

NIGER DELTA EXPLORATION & PRODUCTION PLC
Lagos, Nigeria

UNAUDITED Q2 ACCOUNTS

FOR THE PERIOD ENDED 30 JUNE 2021

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2021**

THE GROUP

	Notes	30-Jun-21 USD'000	30-Jun-20 USD'000	30-Jun-21 NGN'000	30-Jun-20 NGN'000
Revenue	1	91,369	50,531	35,359,803	16,978,366
Cost of sales	2	(44,816)	(19,223)	(17,343,792)	(6,458,928)
		46,553	31,308	18,016,011	10,519,438
Other income		3,908	9,484	1,512,396	3,186,624
Staff Costs		(11,585)	(7,450)	(4,483,395)	(2,503,039)
General and administrative expenses	3	(6,898)	(6,345)	(2,669,526)	(2,131,920)
Operating profit/(loss)		31,978	26,997	12,375,486	9,071,103
Finance income		1,879	2,147	727,173	721,275
Finance expenses		(3,585)	(4,120)	(1,387,395)	(1,384,297)
Finance cost (net)		(1,706)	(1,973)	(660,222)	(663,022)
		30,272	25,024	11,715,264	8,408,081
Share of (loss)/profit of associates		10,683	6,231	4,134,321	2,093,714
Profit before income tax		40,955	31,256	15,849,585	10,501,795
Income Tax expenses/credit		(1,815)	-	(702,405)	-
Profit for the year		39,140	31,256	15,147,180	10,501,795
Other comprehensive income:					
Functional Currency Translation Reserve		-	-	14,604,257	5,135,750
Other comprehensive income:					
Total comprehensive income for the year		39,140	31,256	29,751,437	15,637,545

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

THE GROUP

	Notes	30-Jun-21 USD'000	31-Dec-20 USD'000	30-Jun-21 NGN'000	31-Dec-20 NGN'000
Assets					
Non-current assets					
Property, plant and equipment	4	422,879	427,762	173,236,611	167,471,211
Intangible assets	5	48	80	19,664	29,782
Deferred tax assets		31,877	31,877	13,058,732	12,097,476
Investments in associates		270,712	261,696	110,899,878	99,313,414
Financial assets		2,733	3,733	1,119,601	1,416,729
Total non-current assets		728,249	725,148	298,334,485	280,328,612
Current assets					
Inventories		6,847	9,013	2,804,942	3,420,291
Trade and other receivables	6	32,262	18,415	13,216,451	6,988,144
Intercompany receivables		33,348	31,610	13,661,342	11,978,132
Prepayments		1,761	768	721,411	291,808
Cash and cash equivalents		24,359	13,459	9,978,908	5,107,783
Total current assets		98,577	73,265	40,383,054	27,786,158
Total assets		826,826	798,413	338,717,539	308,114,770
Equity and liabilities					
Shareholders' equity					
Issued capital		19,316	19,316	2,172,422	2,172,422
Share premium		78,955	78,955	22,819,670	22,819,670
Functional Currency Translation Reserve		-	-	101,843,628	87,239,371
Fair value reserve financial assets at FVOCI		(2,360)	(2,360)	(580,616)	(580,616)
Non controlling interests		3,200	3,200	1,339,668	1,339,668
Retained earnings		568,968	533,857	146,103,171	132,476,687
Equity attributable to equity holders		668,079	632,968	273,697,943	245,467,202
Total shareholders' equity		668,079	632,968	273,697,943	245,467,202
Liabilities					
Borrowings		58,214	69,485	23,847,947	26,234,561
Decommissioning liabilities		57,843	57,843	23,695,962	21,951,365
Accounts payable	7	40,970	37,206	16,783,770	14,115,853
Taxation		1,720	911	691,916	345,789
Total liabilities		158,747	165,445	65,019,596	62,647,568
Total equity & liabilities		826,826	798,413	338,717,539	308,114,770


Mr. Adegbo Adegina
CFO/Finance Director.


Mr. Adegbite Falade
CEO/Managing Director

NIGER DELTA EXPLORATION & PRODUCTION PLC

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2021

THE GROUP

	Issued capital	Share premium	Translation reserve	Fair value reserve of financial assets at FVOCI	Deposit for shares	Retained earnings	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at January 2021	19,316	78,955	-	(2,360)	-	533,857	3,200	632,968
Profit for the year	-	-	-	-	-	39,140	-	39,140
Total comprehensive income for the year	-	-	-	-	-	39,140	-	39,140
Dividends to equity holders of the company	-	-	-	-	-	(4,002)	-	(4,002)
Total contributions by and distributions to owners of the company recognised directly in equity	-	-	-	-	-	(4,029)	-	(4,029)
Balance at 30 June 2021	19,316	78,955	-	(2,360)	-	568,968	3,200	668,079

