



Earnings Update: NIGERIAN BREWERIES PLC (Ticker: NB)

NB Discloses Decline in Profit After Tax Amidst Foreign Exchange Losses

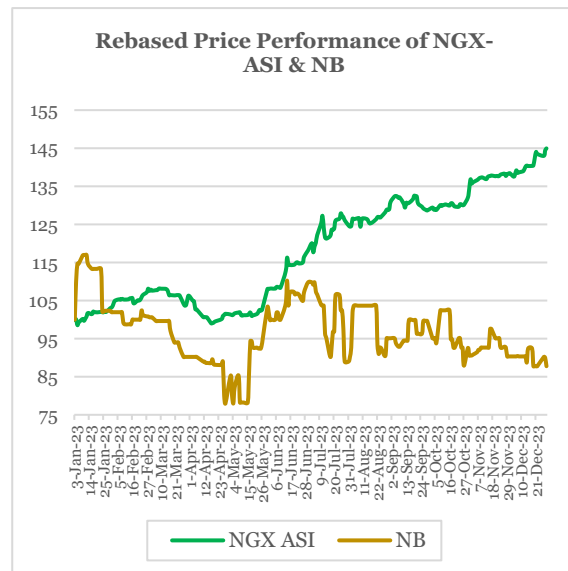
THINGS WE LIKE ABOUT THE RESULT

1. Nigerian Breweries' revenue grew by 8.90% to ₦599.64 billion in 2023, up from the ₦550.64 billion recorded in 2022.
2. Finance income increased to ₦513.24 million from ₦349.19 million recorded in year 2022.
3. 28.39% growth in Total assets.

THINGS WE DID NOT LIKE ABOUT THE RESULT

1. A 14.74% increase in Cost of sales.
2. Finance cost inclined by 331.81%.
3. Foreign exchange losses skyrocketed to ₦153.33 billion in 2023, surging over 400% from the ₦26.34 billion recorded in 2022.
4. Profit before tax and Profit after tax declined by 937.48% and 906.17%, respectively.

TICKER	NB
Price (₦) at 19 February 2024	34.55
Shares Outstanding	10,276,132,378
Recommendation	Watch



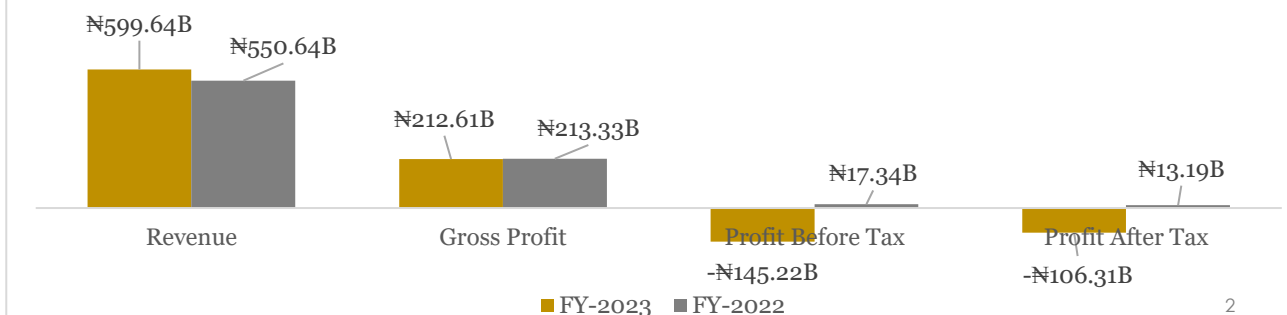
Source: investing.com, Parthian Securities Research

Kindly click [here](#) for the full financial statement.



INCOME STATEMENT	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Revenue	599,643,031	550,637,994	8.90%
Cost of sales	(387,032,572)	(337,310,437)	14.74%
Gross profit	212,610,459	213,327,557	-0.34%
Other income	2,957,510	2,986,746	-0.98%
Selling and Distribution Expenses	(142,492,958)	(135,829,790)	4.91%
Administrative expenses	(28,641,677)	(28,153,418)	1.73%
Financial Assets	(469,923)	(575,074)	-18.28%
Operating profit	43,963,411	51,756,021	-15.06%
Finance income	513,239	349,192	46.98%
Net loss on foreign exchange transactions	(153,332,605)	(26,342,415)	482.07%
Finance costs	(36,368,316)	(8,422,249)	331.81%
Net finance Income/(costs)	(189,187,682)	(34,415,472)	449.72%
Profit before taxation	(145,224,271)	17,340,549	-937.48%
Taxation	38,916,714	(4,153,788)	-1036.90%
Profit for the period	(106,307,557)	13,186,761	-906.17%
STATEMENT OF FINANCIAL POSITION	Dec 2023 (₹'000)	Dec 2022 (₹'000)	Change (%)
Property, plant and equipment	441,433,475	358,967,704	22.97%
Right-of-use assets	8,945,331	9,901,779	-9.66%
Intangible assets and goodwill	91,913,959	93,425,102	-1.62%
Other receivables	2,152,592	2,022,169	6.45%
Non-current assets	568,305,823	464,466,754	22.36%
Inventories	122,035,547	83,517,310	46.12%
Trade and other receivables	46,788,739	40,709,753	14.93%
Prepayments	2,970,328	1,958,201	51.69%
Deposit for imports	16,206,296	6,898,323	134.93%
Cash and cash equivalents	39,566,373	22,180,841	78.38%
Current assets	227,567,283	155,421,928	46.42%
Total assets	795,873,106	619,888,682	28.39%
Current liabilities	584,465,287	407,704,660	43.36%
Non-current liabilities	148,123,442	32,270,307	359.01%
Total liabilities	732,588,729	439,974,967	66.51%
Total equity	63,284,377	179,913,715	-64.83%
Total equity and liabilities	795,873,106	619,888,682	28.39%
STATEMENT OF CASHFLOW	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Net cash used in operating activities	(74,665,710)	22,528,229	-431.43%
Net cash used in investing activities	(98,445,668)	(99,258,665)	-0.82%
Net cash used in investing activities	174,148,930	82,058,768	112.22%

Key Financial Data





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