

ELLAH LAKES PLC

**CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
30 APRIL 2023**

ELLAH LAKES PLC

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ELLAH LAKES PLC

THIRD 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
Chief Executive Officer
FRC/2014/CIBN/00000005906
Date: 30/05/2023



Alice Willie
Head of Accounts
FRC/2022/PRO/ICAN/001/757545
Date: 30/05/2023

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2023

Notes	Third quarter to 30 April 2023	31 July 2022 Audited
	₦'000	₦'000
Assets		
Non-Current assets		
Property, plant and equipment	3	22,636,526
Biological assets	4	178,505
Goodwill	5	57,689
Other asset	6	150,000
		<u>23,022,719</u>
		<u>23,027,742</u>
Current assets		
Inventory	7	4,075
Receivables	8	12,316
Cash and cash equivalents	9	232,858
		<u>249,249</u>
		<u>332,252</u>
Total assets		<u>23,271,969</u>
		<u>23,359,993</u>
Liabilities		
Current liabilities		
Trade and other payables	10	1,080,057
Borrowings	12.1	956,499
Current tax payable	13.1	570
		<u>2,037,126</u>
		<u>1,550,379</u>
Non-current liabilities		
Payables to related parties	11	1,459,171
Borrowings	12.2	940,000
Deferred tax	13.2	518
		<u>2,399,689</u>
		<u>1,976,249</u>
Total liabilities		<u>4,436,815</u>
		<u>3,526,629</u>
Equity		
Share Capital	14	1,000,000
Share premium	15	3,854,000
Reserves	15	2,910,788
Deposit For Shares		-
Retained earnings/(loss)		(3,857,423)
Revaluation surplus	16	14,927,789
Total equity		<u>18,835,154</u>
		<u>19,833,364</u>
Total liabilities and equity		<u>23,271,969</u>
		<u>23,359,993</u>

These Group financial Statements were approved by the Board of Directors on May 25, 2023 and signed on it behalf by:

Mr. Chuka Mordi
Chief Executive Officer
FRC/2014/CIBN/00000005906
Date: 30/05/2023

Alice Willie
Head of Accounts
FRC/2022/PRO/ICAN/001/757545
Date: 30/05/2023

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THIRD QUARTER ENDED 30 APRIL 2023

Notes	3rd quarter to 30 April 2023	3rd quarter to 30 April 2022	Year to 30 April 2023	Year to 30 April 2022
	₦'000	₦'000	₦'000	₦'000
Revenue	17	-	140	-
Cost of sales	18	-	165	-
Gross profit/(loss)		(25)	-	(25)
Other income/(loss)	19	197	250	17,889
Administrative expenses	20	(30,834)	(7,466)	(28,223)
Personnel expenses	21	(115,530)	(63,797)	(64,505)
Finance cost	22	(67,473)	(59,564)	(204,924)
Depreciation	3	(878)	(1,055)	(1,055)
		(214,715)	(131,882)	(298,706)
Operating profit/(loss)		(214,519)	(131,657)	(280,817)
Earnings per share (EPS)		(0.11)	(0.07)	(0.04)
				(0.25)

ELLAH LAKES PLC

CONSOLIDATED UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 30 APRIL 2023

	Share Capital	Share Premium	Retained Earnings	Other Equity Reserve	Revaluation Surplus	Total
For the period ended 30 April 2023	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 February 2022	1,000,000	3,854,000	(2,959,212)	2,910,788	14,927,789	19,733,364
Profit/(loss) for the period	-	-	(214,519)	-	-	(214,519)
Adjustment to retained earning	-	-	(683,692)	-	-	(683,692)
Other comprehensive income	-	-	-	-	-	-
At 30 April 2023	1,000,000	3,854,000	(3,857,423)	2,910,788	14,927,789	18,835,154
For the period ended 30 April 2022	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
At 1 February 2021	1,000,000	3,854,000	(2,346,677)	2,910,788	1,327,789	6,745,900
Profit/(loss) for the period	-	-	(131,657)	-	-	(131,657)
Adjustment to retained earning	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-
At 30 April 2022	1,000,000	3,854,000	(2,478,334)	2,910,788	1,327,789	6,614,243

