



**UNAUDITED CONSOLIDATED FINANCIAL  
STATEMENTS FOR THE SECOND QUARTER  
ENDED 30 JUNE, 2016**

Julius Berger Nigeria Plc  
10 Shettima A. Munguno Crescent  
Utako 900 108 | Abuja FCT  
RC No. 6852

---

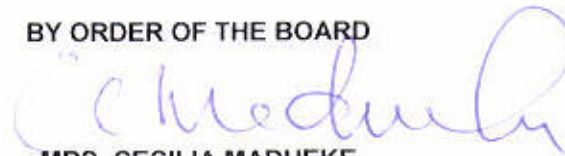
Julius Berger Nigeria Plc • RC No. 6852 • TIN 1002185880

Registered Office: 10 Shettima A. Munguno Crescent | Utako 900 108 | FCT Abuja | Nigeria  
Website: [www.julius-berger.com](http://www.julius-berger.com) • Email: [info@julius-berger.com](mailto:info@julius-berger.com) • Phone: +234 803 906 7000

Directors: Mr. M. Sunmonu, CON, Chairman • Engr. H. Stockhausen, Vice Chairman (German) • Mr. G. Marks, Act. Managing Director (German)  
Mr. W. Köttemann, Financial Director (German) • A/h. Z. I. Bayi, Director Administration • HRH Igwe P. N. Anugwu, JP, CFR  
Dr. E. N. Azudialu-Obojesi • Engr. J. Damalak • Engr. W. Goetsch (Austrian)

**UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SECOND QUARTER ENDED JUNE 30, 2016****SUMMARY**

	<b>2nd Quarter</b>	<b>Year to date</b>
	<b>N'000</b>	<b>N'000</b>
Turnover	<u>19,134,700</u>	<u>47,836,000</u>
Profit before tax	(286,200)	272,164
Taxation	<u>171,022</u>	<u>(136,082)</u>
Profit after tax	<u><b>(115,178)</b></u>	<u><b>136,082</b></u>

**BY ORDER OF THE BOARD****MRS. CECILIA MADUEKE  
COMPANY SECRETARY**

July 14, 2016

***For more information please visit [www.julius-berger.com](http://www.julius-berger.com).***



**UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SECOND QUARTER ENDED JUNE 30, 2016**

<b>CONTENTS</b>	<b>PAGE</b>
Unaudited consolidated statement of comprehensive income	1
Unaudited consolidated statement of financial position	2
Unaudited consolidated statement of changes in equity	3
Unaudited consolidated statement of cash flows	4
Selected footnote disclosures	5

---

Julius Berger Nigeria Plc • RC No. 6852 • TIN 1002165680

Registered Office: 10 Sheffina A. Mungano Crescent | Utako 900 108 | FCT Abuja | Nigeria  
Website: [www.julius-berger.com](http://www.julius-berger.com) • Email: [info@julius-berger.com](mailto:info@julius-berger.com) • Phone: +234 803 906 7000

Directors: Mr. M. Sunmonu, CON, Chairman • Engr. H. Stockhausen, Vice Chairman (German) • Mr. G. Marks, Act. Managing Director (German)  
Mr. W. Kolemant, Financial Director (German) • Alh. Z. I. Bayi, Director Administration • HRH Igwe P.N. Anugwu, JP, OFR  
Dr. E.N. Azudialu-Obiyesi • Engr. J. Damulak • Engr. W. Goetsch (Austrian)