GROUP

	Issued capital	Share premium	Translation reserve	Fair value reserve of financial assets at FVOCI	Deposit for shares	Retained earnings	Non-controlling interests	Total equity
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
Balance at January 2021	2,172,422	22,819,670	82,103,621	(580,616)	-	132,476,687	1,339,668	240,331,452
Profit for the year	-	-	-	-	-	15,147,180	-	15,147,180
Foreign currency translation difference	-	-	14,604,257	-	-	-	-	14,604,257
Total comprehensive income for the year	-	-	14,604,257	-	-	15,147,180	-	29,751,437
Dividends to equity holders of the company	-	-	-	-	-	(1,520,696)	-	(1,520,696)
Total contributions by and distributions to owners of the company recognised directly in equity	-	-	-	-	-	(1,520,696)	-	(1,520,696)
Balance at 30 June 2021	2,172,422	22,819,670	96,707,878	(580,616)	-	146,103,171	1,339,668	268,562,193

**STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2021**

	THE GROUP			
	30-Jun-21 USD'000	31-Dec-20 USD'000	30-Jun-21 NGN'000	31-Dec-20 NGN'000
Profit before taxation	40,955	43,170	15,849,585	16,753,617
Adjustments for:				
Interest expense	3,585	9,371	1,387,395	3,338,380
Interest received	(1,879)	(1,896)	(727,173)	(675,479)
Share of profit from associate	(10,683)	(17,336)	(4,134,321)	(6,175,599)
Dividend received	-	(247)	-	(87,913)
Exchange (gain)/loss	(3,908)	(14,687)	(1,512,396)	(6,608,018)
Depreciation and amortisation	28,001	26,829	10,836,387	9,557,943
Stock adjustment	2,618	(6,221)	1,013,166	(2,216,060)
Asset Write-off	-	1,186	-	422,593
Allowance for expected credit loss/Impairment allowance	-	161	-	57,109
Operating cashflows before movement in working capital	58,689	40,330	22,712,643	14,366,573
Movement in working capital:				
Decrease/(increase) in trade and other debtors	(13,706)	8,013	(5,304,222)	5,422,736
Decrease/(increase) in prepayment	(993)	(185)	(384,291)	(113,180)
Decrease/(increase) in inventory	(452)	3,903	(174,924)	847,963
Increase in trade, other creditors and accruals	7,672	19,149	2,969,064	7,865,284
Decrease/(Increase) in restricted cash	-	(5,311)	-	(2,015,680)
Cash generated/ absorbed by operating activities	51,210	65,899	19,818,270	26,373,696
Tax Paid	(1,006)	(4,415)	(389,322)	(1,572,755)
Net cash flows from operating activities	50,204	61,484	19,428,948	24,800,941
Investing activities				
Interest earned	-	1,896	-	675,479
Dividend Received	1,667	247	645,129	87,913
Purchase of equipment	(23,086)	(54,425)	(8,934,282)	(21,963,736)
Purchase of intangible assets	-	-	-	-
Sale/(Purchase) of financial Asset	1,000	(2,148)	387,000	(787,769)
Net cash generated from (used in) investing activities	(20,419)	(54,430)	(7,902,153)	(21,988,113)
Financing activities				
Non- controlling interest - Issue/purchase of treasury shares	-	-	-	-
Dividend paid	(4,029)	(10,244)	(1,520,696)	(3,693,118)
Interest paid	(3,585)	(6,655)	(1,387,395)	(2,469,464)
Repayment of borrowing	(11,271)	(15,158)	(4,361,877)	(5,399,778)
Additional borrowing	-	8,000	-	2,849,840
Net cash generated in financing activities	(18,885)	(24,057)	(7,269,968)	(8,712,520)
Increase (decrease) in cash and cash equivalents	10,900	(17,003)	4,218,300	(5,899,692)
Cash and cash equivalents – Beginning of period	13,459	25,151	5,208,633	7,708,991
Exchange rate effects on cash and cash equivalents	-	-	551,975	1,282,804
Cash and cash equivalents – End of period	24,359	8,148	9,978,908	3,092,103