ELLAH LAKES PLC
CONSOLIDATED UNAUDITED STATEMENT OF CASH FLOW
FOR THE THIRD QUARTER ENDED 30 APRIL 2023

	Year to 30 April 2023	Year to 30 April 2022
	₦'000	₦'000
Cashflows from operating activities		
Profit/(loss) before taxation	(507,040)	(523,958)
Adjustment for:		
Retained earning	(683,692)	(156,997)
Deposit for shares	-	(100,000)
Depreciation	<u>3,165</u>	<u>1,487</u>
	<u>(1,187,567)</u>	<u>(779,468)</u>
Working capital:		
Changes in biological assets	-	-
Changes in receivables	225,477	(7,191)
Changes in payables	<u>486,747</u>	<u>381,173</u>
	<u>712,224</u>	<u>373,983</u>
Net cash from/(used in) operating activities	(475,343)	(405,486)
Cash flows from investing activities:		
Purchase of property, plant and equipment		(683)
Proceeds on sales of Property, plant and equipment	-	-
Net cash used in investing activities	<u>-</u>	<u>(683)</u>
Cash flows from financing activities:		
Inflow from shares capital	-	-
Inflow from Revaluation Surplus	-	-
Share premium		-
Change in Borrowings	-	-
Change in related parties loan	<u>429,344</u>	<u>391,307</u>
Net cash used in financing activities	<u>429,344</u>	<u>391,307</u>
Net increase/(decrease) in cash and cash equivalents	(45,999)	(14,861)
Cash and cash equivalents at beginning of the period	<u>278,857</u>	<u>90,384</u>
Cash and cash equivalents at end of the period	<u>232,858</u>	<u>75,523</u>

ELLAH LAKES PLC

NOTES TO THE CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 APRIL 2023

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

- i. The company recently acquired 80% of the value of ELP Sunshine Limited. The remaining 20% is owned by Ondo State Government. The company has 5,000 hectares of land in Ondo State.
- ii. The company recently accessed N940,000,000 from Central Bank of Nigeria under the Real Sector Support Fund for oil palm plantation.

3. Property, plant and equipment

3RD Quarter to 30 April 2023

	Land ₦'000	Office Equipment ₦'000	Motor Vehicles ₦'000	Farm Worker's Structure ₦'000	Total ₦'000
Cost:					
At 1 February 2022	22,632,000	2,054	10,309	5,194	22,649,557
Additions	-	-	-	-	-
Disposal	-	-	-	-	-
At 31 April 2023	<u>22,632,000</u>	<u>2,054</u>	<u>10,309</u>	<u>5,194</u>	<u>22,649,557</u>
Depreciation:					
At 1 February 2022	-	1,275	7,011	3,867	12,153
Charge for the period	-	103	515	260	878
On Disposal	-	-	-	-	-
At 31 April 2023	<u>-</u>	<u>932</u>	<u>4,434</u>	<u>2,569</u>	<u>13,031</u>
Net Book Value at 30 April 2023	<u>22,632,000</u>	<u>1,122</u>	<u>5,875</u>	<u>2,625</u>	<u>22,636,526</u>
31 Jul 2022 Audited					
At 1 Aug 2021	9,032,000	1,372	10,309	5,194	9,048,874
Additions	13,600,000	-	-	-	13,600,000
Disposal	-	-	-	-	-
Revaluation surplus/(deficit)	-	-	-	-	-
At 31 Jul 2022	<u>22,632,000</u>	<u>1,372</u>	<u>10,309</u>	<u>5,194</u>	<u>22,648,874</u>
Depreciation:					
At 1 Aug 2021	-	585	1,577	946	3,108
Charge for the period	-	343	2,577	1,298	4,218
On Disposal	-	-	-	-	-
At 31 Jul 2022	<u>-</u>	<u>928</u>	<u>4,154</u>	<u>2,244</u>	<u>7,326</u>
Net Book Value at 31 July 2022	<u>22,632,000</u>	<u>444</u>	<u>6,155</u>	<u>2,950</u>	<u>22,641,548</u>

4 Biological Assets

3rd Quarter to 30 April 2023	Palm Plantations ₦'000	Cassava ₦'000	Total ₦'000
Cost:			
Balance at 1 Feb 2023	178,505	-	178,505
Additions	-	-	-
Disposal	-	-	-
Balance at 30 April 2023	178,505	-	178,505
Amortisation/depreciation:			
Balance brought forward	-	-	-
Charge for the period	-	-	-
on disposal	-	-	-
Balance carried forward	-	-	-
Carrying Cost at 30 April 2023	178,505	-	178,505
31 Jul 2022 Audited			
Cost:			
Balance 1 August 2021	296,018	818	296,836
Additions	-	-	-
Impairment	(117,513)	(818)	(118,331)
Balance 31 Jul 2022	178,505	-	178,505
Amortisation/depreciation:			
Balance brought forward	-	-	-
Charge for the period	-	-	-
on disposal	-	-	-
Balance carried forward	-	-	-
Carrying Cost at 31 July 2022	178,505	-	178,505

5 Goodwill

	3rd quarter to 30 April 2023	31 Jul 2022 Audited
	₦'000	₦'000
Goodwill on acquisition	57,689	57,689
	57,689	57,689

6 Other assets

Others	150,000	150,000
	150,000	150,000

7 Inventory

Palm oil seedlings	4,075	4,075
	4,075	4,075

	3rd quarter to 30 April 2023	31 July 2022 Audited
	₦'000	₦'000
8 Receivables		
Prepaid rent	1,318	3,171
Prepaid loan	-	232,622
Others	2,000	2,000
Prepaid for seedling	8,986	-
Prepaid fueling	12	-
	<hr/>	<hr/>
	12,316	237,793