		2016		2015		AUDITED
		3 months Apr - June	6 months Jan - June	3 months Apr - June	6 months Jan - June	31/12/2015
Note		N'000	N'000	N'000	N'000	N'000
	Revenue	19,134,700	47,836,000	34,344,946	77,832,486	133,807,574
	Cost of sales	(13,872,665)	(35,398,640)	(25,392,419)	(58,899,756)	(100,473,106)
	<b>Gross profit</b>	<b>5,262,035</b>	<b>12,437,360</b>	<b>8,952,527</b>	<b>18,932,730</b>	<b>33,334,468</b>
	Other gains and losses	457,964	1,316,160	274,196	632,200	835,151
	Marketing expenses	5,719,999	13,753,520	9,226,723	19,564,930	34,169,619
	Administrative expenses	(11,104)	(39,320)	(21,687)	(42,182)	(75,140)
	<b>Operating profit</b>	<b>3,064,727</b>	<b>7,341,859</b>	<b>2,612,614</b>	<b>4,863,798</b>	<b>12,648,745</b>
	Net financing income/(cost)	(3,350,927)	(7,069,695)	(971,136)	(1,102,711)	(6,148,772)
	<b>Profit before tax</b>	<b>(286,200)</b>	<b>272,164</b>	<b>1,641,478</b>	<b>3,761,087</b>	<b>6,499,973</b>
	Income tax expenses	171,022	(136,082)	(656,591)	(1,504,435)	(4,059,833)
	<b>Profit after taxation</b>	<b>(115,178)</b>	<b>136,082</b>	<b>984,887</b>	<b>2,256,652</b>	<b>2,440,140</b>
	Profit for the year	(115,178)	136,082	984,887	2,256,652	2,440,140
	<b>Other comprehensive Income for the year net of taxes</b>					
	Actuarial gains on retirement benefits	(22,110)	(58,185)	31,621	121,086	(180,372)
	Exchange difference on translation of foreign operations	169,233	49,122	-	-	(499,656)
	<b>Total comprehensive income</b>	<b>31,945</b>	<b>127,020</b>	<b>1,016,508</b>	<b>2,377,738</b>	<b>1,760,112</b>
	<b>Attributable to:</b>					
	Owners of the Company	31,553	126,570	996,178	2,330,183	1,759,887
	Non-controlling interests	393	450	20,330	47,555	225
		<b>31,945</b>	<b>127,020</b>	<b>1,016,508</b>	<b>2,377,738</b>	<b>1,760,112</b>
	Earnings per share (Naira)	0.02	0.10	0.75	1.77	1.33
	Diluted earnings per share	0.02	0.10	0.75	1.77	1.33

The tax rate applied above is assumed based on the corporate tax rate of 30% payable by corporate entities in Nigeria on taxable profits under the Companies Income Tax Act, and 2% education tax based on the assessable profit of companies.

STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED JUNE 30, 2016

	Share capital	Share premium	Foreign currency translation reserve	Retained earnings	Attributable to owners of the Company	Attributable to non-controlling interest	Total equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
<b>Balance at 1 January 2016</b>	660,000	425,440	419,755	22,729,580	24,234,775	57,180	24,291,955
Profit for the year	-	-	-	135,632	135,632	450	136,082
Other comprehensive income( net of tax)	-	-	49,122	(58,185)	(9,063)	-	(9,063)
<b>Total comprehensive income for the year</b>	-	-	49,122	77,448	126,570	450	127,020
Dividends to shareholders	-	-	-	(1,980,000)	(1,980,000)	-	(1,980,000)
<b>Balance at 30 June 2016</b>	<b>660,000</b>	<b>425,440</b>	<b>468,877</b>	<b>20,827,028</b>	<b>22,381,345</b>	<b>57,630</b>	<b>22,438,974</b>
<b>Balance at 1 January 2015</b>	660,000	425,440	919,411	23,420,332	25,425,183	670,660	26,095,843
Profit for the year	-	-	-	2,221,206	2,221,206	35,446	2,256,652
Other comprehensive income( net of tax)	-	-	-	108,977	108,977	12,109	121,086
<b>Total comprehensive income for the year</b>	-	-	-	2,330,183	2,330,183	47,555	2,377,738
Dividends to shareholders	-	-	-	(3,564,000)	(3,564,000)	-	(3,564,000)
<b>Balance at 30 June 2015</b>	<b>660,000</b>	<b>425,440</b>	<b>919,411</b>	<b>22,186,515</b>	<b>24,191,366</b>	<b>718,215</b>	<b>24,909,581</b>

