

ELLAH LAKES PLC

**CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
31 OCTOBER 2020**

ELLAH LAKES PLC

| CONTENTS | PAGE |
|--|------|
| Certification | 2 |
| Consolidated Unaudited Statement of Financial Position | 3 |
| Consolidated Unaudited Statement of Profit or Loss | 4 |
| Consolidated Unaudited Statement of Changes in Equity | 5 |
| Consolidated Unaudited Statement of Cash Flows | 6 |
| Notes to the Consolidated Unaudited Financial Statements | 7 |

ELLAH LAKES PLC

FOURTH QUARTER FINANCIAL STATEMENTS CERTIFICATION UNDER SECTION 60 (2) OF THE INVESTMENT AND SECURITIES ACT (ISA), 2017

We hereby certify that:

- a. The directors have reviewed the report:
- b. Based on the knowledge of the officers, 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 statement misleading in the light of the circumstances under which such a statement was made:
- c. Based on the knowledge of such officers, the Group financial statement and other financial information included in the report fairly present in all material respects the financial condition and result of operations of the company and of the Group for the period presented in the report.
- d. The directors:
 - i. Are responsible for establishing and maintaining internal controls,
 - ii. Have designed such internal controls to ensure that material information relating to the group is made known to such officers by others within the entity, particularly during the period in which the periodic reports are being prepared;
 - iii. Have evaluated the effectiveness of the Group's internal controls within 90 days prior to the report;
 - iv. Have presented in the report their conclusions about the effectiveness of their internal controls based on their evaluation as of that date;
- e. The directors have provided to the Auditors of the Group and the Audit Committee:
 - i. All significant deficiencies in the design or operation of internal controls which would adversely affect the Group's ability to record, process, summarise and report financial data and have identified for the Group's Auditors any material weakness in internal controls, and
 - ii. Any fraud, whether material or not, that involves management or other employees who have significant role in the Group's internal controls;
- f. The directors have identified in the report whether or not there were significant changes in internal controls or other factors could significantly affect internal controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weakness.

Certified by:



Mr. Chuka Mordi
Managing Director
FRC/2014/CIBN/00000005906
Date: 10th November 2020



Mrs. Oluwabusayo Iretioluwa Awoyo
Head of Finance
FRC/2020/ICAN/00000020917
Date: 10th November 2020

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 OCT 2020

| | Notes | 1st quarter to 31 Oct 2020 | 31 July 2020 Audited |
|-------------------------------------|-------|-------------------------------|-------------------------|
| | | ₦'000 | ₦'000 |
| Assets | | | |
| Non-Current assets | | | |
| Property, plant and equipment | 3 | 5,486,059 | 5,484,508 |
| Biological assets | 4 | 84,528 | 84,528 |
| Goodwill | 5 | 57,689 | 57,689 |
| | | <u>5,628,276</u> | <u>5,626,725</u> |
| Current assets | | | |
| Inventory | 6 | - | - |
| Receivables | 7 | 4,086 | 4,061 |
| Cash and cash equivalents | 8 | 119 | 93 |
| | | <u>4,205</u> | <u>4,154</u> |
| Total assets | | <u>5,632,480</u> | <u>5,630,878</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | 9 | 430,265 | 406,079 |
| Current tax payable | | 570 | 570 |
| | | <u>430,836</u> | <u>406,650</u> |
| Non-current liabilities | | | |
| Payables to related parties | 10 | 345,984 | 334,167 |
| Borrowings | 11 | 812,353 | 733,555 |
| Deferred tax | | 500 | 500 |
| | | <u>1,158,837</u> | <u>1,068,222</u> |
| Total liabilities | | <u>1,589,673</u> | <u>1,474,872</u> |
| Equity | | | |
| Share Capital | 12 | 1,000,000 | 1,000,000 |
| Reserves | 13 | 4,564,788 | 4,564,788 |
| Retained earnings/(loss) | | (1,521,980) | (1,408,781) |
| Total equity | | <u>4,042,807</u> | <u>4,156,007</u> |
| Total liabilities and equity | | <u>5,632,480</u> | <u>5,630,878</u> |

These Group financial Statements were approved by the Board of Directors on
____ 10th November 2020 ____ and signed on it behalf by:



