



TANTALIZERS PLC

MANAGEMENT ACCOUNT

PERIOD ENDED 30TH JUNE 2016

MarketSummary

TANTALIZERS PLC
UNAUDITED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30TH JUNE, 2016

	JUNE 2016 N'000	JUNE 2015 N'000
REVENUE	976,346	1,032,204
COST OF SALES	(577,642)	(611,551)
GROSS EARNINGS	398,704	420,653
OTHER INCOME	193,183	196,385
PROFIT (LOSS) BEFORE TAX	(264,559)	(333,347)
TAXATION	NILL	NILL
PROFIT (LOSS) FOR THE YEAR	(264,559)	(333,347)
EARNINGS PER SHARE	(8K)	(10K)

TANTALIZERS PLC


STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30TH JUNE 2016


	Note	2016 JUNE YTD N	2015 AUDITED N
Revenue		976,345,686	1,931,011,567
Cost of sales		<u>(577,841,790)</u>	<u>(1,167,794,003)</u>
Gross Profit for the year		398,703,896	763,217,564
Other income		193,182,621	423,987,861
Distribution costs		(22,150,386)	(55,816,136)
Administrative Expenses		<u>(709,440,764)</u>	<u>(1,616,499,118)</u>
Operating Loss		<u>(139,704,643)</u>	<u>(487,109,829)</u>
Finance Income		-	-
Finance costs		<u>(124,854,577)</u>	<u>(208,833,432)</u>
Net finance cost		<u>(124,854,577)</u>	<u>(208,833,432)</u>
Loss before Taxation		(264,559,220)	(695,943,261)
Taxation		-	<u>(11,136,204)</u>
Loss after Taxation transferred to Revenue Reserve		<u>(264,559,220)</u>	<u>(707,079,465)</u>
Earnings per share (basic)		<u>(8K)</u>	<u>(22k)</u>
Earnings per share(diluted)		<u>(8K)</u>	<u>(22k)</u>

TANTALIZERS PLC

STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2016

	Jun-16 N	Dec-15 N
NON CURRENT ASSETS		
Property, Plant and Equipment	4,498,894,400	4,620,932,163
Current assets		
Inventories	144,747,237	89,813,119
Trade and other receivables	599,156,308	521,295,498
Cash and Bank equivalents	22,195,553	(143,907,785)
	766,099,098	467,200,832
Current liabilities		
Amount falling due within one year:		
Trade and other payables	1,348,968,111	941,246,923
Provisions and deferred income	181,089,016	465,414,978
Overdrafts	389,035,711	55,840,857
Term loans	357,533,817	365,867,150
Finance leases	-	-
Taxation	308,689,666	308,689,666
	2,585,316,321	2,137,059,574
Net current assets/liabilities	(1,819,217,223)	(1,669,858,742)
TOTAL ASSETS LESS CURRENT LIABILITIES	2,679,677,177	2,951,073,421
Non current liabilities		
Provisions and deferred income	268,738,243	151,646,246
Term loans	820,507,408	1,044,428,267
	1,189,245,651	1,196,074,513
NET ASSETS	1,490,431,526	1,754,998,908
EQUITY		
Share Capital	1,605,813,953	1,605,813,953
Share Premium	2,071,077,399	2,071,077,399
Revaluation reserve	674,273,256	674,273,256
Revenue Reserve	(2,860,733,082)	(2,596,165,700)
	1,490,431,526	1,754,998,908