		<b>AUDITED</b>		
		<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>N'000</b>	<b>N'000</b>	<b>N'000</b>
<b>NON- CURRENT ASSETS</b>	<b>Notes</b>			
Property, plant and equipment		53,175,370	65,143,237	58,376,513
Goodwill		5,071,739	4,652,476	5,041,184
Other intangible assets		17,991	58,632	32,712
Investment property		2,533,745	2,605,721	2,546,436
Contract and trade receivables	5	569,782	1,464,977	844,122
Tax receivable	6	17,906,951	29,313,150	21,039,915
Deferred tax assets		10,087,301	8,041,407	10,087,301
<b>Total noncurrent assets</b>		<b>89,362,880</b>	<b>111,279,600</b>	<b>97,958,183</b>
<b>CURRENT ASSETS</b>				
Inventories		8,705,333	8,699,988	11,110,116
Gross amount due from customers		31,803,343	19,122,120	27,228,427
Trade and other receivables	5	92,904,795	72,637,186	88,634,246
Current tax receivable	6	5,131,872	4,894,917	5,292,205
Non- current assets classified as held for sale		978,639	1,357,012	1,493,055
Cash and bank balances		13,989,340	15,108,651	13,380,038
<b>Total current assets</b>		<b>153,513,321</b>	<b>121,819,874</b>	<b>147,118,087</b>
<b>CURRENT LIABILITIES</b>				
Trade and other payables	7	(26,138,085)	(36,562,048)	(34,596,825)
Borrowings		(33,958,046)	(27,279,348)	(24,807,936)
Current tax payable		(5,935,726)	(1,504,435)	(6,106,748)
Retirement benefit liabilities	8	(303,894)	(90,342)	(161,438)
Gross amount due to customers		(31,487,461)	(34,129,161)	(32,912,602)
<b>Total current liabilities</b>		<b>(97,823,212)</b>	<b>(99,565,334)</b>	<b>(98,575,549)</b>
Net current assets/(liabilities)		55,690,110	22,254,540	48,542,538
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>145,052,989</b>	<b>133,534,140</b>	<b>146,510,721</b>
<b>NON- CURRENT LIABILITIES</b>				
Borrowings		-	(1,620,345)	-
Retirement benefit liabilities		(2,315,816)	(3,670,257)	(1,853,781)
Deferred tax liabilities		(12,989,322)	(13,220,121)	(12,989,322)
Gross amount due to customers		(107,008,877)	(90,113,836)	(106,971,355)
Provisions		(300,000)	-	(404,308)
<b>NET ASSETS</b>		<b>22,438,974</b>	<b>24,909,581</b>	<b>24,291,955</b>
<b>EQUITY</b>				
Share capital		660,000	660,000	660,000
Share premium		425,440	425,440	425,440
Foreign currency translation reserve		468,877	919,411	419,755
Retained earnings		20,827,028	22,186,515	22,729,580
Attributable to owners of the company		22,381,345	24,191,366	24,234,775
Non-controlling interest		57,630	718,215	57,180
		<b>22,438,974</b>	<b>24,909,581</b>	<b>24,291,955</b>

**UNAUDITED CONSOLIDATED STATEMENT OF CASHFLOWS  
FOR THE SECOND QUARTER ENDED JUNE 30, 2016**
**Cashflows from operating activities**

Cash receipts from customers  
Cash paid to suppliers and employees

**Cash flows (used in)/provided by operating activities**

Interest paid  
Tax paid

**Net cash (used in)/provided by operating activities**
**Cashflows from investing activities:**

Interest received  
Proceeds from sale of fixed assets  
Purchase of fixed assets

**Net cash (used in)/provided by investing activities:**
**Cashflows from financing activities:**

Loan received  
Loan repayment  
Dividend paid

**Net cash used in financing activities:**

Net increase in cash and cash equivalents  
Cash and cash equivalent at 1 January

Cash and cash equivalent at June 30

Cash and bank balances  
Bank overdrafts

	2016	2015
	N'000	N'000
Cash receipts from customers	55,875,680	67,169,875
Cash paid to suppliers and employees	(61,909,722)	(62,430,495)
<b>Cash flows (used in)/provided by operating activities</b>	<b>(6,034,042)</b>	<b>4,739,380</b>
Interest paid	(1,301,829)	(2,213,334)
Tax paid	(556,295)	(265,232)
<b>Net cash (used in)/provided by operating activities</b>	<b>(7,892,166)</b>	<b>2,260,814</b>
<b>Cashflows from investing activities:</b>		
Interest received	35,198	18,009
Proceeds from sale of fixed assets	1,316,160	632,200
Purchase of fixed assets	-	(1,435,653)
<b>Net cash (used in)/provided by investing activities:</b>	<b>1,351,358</b>	<b>(785,444)</b>
<b>Cashflows from financing activities:</b>		
Loan received	-	-
Loan repayment	-	(1,686,537)
Dividend paid	(1,980,000)	(3,564,000)
<b>Net cash used in financing activities:</b>	<b>(1,980,000)</b>	<b>(5,250,537)</b>
Net increase in cash and cash equivalents	(8,520,808)	(3,775,167)
Cash and cash equivalent at 1 January	(11,447,898)	(8,395,529)
<b>Cash and cash equivalent at June 30</b>	<b>(19,968,706)</b>	<b>(12,170,696)</b>
<b>Cash and bank balances</b>	<b>13,989,340</b>	<b>15,108,651</b>
<b>Bank overdrafts</b>	<b>(33,958,046)</b>	<b>(27,279,348)</b>
	<b>(19,968,706)</b>	<b>(12,170,696)</b>