Mr. Chuka Mordi
Managing Director
FRC/2014/CIBN/00000005906

Date: 10th November 2020



Mrs. Oluwabusayo Iretioluwa Awoyo
Head of Finance
FRC/2020/001/00000020917

Date: 10th November 2020

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE 1ST QUARTER ENDED 31 OCT 2020

| | Notes | 1st quarter to 31 Oct 2020 | Year to 31 Oct 2020 | 1st quarter to 31 Oct 2019 | Year to 31 Oct 2019 |
|--------------------------------|-------|-------------------------------|------------------------|-------------------------------|------------------------|
| | | ₦'000 | ₦'000 | ₦'000 | ₦'000 |
| Revenue | 14 | - | - | - | - |
| Cost of sales | 15 | - | - | - | - |
| Gross profit/(loss) | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other income/(loss) | 16 | 1 | 1 | 124 | 124 |
| Administrative expenses | 17 | (80,045) | (80,045) | (5,211) | (5,211) |
| Personnel expenses | 18 | (32,885) | (32,885) | (34,081) | (34,081) |
| Depreciation | 3 | (270) | (270) | (825) | (825) |
| Amortisation | 4 | - | - | - | - |
| | | <u>(113,200)</u> | <u>(113,200)</u> | <u>(40,117)</u> | <u>(40,117)</u> |
| Operating profit/(loss) | | <u>(113,199)</u> | <u>(113,199)</u> | <u>(39,993)</u> | <u>(39,993)</u> |
| Earnings per share (EPS) | | (0.06) | (0.06) | (0.04) | (0.04) |

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE 1ST QUARTER ENDED 31 OCT 2020

| | Share capital | Retained earnings | Other Equity reserve | Total |
|--|------------------|--------------------|----------------------|------------------|
| For the period ended 31 Oct 2020 | ₦'000 | ₦'000 | ₦'000 | ₦'000 |
| At 1 August 2020 | 1,000,000 | (1,408,781) | 4,564,788 | 4,156,007 |
| Profit/(loss) for the period | - | (113,199) | - | (113,199) |
| Other comprehensive income | - | - | - | - |
| At 31 Oct 2020 | 1,000,000 | (1,521,980) | 4,564,788 | 4,042,807 |
| For the period ended 31 July 2019 | | | | |
| At 1 August 2019 | - | (1,104,748) | - | (1,104,748) |
| Share capital/reserves during the period | 1,000,000 | 5,338 | 4,564,788 | 5,570,126 |
| Profit/(loss) for the period | - | (309,371) | - | (309,371) |
| Other comprehensive income | - | - | - | - |
| At 31 July 2020 | 1,000,000 | (1,408,781) | 4,564,788 | 4,156,007 |

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF CASH FLOW FOR THE 1ST QUARTER ENDED 31 OCT 2020

| | Year to 31 Oct 2020 ₦'000 | 31 July 2020 Audited ₦'000 |
|---|---------------------------------|----------------------------------|
| Cashflows from operating activities | | |
| Profit/(loss) before taxation | (113,199) | (308,301) |
| Adjustment for: | | |
| Adjustment to intercompany balance | | 5,338 |
| Depreciation | 270 | 825 |
| Amortisation | - | - |
| Loss on disposal property, plant and equipment | - | - |
| Other assets | - | - |
| | <u>(112,929)</u> | <u>(302,138)</u> |
| Working capital: | | |
| Changes in biological assets | - | (18,405) |
| Changes in inventories | - | 42,000 |
| Changes in receivables | (25) | (200) |
| Changes in payables | 24,186 | 160,007 |
| | <u>24,161</u> | <u>183,403</u> |
| Net cash from/(used in) operating activities | (88,768) | (118,735) |
| Cash flows from investing activities: | | |
| Purchase of property, plant and equipment | (1,821) | (123) |
| Proceeds on sales of Property, plant and equipment | - | - |
| Goodwill on acquisition | | - |
| Disposal/(purchase) of Investment in Nigerian Treasury Bill | | - |
| Net cash used in investing activities | (1,821) | (123) |
| Cash flows from financing activities: | | |
| Inflow from shares capital | - | - |
| Share premium | - | - |
| Borrowings | 78,798 | 136,602 |
| Change in related parties loan | 11,817 | (21,000) |
| Net cash used in financing activities | 90,615 | 115,601 |
| Net increase/(decrease) in cash and cash equivalents | 26 | (3,257) |
| Cash and cash equivalents at beginning of the period | 93 | 3,350 |
| Cash and cash equivalents at end of the period | 119 | 93 |

ELLAH LAKES PLC

NOTES TO THE CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 OCTOBER 2020

1. Reporting Entity

Ellah Lakes Plc is a public limited company incorporated on 22 August 1980 with Corporate Affairs Commission as a private limited liability company with registration number RC 299748. It was converted to public limited company on 16 June 1992. Its registered office is situated at 12 Ihama Street, GRA Benin City, Edo State.