Mrs Abosede Ayeni
Managing Director


Mr Bamidele Oke
Finance Director

TANTALIZERS PLC

**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30TH JUNE 2016**

	Jun-16	Dec-15
	N	N
<u>CASH FLOW FROM OPERATING ACTIVITIES:</u>		
Cash received from customers	1,091,667,498	2,322,813,515
Cash paid to suppliers and employees	(1,082,533,418)	(2,286,599,050)
Tax paid	-	-
Interest received	-	-
Interest paid	(124,948,461)	(208,833,432)
Net cash (used in)/generated from operating activities	<u>(115,814,382)</u>	<u>(172,618,967)</u>
<u>CASH FLOW FROM INVESTING ACTIVITIES:</u>		
Purchase of Property, plant and equipment	(74,354,510)	(121,252,383)
Proceeds from disposal of Property, plant and equipment	60,000,000	339,413,840
Net cash used in investing activities	<u>(14,354,510)</u>	<u>218,161,457</u>
<u>CASHFLOW FROM FINANCING ACTIVITIES:</u>		
Repayments of borrowings	(59,541,626)	(171,495,555)
Proceeds of borrowings	22,619,000	293,781,826
Net cash provided by financing activities	<u>(36,922,626)</u>	<u>122,286,071</u>
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	(167,091,517)	167,828,562
Cash & Cash Equivalents at January 1, 2016	<u>(199,748,642)</u>	<u>(367,577,204)</u>
Cash & Cash Equivalents as at June 30th 2015	<u>(366,840,158)</u>	<u>(199,748,642)</u>
<u>REPRESENTED BY:-</u>		
Cash at Bank and in Hand	22,195,553	(143,907,785)
Bank Overdraft	(389,035,711)	(55,840,857)
	<u>(366,840,158)</u>	<u>(199,748,642)</u>

TANTALUS PLC

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30th JUNE 2016

PROPERTY, PLANT AND EQUIPMENT

	LAND	BUILDING	ASSET IN PROGRESS	RESTAURANT FURNITURE & EQUIPMENT	OFFICE FURNITURE & EQUIPMENT	PLANT & MACHINERY	MOTOR VEHICLES	SOFTWARE EQUIPMENT	TOTAL
	£	£	£	£	£	£	£	£	£
COST									
As at 1st January 2015	2,388,398,425	2,033,335,246	27,512,889	1,892,401,694	266,182,240	0	723,843,937	369,724,988	6,348,229,899
Increases during the period		43,859,749		22,130,100	3,442,000		2,129,700		74,381,549
Reclassification									0
Disposals									0
Depreciated during the period	(10,000,000)	(9,951,206)		(4,516,000)	(37,478)		(181,000)	(30,273,269)	(64,413,753)
As at 30th June 2016	2,378,398,425	2,067,243,789	27,512,889	1,910,017,794	276,206,771	0	725,792,637	299,451,719	6,366,172,215
DEPRECIATION									
As at 1st January 2015		899,811,808		1,363,989,330	282,483,809	0	638,331,888	287,257,360	3,725,297,734
Charge for the period		14,240,249		(1,677,275)	(3,247,588)		(10,822,800)	(8,280,900)	166,884,707
Transfer in the period		3,753,589		4,389,042	(38,470)		(334,720)	(1,350,671)	13,774,689
As at 30th June 2016		1,002,905,509		1,910,667,609	264,997,751		607,174,368	275,626,089	3,807,271,812
NET BOOK VALUE AS									
As at 30th June 2016	2,378,398,425	1,064,338,280	27,512,889	99,350,185	111,209,020	0	118,618,269	24,825,630	2,554,894,400
NET BOOK VALUE AS AT									
31st December 2015	2,396,398,425	1,223,525,037	27,512,889	108,812,204	8,389,197	0	83,112,664	12,487,500	4,426,932,182

TANTALIZERS PLC

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2016

3	<u>OTHER INCOME</u>	Jun-16	Dec-15
		N	N
	Rent income	84,445,829	163,908,958
	Other income	18,658,828	
	Advert. Income		31,681,639
	Franchise Income	70,177,994	118,005,511
	Interest Income		787,938
	Profit on disposal of fixed assets	<u>19,899,970</u>	<u>111,603,915</u>
		<u>193,182,621</u>	<u>423,987,861</u>
4	<u>OPERATING PROFIT/(LOSS)</u>	Jun-16	Dec-15
		N	N
	is arrived at after charging/(crediting)		
	Directors' emoluments:		
	Fees	1,675,000	3,350,000
	Other emoluments	28,700,000	53,400,000
	Depreciation	155,854,767	441,862,548
	Auditors' Remuneration	1,750,000	3,675,000
	(Profit)/Loss on sale of fixed assets	(19,899,970)	(111,603,915)
5	<u>FINANCE COSTS</u>	Jun-16	Dec-15
		N	N
	This comprises of		
	Interest on Term Loan	121,328,808	194,096,873
	Interest on leases		2,795,568
	Interest on overdraft		4,769,264
	Other Charges (COT etc)	<u>3,527,769</u>	<u>7,171,728</u>
		<u>124,856,577</u>	<u>208,833,431</u>
6	<u>TAXATION</u>	Jun-16	Dec-15
	(i) Per Profit and loss account		
	Income Tax	<u>11,136,204</u>	11,136,204
	Education Tax	-	-
	(ii) Per Balance Sheet		
	As at January 2016	308,689,666	297,553,462
	provision for the year	<u>-</u>	<u>11,136,204</u>
		<u>308,689,666</u>	<u>308,689,666</u>