**1. GENERAL INFORMATION**

Julius Berger Nigeria Plc (the Company) was incorporated as a private limited liability company in 1970 and was converted to a public liability company in 1979 and the company's shares are quoted on the Nigerian Stock Exchange. The principal activities of the Company cover planning, design and construction of civil engineering and building works. The subsidiaries, Abumet (Nigeria) Limited in which the Company owns 90%, is involved in the manufacturing and installation of building aluminium components while Julius Berger Services Nigeria Limited a wholly owned subsidiary, is involved in port management services. Other subsidiaries include Julius Berger Medical Services Nigeria limited which is wholly owned and is into the provision of medical services while Primetech Engineering and Design Nigeria limited also wholly owned is into architectural and engineering design. Julius Berger Investments Limited is a wholly owned subsidiary and was incorporated in June 2012 as an investment company to acquire securities and act as investment managers, while Julius Berger International GmbH Wiesbaden - Germany was acquired in May 2012 as Procurement and Supporting Unit of the JB Group. JBI is now a 100% owned subsidiary of Julius Berger Nigeria Plc. Julius Berger Free Zone Enterprise Calabar is a 100% owned subsidiary of the Company and has been granted licence to operate in Calabar free trade zone.

**2. Basis of preparation of financial statements**

These financial statements are the unaudited interim results (hereafter "the Interim Financial Statements") of Julius Berger Nigeria Plc for the Second Quarter ended June 30, 2016 (hereafter "the interim period"). They are prepared in accordance with International Accounting Standard 34 (IAS 34), Interim Financial Reporting. These Interim Financial Statements should be read in conjunction with the audited Financial Statements for the year ended December 31, 2015 prepared under IFRS (hereafter "the Annual Financial Statements"), as they provide an update of previously reported information. The Interim Financial Statements have been prepared in accordance with the accounting policies set out in the Annual Financial Statements. The presentation of the Interim Financial Statements is consistent with the Annual Financial Statements. Where necessary, comparative information has been reclassified or expanded from the previously reported Interim Financial Statements to take into account any presentational changes made in the Annual Financial Statements or in these Interim Financial Statements.

**3. Segmental Analysis of Continuing operations**

Julius Berger Nigeria Plc has three segment which offer construction, civil engineering, building and facility management services to third parties across Nigeria. Julius Berger Nigeria Plc is organised by segments, each of which is managed separately and considered to be a reportable segment. The Managing Director together with senior executive management constitute the chief operating decision maker and they regularly review the performance of these divisions. Details of the services offered by these segments are provided in the business and financial review in the Annual financial statement.

Revenue and results	Revenue			Profit/(loss)		
	2016		2015	2016		2015
	3 months Apr - June	6 months Jan - June	3 months Apr - June	3 months Apr - June	6 months Jan - June	3 months Apr - June
<i>Class of business:</i>	N'000	N'000	N'000	N'000	N'000	N'000
Civil works	10,906,779	27,266,520	19,576,619	1,746,895	4,184,860	1,489,190
Building works	6,505,798	16,264,240	11,677,282	1,042,007	2,496,232	888,289
Services	1,722,123	4,305,240	3,091,045	275,825	660,767	235,135
	<b>19,134,700</b>	<b>47,836,000</b>	<b>34,344,946</b>	<b>3,064,727</b>	<b>7,341,859</b>	<b>2,612,614</b>
Net financing costs				(3,300,028)	(7,069,695)	(971,136)
<b>Profit before income tax</b>				<b>(235,300)</b>	<b>272,164</b>	<b>1,641,478</b>

The decline recorded on turnover and performance in the quarter when compare to prior year resulted from the slow pace work in the period under review. The last financial year witnessed a decline in clients payment to the company as evidence in the increase in receivables. Hence the drop in the Groups performance

**4. Financial income and financing costs**
**Financial income**

Interest on deposits  
Other interest income  
Foreign exchange gains

**Financing costs**

Interest on overdraft  
Interest on loan  
Other finance charges  
Foreign exchange acquisition  
Foreign exchange losses

