors remuneration	7,798	7,870
Bad debts	74,218	-
Bank charges	2,896	1,579
Cleaning	660	55
Consulting and professional fees	-	8,565
Depreciation, amortisation & impairments	4,332	2,514
Donations	190	-
Employee costs	126,371	78,446
Entertainment	4,383	190
Fines and penalties	(10)	2,179
IT expenses	6,775	10,107
Insurance	5,134	4,083
Magazines, books & periodicals	3,714	54
Medical expenses	725	582
Motor vehicle expenses	287	3
Third party -deductible	4,640	48
Petrol & oil	979	1,894
Placement fees	-	-
Postage	321	15
Printing & stationery	-	733
Repairs & maintenance	6,701	2,226
Research & development costs	-	-
Secretarial expenses	19,877	6,459
Security	-	2,426
Software expenses	-	315
Subscriptions	-	216
Telephone & fax	-	597
Travel -local	2,270	877
Travel -overseas	3	-
Other expenses	21,024	7,446
Group overhead allocation	59,722	43,070
Total administration expenses	<u>353,008</u>	<u>182,549</u>
5 FINANCE COSTS	N'000	N'000
Interest on Long Term Loans (BOI)	68,445	100,615
Interest on Intragroup Loans	29,345	-
Dividend Paid	-	26,730
	<u>97,789</u>	<u>127,345</u>

NORTHERN NIGERIA FLOUR MILLS PLC - KANO
NOTES TO THE UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2021

NOTES:	30-Sep-21	30-Sep-20
6 INVENTORIES	N'000	N'000
Raw materials	1,943,741	569,594
Packaging materials (consumable)	165,752	92,962
Work in Progress	-	-
Finished goods	325,949	149,404
Consumables	7,373	4,059
Spare parts (consumable)	32,663	28,401
Sundry stocks (consumable)	37,734	25,049
Provision for obsolete stock	-	4,398
	<u>2,513,212</u>	<u>873,867</u>
Goods - in - transit (consumable)	-	3,407
	<u>2,513,212</u>	<u>877,274</u>
7a TRADE AND OTHER RECEIVABLES	N'000	N'000
TRADE RECEIVABLES		
Trade Debtors	236,219	312,823
Provision for bad debts	(108,502)	(169,354)
	<u>127,717</u>	<u>143,469</u>
7b Prepayments	N'000	N'000
Prepayments	56,107	52,398
	<u>56,107</u>	<u>52,398</u>
7c OTHER RECEIVABLES	N'000	N'000
Staff debtors	3,546	2,989
Provision for doubtful Staff loan	(4,231)	(4,231)
Insurance claims	-	-
Withholding tax receivable	400	14,560
Other debtors	10,615	15,286
Short Term Investment - Atlas Registrars	8,778	-
Intercompany receivables	14,880	26,910
Provision Intercompany receivables	-	-
	<u>33,988</u>	<u>55,514</u>
8a LONG TERM BORROWINGS	N'000	N'000
Subsidised Loans- CBN CACS	-	-
Long term loan (BOI)	311,687	689,572
	<u>311,687</u>	<u>689,572.00</u>
8b SHORT TERM LOANS	N'000	N'000
Short Term Finance - BOI Loans	285,320	266,101.00
	<u>285,320</u>	<u>266,101</u>
9 DEFERRED TAX		
At 1st April	71,553	112,047
Transfers during the period	-	1,890.00
Charge for the period/year	-	(168,186.00)
At the end of the period	<u>71,553</u>	<u>54,249.00</u>
10 RETIREMENT BENEFIT OBLIGATION	N'000	N'000
At 1st April	196,130	121,864
Service cost	-	4,110
Interest cost	-	6,814
Actuarial gains and losses	-	-
Intercompany transfers	-	-
Benefits paid	-	-
At the end of the period	<u>196,130</u>	<u>132,788</u>
11 LONG SERVICE AWARD	N'000	N'000
At 1 April	44,656	31,602
Service cost	-	1,351
Interest cost	-	1,606
Benefits paid	-	-
Actuarial (gains)/loss -change in assumption	-	-
Actuarial (gains)/loss -experience	-	-
	<u>44,656</u>	<u>34,559</u>
12 CREDITORS AND ACCRUALS	N'000	N'000
Trade Creditors - Local	21,461	1,212,534
Trade Creditors - O/Seas L/C Deposit	-	-
	<u>21,461</u>	<u>1,212,534</u>
13 OTHERS:	N'000	N'000
Provisions & Accruals	58,194	71,950
Intercompany payables	4,356,172	485,132
Value added Tax	1,563	98,325
Withholding tax & CIT	(1,098)	24,348
Sundry Accounts	222,580	128,236
	<u>4,637,411</u>	<u>807,991</u>
14 Customer deposits		
Advance Payments by Customers	478,588	288,046
	<u>478,588</u>	<u>288,046</u>
15 DEFERRED REVENUE (Balance sheet)	N'000	N'000
Short term -Government Grant	18,377	25,634
Long term	33,519	68,461

The deferred revenue arises as a result of the benefit received from below-market-interest rate government assisted loans (BOI loans). The revenue is recognized in profit or loss over the useful life of the assets financed with the loan.