TANTALIZERS PLC

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2016

<u>INVENTORIES</u>	Jun-16	Dec-15
	N	N
Raw Materials & Finished Products	37,162,859	50,163,137
Printing & Stationery	3,007,877	3,008,229
Engineering, kitchen & Staff uniform	54,380,868	17,910,875
Packaging Materials	8,582,477	14,242,259
Gift cards	38,076,200	
Gas & Diesel	3,537,156	4,488,619
	<u>144,747,237</u>	<u>89,813,119</u>
<u>TRADE AND OTHER RECEIVABLES</u>	Jun-16	Dec-15
	N	N
non - current		
Rent prepaid	152,407,661	175,412,475
This consist of rents paid in advance on outlets that would last more than 12 months.		
current		
Trade receivables	166,330,894	228,688,602
Rent prepaid	71,462,927	87,759,577
Amortization	39,374,184	
Advance to contractors	5,235,839	18,952,018
Income tax recoverable	139,073,787	
Others	18,703,609	907,072
Staff Debtors	6,567,406	9,575,753
	<u>599,156,308</u>	<u>521,295,497</u>
Trade Receivables are mostly Royalties and Other Charges due from Franchisee		
<u>CASH AND CASH EQUIVALENTS</u>	Jun-16	Dec-15
	N	N
Cash Balances	9,030,525	5,274,153
Bank Balances	13,165,028	(149,181,938)
Cash & Cash equivalents	22,195,553	(143,907,785)
Bank Overdrafts	(389,035,711)	(55,840,857)
Cash and cash equivalents in cashflow stateme	<u>(366,840,158)</u>	<u>(199,748,642)</u>

TANTALIZERS PLC

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2016

TRADE AND OTHER PAYABLES

	Jun-16	Dec-15
	N	N
Trade Creditors	344,307,767	201,455,357
Other payables	1,023,814,837	739,791,556
	1,388,122,605	941,246,923

The company's policy on payment of creditors is to agree terms of payment prior to commencing trade with a supplier and to abide by those terms on the timely submission of invoices and other required confirmation of supply documents.

PROVISIONS AND DEFERRED INCOME

	Jun-16	Dec-15
	N	N
non - current		
Deferred income	268,738,243	151,646,246
<p>This relates to amounts received as rental income for utilised spaces in various outlets that would expire after 12 months.</p>		
current		
Provisions & Accruals	151,089,016	162,144,187
Provision for Directors fee	15,075,000	
Retro-Franchise Deposits	135,386,385	134,759,385
Deferred income	139,073,787	168,511,406
	470,624,188	465,414,978

Deferred income relates to amounts received as rental income for utilised spaces in various outlets that would expire within 12 months.

Provision for Directors fee of N15,075,000 has been outstanding for the past four years. Directors are yet to be paid.