**Net financing (income)/costs**

	2016		2015
	3 months Apr - June	6 months Jan - June	3 months Apr - June
	N'000	N'000	N'000
Interest on deposits	(664)	(35,198)	(4,195)
Other interest income	-	-	-
Foreign exchange gains	(1,535,063)	(1,590,778)	(27,521)
Interest on overdraft	551,040	1,165,079	724,039
Interest on loan	116,750	116,750	255,365
Other finance charges	79,294	268,288	-
Foreign exchange acquisition	4,023,782	7,005,950	-
Foreign exchange losses	64,888	119,604	23,448
<b>Net financing (income)/costs</b>	<b>3,300,028</b>	<b>7,069,695</b>	<b>971,136</b>

**5. Contract and trade receivables**

Included in contract receivables are amounts due from contracts receivable **N72.91 billion**, trade receivables **N10.59 billion**, advances to suppliers **N0.46 billion** and advance payment to sub-contractors of about **N17.16 billion**. All debts considered doubtful of recovery have been considered in stating the figures above.

**6. Tax receivable**

Amounts expected to be recovered within one year  
Amounts expected to be recovered after more than one year

	2016	2015
	N'000	N'000
Amounts expected to be recovered within one year	5,131,872	4,894,917
Amounts expected to be recovered after more than one year	17,906,951	29,313,150
<b>Total</b>	<b>23,038,823</b>	<b>34,208,067</b>

This represents withholding and value added taxes recoverable from clients and the Federal Inland Revenue Service.

Julius Berger Nigeria Plc • RC No. 6852 • TIN 1002185680

Registered Office: 10 Shettima A. Munguno Crescent | Utako 900 108 | FCT Abuja | Nigeria  
Website: www.julius-berger.com • Email: info@julius-berger.com • Phone: +234 803 906 7000

Directors: Mr. M. Sunmona, CCN, Chairman • Engr. H. Stockhausen, Vice Chairman (German) • Mr. G. Marks, Act. Managing Director (German)  
Mr. W. Kolermann, Financial Director (German) • Alh. Z. I. Bayi, Director Administration • HRH Igwe P.N. Anugwu, JP, OFR  
Dr. E.N. Azudialu-Oblejesi • Engr. J. Damulak • Engr. W. Goetsch (Austrian)



### 7. Trade and other payables

Included in trade and other payables are amounts due to suppliers and subcontractors amounting to **N20.93 billion**

The remaining balance represents accruals, other deferred payments and provisions in the period under review.

Trade payables, amounts owed to joint ventures, other taxation and social security costs, other payables and dividends are classified as other financial liabilities.

### 8. Retirement benefit liabilities

Obligations under defined benefit plans are calculated separately for each plan by estimating the benefit amount that employees have earned in return for their service in the current and prior periods which represent employees' terminal gratuities based on qualifying years of service and applicable emoluments as per operating collective agreement. Management has decided to settle the obligations and it is probable that the amounts due will be paid. Consequently this had been incorporated in the preparation of these interim financial statements.

### 9. Related party transactions

The Company entered into various transactions with related parties ranging from purchase of goods or services, to expenses incurred by the related party on behalf of the Company. Related parties to the Company are as listed:

- Abumet (Nigeria) Limited: Subsidiary Company in which Julius Berger Nigeria PLC owns 90% stake.
- Julius Berger Services Nigeria Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger Medical Services Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger International GmbH: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger Investments: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Primetech Design and Engineering Nigeria Limited: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.
- Julius Berger Free Zone Enterprise: This is a 100% owned subsidiary of Julius Berger Nigeria PLC.

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been completed at arms length.

### 10. Significant events

- The Company has continued with the repayment of the secured term loan from HSBC bank London in the period. The loan was to finance supply of capital goods and related services. The repayment of the loan has continued in the period and both principal and interest payments have been incorporated in these financial statements.

- Due to the non availability of FOREX from the CBN, the Company had to source foreign currencies from the inter bank or parallel markets. The weighted average of the different rates was used in converting FOREX transaction which results in significant exchange losses that is affecting profitability.

- During the quarter, the Company continued to have significant difficulties in converting receivables to cash or cash equivalent as result of delayed payments by most clients which invariably translated into slow performances on project sites. This culminated in significant decline in volume of activities and related turnover. However, costs have been managed in the same magnitude to ensure that a relatively similar profitability index is achieved.

### 11. Events after the reporting period

Except as disclosed above, there were no other material events after the reporting period which could have had material effect on the state of affairs of the Company as at June 30, 2016 and the profit for the year then ended date that has not been adequately provided for or recognised in the Financial Statements.