2. Recent Event in the Company

The company recently purchased 100% holding in Telluria Limited, a company that engages in agricultural production at its 2,400 hectares of land in Edo State through a business combination arrangement. The company has been preparing its consolidated financial statements since the time of acquisition. This is the first fourth quarter consolidated unaudited financial statements

Efforts are being made to diversify the operations of the company in the shortest possible time.

3. Property, plant and equipment

1st Quarter to 31 October 2020

| | Land | Office Equipment | Motor Vehicles | Farm Worker's Structure | Total |
|--------------------------------------|-------------------------|---------------------|---------------------|-------------------------------|-------------------------|
| | N'000 | N'000 | N'000 | N'000 | N'000 |
| Cost: | | | | | |
| At 1 Aug 2020 | 5,482,211 | 873 | 2,499 | - | 5,485,583 |
| Additions | - | 283 | - | 1,539 | 1,821 |
| Disposal | - | - | - | - | - |
| At 31 Oct 2020 | <u>5,482,211</u> | <u>1,156</u> | <u>2,499</u> | <u>1,539</u> | <u>5,487,404</u> |
| Depreciation: | | | | | |
| At 1 Aug 2020 | - | 294 | 781 | - | 1,075 |
| Charge for the period | - | 67 | 156 | 47 | 270 |
| On Disposal | - | - | - | - | - |
| At 31 Oct 2020 | <u>-</u> | <u>361</u> | <u>937</u> | <u>47</u> | <u>1,345</u> |
| Net Book Value at 31 Oct 2020 | <u><u>5,482,211</u></u> | <u><u>795</u></u> | <u><u>1,562</u></u> | <u><u>1,492</u></u> | <u><u>5,486,059</u></u> |

31 Jul 2020 Audited

| | | | | | |
|-----------------------|------------------|------------|--------------|--|------------------|
| At 1 Aug 2019 | 5,482,211 | 750 | 2,499 | | 5,485,460 |
| Additions | - | 123 | - | | 123 |
| Disposal | - | - | - | | - |
| At 31 Jul 2020 | <u>5,482,211</u> | <u>873</u> | <u>2,499</u> | | <u>5,485,583</u> |
| Depreciation: | | | | | |
| At 1 Aug 2019 | - | 94 | 156 | | 250 |
| Charge for the period | - | 200 | 625 | | 825 |
| On Disposal | - | - | - | | - |
| At 31 Jul 2020 | <u>-</u> | <u>294</u> | <u>781</u> | | <u>1,075</u> |

Net Book Value at 31 Oct 2019

| | | | | |
|-------------------------|-------------------|---------------------|--|-------------------------|
| <u><u>5,482,211</u></u> | <u><u>579</u></u> | <u><u>1,718</u></u> | | <u><u>5,484,508</u></u> |
|-------------------------|-------------------|---------------------|--|-------------------------|

4 Biological assets

1st Quarter to 31 Oct 2020

| | Plantations N'000 | Brood Stock N'000 | Total N'000 |
|------------------------|----------------------|----------------------|----------------|
| Cost: | | | |
| Balance at 1 Aug 2020 | 84,528 | - | 84,528 |
| Additions | - | - | - |
| Disposal | - | - | - |
| Balance at 31 Oct 2020 | <u>84,528</u> | <u>-</u> | <u>84,528</u> |

Amortisation/depreciation:

| | | | |
|-------------------------|----------|----------|----------|
| Balance brought forward | - | - | - |
| Charge for the period | - | - | - |
| on disposal | - | - | - |
| Balance carried forward | <u>-</u> | <u>-</u> | <u>-</u> |

Carrying Cost at 31 Oct 2020

| | | |
|---------------|----------|---------------|
| <u>84,528</u> | <u>-</u> | <u>84,528</u> |
|---------------|----------|---------------|