Notes to the accounts

	THE GROUP			
	30-Jun-21 USD'000	30-Jun-20 USD'000	30-Jun-21 NGN'000	30-Jun-20 NGN'000
1. Revenue				
Crude Oil	72,045	42,011	27,881,415	14,115,854
Diesel	4,304	4,416	1,665,648	1,483,876
Gas	3,635	3,184	1,406,745	1,069,684
DPK	4,522	373	1,750,014	125,373
NAPTHA	1,460	243	565,020	81,667
HPFO	2,341	303	905,967	101,912
MDO	3,062	-	1,184,994	-
Total	91,369	50,531	35,359,803	16,978,366
2. Cost of Sales				
Crude handling charges	4,524	4,082	1,750,788	1,371,552
Depreciation	27,565	8,742	10,667,655	2,937,312
Flowstation running expense	443	1,096	171,441	368,256
Materials, supplies and pollution control	189	104	73,143	34,944
Ness Levy	86	50	33,282	16,800
Royalties	8,276	3,043	3,202,812	1,022,448
Consultancy fees	1,091	2,372	422,217	796,992
Other costs	24	126	9,288	42,336
Stock Adjustment	2,618	(392)	1,013,166	(131,712)
Total	44,816	19,223	17,343,792	6,458,928
3. Operating expenses				
Professional fees	1,337	1,084	517,419	364,224
Fuel & Utilities	44	53	17,028	17,808
Catering	355	418	137,385	140,448
Depreciation	436	438	168,732	147,168
Auditor's remuneration	104	21	40,248	7,056
Repairs and maintenance	1,192	715	461,304	240,240
Insurance	1,295	1,201	501,165	403,536
Travelling	221	102	85,527	34,272
Training	24	14	9,288	4,704
Information Technology	616	815	238,392	273,840
Bank charges	122	250	47,214	84,000
Directors' fees	39	25	15,093	8,400
Permits/Subscription	198	102	76,626	34,272
Other Expenses	915	1,107	354,105	371,952
Total	6,898	6,345	2,669,526	2,131,920

Notes to the accounts

4. Property Plant and Equipment
Cost

THE GROUP

	30-Jun-21 USD'000	31-Dec-20 USD'000	30-Jun-21 NGN'000	31-Dec-20 NGN'000
Land	3,397	1,499	1,391,621	569,000
Building	3,807	2,572	1,559,418	976,028
Project Equipment	371,848	334,749	152,331,205	132,172,941
Pipelines	24,306	24,225	9,957,058	9,193,444
Gas Plant	75,769	75,385	31,039,475	28,608,481
Civil Works	9,986	9,986	4,090,843	3,789,667
Plant and Machinery	1,707	1,707	699,393	647,903
Motor Vehicles	4,551	4,228	1,864,197	1,604,355
Office Equipment	6,061	5,580	2,483,042	2,117,258
Furniture and Fittings	280	280	114,781	106,331
Asset Under Construction	186,399	201,680	76,360,017	76,537,495
Total	688,110	661,891	281,891,052	256,322,903
Accumulated Depreciation				
Land - Acc Dep	-	-	-	-
Buildings - Acc Dep	(614)	(291)	(251,404)	(110,444)
Project Equipment - Acc Dep	(224,092)	(195,292)	(91,801,408)	(74,113,396)
Pipelines - Acc Dep	(6,301)	(5,937)	(2,581,374)	(2,253,194)
Gas Plant - Acc Dep	(16,145)	(15,194)	(6,613,960)	(5,766,055)
Civil Works - Acc Dep	(7,973)	(7,677)	(3,266,277)	(2,913,422)
Plant and Machinery - Acc Dep	(968)	(929)	(396,500)	(352,910)
Motor Vehicles - Acc Dep	(3,814)	(3,682)	(1,562,375)	(1,396,897)
Office Equipment - Acc Dep	(5,045)	(4,851)	(2,066,701)	(1,840,660)
Furniture and Fittings - Acc Dep	(279)	(276)	(114,444)	(104,714)
Total	(265,231)	(234,129)	(108,654,441)	(88,851,692)
Net Book Value				
Land	3,397	1,499	1,391,621	568,871
Building	3,193	2,281	1,308,014	865,640
Project Equipment	147,756	139,457	60,529,798	52,923,932
Pipelines	18,004	18,288	7,375,684	6,940,296
Gas Plant	59,624	60,191	24,425,515	22,842,485
Civil Works	2,013	2,309	824,567	876,266
Plant and Machinery	739	778	302,893	295,251
Motor Vehicles	737	546	301,822	207,207
Office Equipment	1,016	729	416,341	276,656
Furniture and Fittings	1	4	338	1,518
Asset Under Construction	186,399	201,680	76,360,017	76,537,560
Total	422,879	427,762	173,236,611	167,471,211

Notes to the accounts contd

THE GROUP

5. Intangible assets - Software

	30-Jun-21	31-Dec-20	30-Jun-21	31-Dec-20
	USD'000	-	NGN'000	NGN'000
Intangible assets	1,139	1,139	466,603	432,083
Intangible assets - Acc Amort	(1,091)	(1,059)	(446,939)	(402,301)
Total	48	80	19,664	29,782

6. Trade and other receivables

Trade debtors	32,514	13,996	13,319,685	5,248,013
Other debtors	(252)	4,586	(103,234)	1,740,131
		18,582		6,988,144
Allowance for expected credit losses	-	(167)	-	-
Total	32,262	18,415	13,216,451	6,988,144

7. Accounts payable

Trade payables	12,460	21,063	5,104,364	7,992,830
Payable to Staff	-	70	-	26,473
VAT & other statutory payables	3,481	4,380	1,426,026	1,698,211
Royalties payable	16,961	10,307	6,948,243	3,911,614
Accrued expenses	35	-	14,338	-
Unclaimed dividend	859	920	351,898	349,064
Other payables	7,174	466	2,938,901	137,661
Total	40,970	37,206	16,783,770	14,115,853