9 Cash and cash equivalents		
Cash at Bank (Naira Account)	-	191
Cash at Bank (Dom Accounts) i	338	244
Cash in hand	90	2
Restricted Cash (ii)	232,622	-
	<hr/>	<hr/>
	232,858	90,384

- i. The Balances in Dom Accounts were valued at the ruling rate
ii. Prepaid Loan has been reclassified to cash and cash equivalent as Restricted cash

10 Payables		
Trade payable	34,229	66,826
Salary payable (i)	737,834	291,352
WHT Payable	21,142	13,165
PAYE Payable	198,104	94,940
Other Current Liabilities	88,749	127,027
	<hr/>	<hr/>
	1,080,057	593,310

- 10.i**
The Management has proposed that portion of their Salary Payable be converted to Equity Shares

11 Related Parties Liabilities		
CBO Capital Partners Ltd.	308,922	305,032
Directors	101,927	23,583
SPUD Consultancy and Services Limited	767,056	677,239
Directors - PF	106,400	-
Others	174,865	29,877
	<hr/>	<hr/>
	1,459,171	1,035,731

12 Term Loans		
Current (Note 12.1)	956,499	956,499
Non-current (Note 12.2)	940,000	940,000
	<hr/>	<hr/>
	1,896,499	1,896,499

12.1 Current		
Unsecured borrowing:		
MBC Capital	956,499	956,499
	<hr/>	<hr/>
Secured borrowing:		
Accured interest	-	-
	<hr/>	<hr/>
	956,499	956,499

12.2 Non-Current		
Secured Borrowing:		
CBN/FCMB	940,000	940,000
	<hr/>	<hr/>
	940,000	940,000

	3rd quarter to 30 April 2023	31 July 2022 Audited
	₦'000	₦'000
13 Taxation		
Current tax (13.1)	-	-
Deferred tax (13.2)	-	518
	<hr/>	<hr/>
	-	518
	<hr/>	<hr/>
13.1 Current tax payable		
At 1 August	570	570
Tax for the period:		
Income tax	-	-
Education tax	-	-
Payment	-	-
	<hr/>	<hr/>
	570	570
	<hr/>	<hr/>
13.2 Deferred tax		
At 1 August	518	990
Arising/(reversing) during the period	-	472
At 31 July	<hr/>	<hr/>
	518	518
	<hr/>	<hr/>
14 Issued and fully paid:		
2,000,000,000 ordinary shares@ ₦0.50 each	<hr/>	<hr/>
	1,000,000	1,000,000
	<hr/>	<hr/>
15 Reserves		
Share premium reserves	3,854,000	3,854,000
Other reserves	2,910,788	2,910,788
Deposit for shares	-	100,000
	<hr/>	<hr/>
	6,764,788	6,864,788
	<hr/>	<hr/>
16 Revaluation		
Net land revaluation	<hr/>	<hr/>
	14,927,789	14,927,789
	<hr/>	<hr/>
	14,927,789	14,927,789

	3rd quarter to 30 April 2023	3rd quarter to 30 April 2022
	₦'000	₦'000
17 Revenue		
Sales	-	140
	<hr/>	<hr/>
	-	140
18 Cost of sales		
Goods	-	165
	<hr/>	<hr/>
	-	165
19 Other income		
Gain on foreign exchange	197	250
Refund of expenses	-	-
	<hr/>	<hr/>
	197	250
20 Administrative expenses		
Bank charges	66	18
Professional and legal fees	5,067	3,592
Telecommunication and postage		37
Maintenance costs	946	435
Printing and stationerries	363	-
Travels and hotel accommodation	3,275	1,893
IT and internet	38	
Medicals	-	-
Meetings and Entertainment	206	139
Regulatory fees	5,451	-
Advertisement	10,025	-
Rents	395	131
Security	1,847	835
Impairment of biological assets	-	385
Other expenses	3,154	-
	<hr/>	<hr/>
	30,834	7,465
21 Personnel Expenses		
Salaries and wages	115,530	63,767
Staff welfare	-	30
	<hr/>	<hr/>
	115,530	63,797
22 Finance costs		
Interests	67,473	59,564
	<hr/>	<hr/>
	67,473	59,564

23 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule), Ellah Lakes Plc (the Company) is currently updating and finalizing its Securities Trading Policy as mandated by the Issuers Rule. The Policy when it becomes effective, applies to all Directors, Audit Committee, employees of the Company and any other person in possession of insider information from dealing in the Company's shares during the Non-Authorized Trading Period, in accordance with the Investment and Security Act, 2007 and the Post Listing Rules of The Nigerian Stock Exchange.