31 Jul 2020 Audited

| | | | |
|-----------------------|---------------|----------|---------------|
| Cost: | | | |
| Balance 1 August 2019 | 66,123 | - | 66,123 |
| Additions | 20,558 | - | 20,558 |
| Disposal | (2,153) | - | (2,153) |
| Balance 31 Jul 2020 | <u>84,528</u> | <u>-</u> | <u>84,528</u> |

Amortisation/depreciation:

| | | | |
|-------------------------|----------|----------|----------|
| Balance brought forward | - | - | - |
| Charge for the period | - | - | - |
| on disposal | - | - | - |
| Balance carried forward | <u>-</u> | <u>-</u> | <u>-</u> |

Carrying Cost at 31 July 2020

| | | |
|---------------|----------|---------------|
| <u>84,528</u> | <u>-</u> | <u>84,528</u> |
|---------------|----------|---------------|

1st quarter to 31 Oct 2020

31 Jul 2020 Audited

N'000

N'000

5 Goodwill

Goodwill on acquisition

| | |
|---------------|---------------|
| <u>57,689</u> | <u>57,689</u> |
| <u>57,689</u> | <u>57,689</u> |

6 Inventory

Raw materials

| | |
|----------|----------|
| <u>-</u> | <u>-</u> |
| <u>-</u> | <u>-</u> |

| | 1st quarter to 31 Oct 2020 | 31 July 2020 Audited |
|---------------------------------------|-------------------------------|-------------------------|
| | ₦'000 | ₦'000 |
| 7 Receivables | | |
| Related party receivable | 2,061 | 2,061 |
| Others | 2,025 | 2,000 |
| | <u>4,086</u> | <u>4,061</u> |
| 8 Cash and cash equivalents | | |
| Cash at bank | 45 | 83 |
| Cash in hand | 74 | 9 |
| | <u>119</u> | <u>93</u> |
| 9 Payables | | |
| Trade payable | 50,289 | 23,301 |
| Salary payable | 152,789 | 134,954 |
| Other liabilities | 227,187 | 247,824 |
| | <u>430,265</u> | <u>406,079</u> |
| 10 Related Parties Liabilities | | |
| CBO Capital Partners Ltd. | 305,032 | 305,032 |
| Directors | 40,952 | 29,135 |
| Others | - | - |
| | <u>345,984</u> | <u>334,167</u> |
| 11 Borrowings | | |
| Overdraft | 78,798 | - |
| Term Loan | 733,555 | 733,555 |
| | <u>812,353</u> | <u>733,555</u> |
| 12 Authorized: | | |
| 3,000,000,000 ordinary shares@ | | |
| ₦ 0.50 each | <u>1,500,000</u> | <u>1,500,000</u> |
| Issued and fully paid: | | |
| 2,000,000,000 ordinary shares@ | | |
| ₦0.50 each | <u>1,000,000</u> | <u>1,000,000</u> |
| 13 Reserves | | |
| Share premium reserves | 3,854,000 | 3,854,000 |
| Other reserves | 710,788 | 710,788 |
| | <u>4,564,788</u> | <u>4,564,788</u> |

| | 1st quarter to 31 Oct 2020 ₹'000 | 1st quarter to 31 Oct 2019 ₹'000 |
|-----------------------------------|--|--|
| 14 Revenue | | |
| Sales | - | - |
| | - | - |
| 15 Cost of sales | | |
| Goods | - | - |
| | - | - |
| 16 Other income | | |
| Gain on foreign exchange | 1 | - |
| Others | - | 124 |
| | 1 | 124 |
| 17 Administrative expenses | | |
| Bank charges | 116 | 79 |
| Professional and legal fees | 24,854 | 3,505 |
| Telecommunication | - | 189 |
| Maintenance | - | 37 |
| Printing and stationeries | - | 208 |
| Dues and subscriptions | - | 56 |
| Travel | - | 635 |
| Training | - | 100 |
| Medicals | - | 71 |
| Entertainment | 32 | 280 |
| Other expenses | 55,043 | 50 |
| | 80,045 | 5,211 |
| 18 Personnel Expenses | | |
| Salaries and wages | 32,885 | 34,081 |
| | 32,885 | 34,081 |

19 Securities Trading Policy

The Company has complied with the provisions as stated in Rule 17.15 Disclosure of Dealings in Issuers' shares, Rulebook of the Exchange 2015 (Issuers Rule)