BORROWINGS

	Jun-16	Dec-15
	N	N
non - current Secured Loans		
Guaranty Trust Bank Plc Loan due year 2017		
Bank of Industry/(Skye bank plc) Loan due year 2018	163,908,296	163,908,296
IFC Loan due year 2019	346,791,066	346,791,066
Eco-Bank plc Restructured Loan due year 2020	143,936,791	187,461,469
Eco-Bank plc Restructured Loan due year 2019	165,570,035	215,636,356
Eco-Bank plc Restructured Loan due year 2019	100,301,219	130,631,061
	920,507,408	1,044,428,267

TANTALIZERS PLC**NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2016**

	Jun-16	Dec-15
Bank Overdrafts	<u>389,035,711</u>	<u>55,840,150</u>
current Secured Loans:		
Guaranty Trust Bank Plc Loan due year 2016		8,333,333
Bank of Industries(Skye bank plc) Loan due year 2019		46,578,382
Eco-Bank plc Restructured Loan due year 2019	43,614,264	28,216,872
Eco-Bank plc Restructured Loan due year 2019	50,189,350	
Eco-Bank plc Restructured Loan due year 2020	30,392,258	49,380,617
Bank of Industries(Skye bank plc) Loan due year 2015	128,670,613	128,670,613
IFC Loan due year 2016	<u>104,687,333</u>	<u>104,687,333</u>
	<u>397,533,817</u>	<u>365,867,150</u>
Finance lease	<u>-</u>	<u>-</u>

SHARE CAPITAL

	Jun-16	Dec-15
	N	N
1. Authorised:		
5,000,000,000 Ordinary Shares of 50k each	<u>2,500,000,000</u>	<u>2,500,000,000</u>
2. Issued and fully paid:		
	N	N
3,211,627,906 Ordinary Shares of 50k each	<u>1,605,813,953</u>	<u>1,605,813,953</u>

SHARE PREMIUM

This represents the excess of consideration paid over the nominal value of the 1,026,630,526 shares issued during the private placement offer in year 2008 and the 261,627,906 shares issued during the special placement offer in year 2010.

TANTALIZERS PLC

NOTES TO THE FINANCIAL STATEMENT FOR THE PERIOD ENDED 30TH JUNE 2016

<u>REVENUE RESERVE</u>	<u>Jun-16</u>	<u>Dec-15</u>
	<u>N</u>	<u>N</u>
At 1st January 2016	(2,596,165,700)	(1,889,086,235)
Prior year under provision of Pension (2005 - 2012)		0
Prior year under provision of VAT and WHT		0
Prior year under provision of Finance Cost		0
Prior year adjustments	(8,163)	0
Loss for the period	<u>(264,559,220)</u>	<u>(707,079,465)</u>
Balance Transferred to Balance Sheet	<u>(2,860,733,082)</u>	<u>(2,596,165,700)</u>

CERTIFICATION PURSUANT TO SECTION 60[2] OF INVESTMENT AND
SECURITY ACT NO. 29 OF 2007

We the undersigned hereby certify the following with regards to our 2nd Quarter Financial Report for the Quarter Ended 30th June, 2016, that:

- (a) We have reviewed the report;
- (b) To the best of our knowledge, the report does not contain:
 - i. any untrue statement of a material fact, or
 - ii. omit to state a material fact, which would make the statements, misleading in the light of the circumstances under which such statements were made.
- (c) To the best of our knowledge, the financial statement and other financial information included in the report fairly present in all material respects the financial condition and results of operation of the Company as of, and for the period presented in the report.
- (d) We:
 - i. Are responsible for establishing and maintaining internal controls;
 - ii. Have designed such internal controls to ensure that material information relating to the Company and its consolidated subsidiary is made known to such officers by others within those entities particularly during the period in which the periodic reports are being prepared;
 - iii. Have evaluated the effectiveness of the Company's internal controls as of date within 90 days prior to the report;
 - iv. Have presented in the report our conclusions about the effectiveness of our internal controls based on our evaluation as of date.
- (e) We have disclosed to the auditors of the Company and audit committee:
 - i. All significant deficiency in the design or operation of internal controls which would adversely affect the Company's ability to record, process, summarize and report financial data and have identified for the Company's auditors any material weakness in internal controls, and
 - ii. Any fraud, whether or not material, that involves management or other employees who have significant role in the Company's internal controls; and
- (f) We have identified in the report whether or not there were significant changes in internal controls or other factors that could significantly affect internal controls subsequent to the date of our evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.


.....
Managing Director/CEO


.....
Executive Director, Finance