

**NIGER DELTA EXPLORATION & PRODUCTION PLC**  
**Lagos, Nigeria**  
**UNAUDITED MANAGEMENT ACCOUNTS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

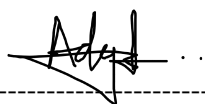
**THE GROUP**

	Notes	30-Sep-22 USD'000	30-Sep-21 USD'000	30-Sep-22 NGN'000	30-Sep-21 NGN'000
Revenue	1	87,009	117,741	36,320,167	46,513,435
Cost of sales	2	(25,470)	(59,686)	(10,631,942)	(23,578,976)
<b>Gross Profit</b>		<b>61,539</b>	<b>58,055</b>	<b>25,688,225</b>	<b>22,934,459</b>
Other income		901	9,465	376,104	3,739,345
Staff Costs		(12,989)	(17,897)	(5,421,998)	(7,070,355)
General and administrative expenses	3	(11,265)	(9,442)	(4,702,349)	(3,729,994)
<b>Operating profit /(loss)</b>		<b>38,186</b>	<b>40,181</b>	<b>15,939,982</b>	<b>15,873,455</b>
Finance income		975	157	406,994	61,885
Finance expenses		(7,509)	(4,865)	(3,134,482)	(1,922,046)
<b>Finance cost (net)</b>		<b>(6,534)</b>	<b>(4,709)</b>	<b>(2,727,488)</b>	<b>(1,860,161)</b>
Share of (loss)/profit of associates		9,662	16,926	4,033,209	6,686,752
<b>Profit before income tax</b>		<b>41,314</b>	<b>52,399</b>	<b>17,245,703</b>	<b>20,700,046</b>
Income tax expenses/credit		(6,857)	(12,576)	-	-
<b>Profit</b>		<b>34,457</b>	<b>39,822</b>	<b>14,383,386</b>	<b>15,731,798</b>
<b>Basic earnings per share</b>		<b>0.16</b>	<b>0.18</b>	<b>66.21</b>	<b>72.42</b>
Profit/(Loss) attributable to:					
Equity holders of the parent		32,498	39,894	13,565,640	15,759,982
Non-controlling interest		1,959	(71)	817,745	(28,183)
		<b>34,457</b>	<b>39,822</b>	<b>14,383,385</b>	<b>15,731,799</b>
<b>Other comprehensive income:</b>					
Functional currency translation reserve		-	-	9,471,026	(1,376,697)
<b>Total comprehensive income</b>		<b>34,457</b>	<b>39,822</b>	<b>23,854,411</b>	<b>14,355,102</b>

STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022

THE GROUP

	Notes	30-Sep-22 USD'000	31-Dec-21 USD'000	30-Sep-22 NGN'000	31-Dec-21 NGN'000
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant and equipment	4	464,798	474,126	200,964,804	195,808,634
Intangible assets	5	1,253	1,888	541,783	779,671
Deferred tax assets		61,563	61,543	26,617,994	25,416,645
Investments in associates		292,146	282,485	126,315,166	116,663,243
Financial assets		7,748	5,279	3,350,003	2,180,659
<b>Total non-current assets</b>		<b>827,508</b>	<b>825,321</b>	<b>357,789,750</b>	<b>340,848,852</b>
<b>Current assets</b>					
Inventories		15,960	11,996	6,900,625	4,953,978
Trade and other receivables	6	6,660	11,956	2,879,551	4,943,477
Intercompany receivables		30,342	33,070	13,118,971	13,673,641
Prepayments		233	496	100,742	205,011
Restricted cash		21,395	11,390	9,250,556	4,703,956
Cash and cash equivalents		105,670	19,622	45,688,538	8,104,254
<b>Total current assets</b>		<b>180,260</b>	<b>88,530</b>	<b>77,938,983</b>	<b>36,584,317</b>
<b>Total assets</b>		<b>1,007,768</b>	<b>913,851</b>	<b>435,728,733</b>	<b>377,433,169</b>
<b>Equity and liabilities</b>					
<b>Shareholders' equity</b>					
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		-	-	113,699,090	103,743,694
Fair value reserve financial assets at FVOCI		271	271	117,172	595,290
Non controlling interests		5,307	3,348	2,294,588	1,483,095
Retained earnings		624,878	602,850	173,985,661	160,420,021
Equity attributable to equity holders		<b>728,727</b>	<b>704,740</b>	<b>315,088,603</b>	<b>291,234,192</b>
<b>Total shareholders' equity</b>		<b>728,727</b>	<b>704,740</b>	<b>315,088,603</b>	<b>291,234,192</b>
<b>Liabilities</b>					
Borrowings		122,542	51,736	52,983,485	21,210,250
Decommissioning liabilities		110,727	109,322	47,875,033	45,148,655
Accounts payable	7	38,538	41,503	16,653,847	17,134,990
Taxation		7,234	6,550	3,127,765	2,705,082
<b>Total liabilities</b>		<b>279,041</b>	<b>209,111</b>	<b>120,640,130</b>	<b>86,198,977</b>
<b>Total equity &amp; liabilities</b>		<b>1,007,768</b>	<b>913,851</b>	<b>435,728,733</b>	<b>377,433,169</b>



Mr. Adegbola Adesina  
CFO/Finance Director.  
FRC/2021/001/00000024579



Mr. Adegbite Falade  
CEO/Managing Director.  
FRC/2021/003/00000025055

**STATEMENT OF CASH FLOWS**  
**AS AT 30 SEPTEMBER 2022**

	<b>THE GROUP</b>			
	<b>30-Sep-22</b> <b>USD'000</b>	<b>31-Dec-21</b> <b>USD'000</b>	<b>30-Sep-22</b> <b>NGN'000</b>	<b>31-Dec-21</b> <b>NGN'000</b>
<b>Profit before taxation</b>	41,314	50,134	17,245,703	20,180,264
<b>Adjustments for:</b>				
Interest expense	7,509	8,187	3,134,482	3,281,761
Interest income	(975)	(4,150)	(406,994)	(1,663,427)
Share of profit from associate	(9,662)	(24,492)	(4,033,209)	(9,775,862)
Dividend received	-	(122)	-	(48,625)
Exchange (gain)/loss	(901)	(7,605)	(376,104)	(3,176,208)
Depreciation	22,124	47,523	9,225,735	19,048,616
Amortization of intangible assets	635	690	274,555	276,817
(Gain)/loss on disposal of equipment	-	(21)	-	(7,723)
Provision no longer required	-	(4,589)	-	(1,839,412)
Stock adjustment	(3,507)	(2,522)	(1,463,927)	(1,010,910)
Asset Write-off	-	114	-	47,081
Allowance for expected credit loss/Impairment allowance	-	71	-	28,200
<b>Operating cashflows before movement in working capital</b>	<b>56,537</b>	<b>63,218</b>	<b>23,600,241</b>	<b>25,340,572</b>
Movement in working capital:				
Decrease/(increase) in trade and other debtors	8,024	4,928	(1,542,524)	3,497,166
Decrease/(increase) in prepayment	263	272	104,269	86,797
Decrease/(increase) in inventory	(457)	(461)	(482,720)	(522,777)
Increase/(decrease) in trade, other creditors and accruals	(2,083)	16,817	(105,039)	6,655,473
Decrease/(Increase) in restricted cash	(10,005)	(6,079)	(4,546,600)	(2,688,276)
<b>Cash generated/ absorbed by operating activities</b>	<b>52,279</b>	<b>78,695</b>	<b>17,027,627</b>	<b>32,368,955</b>
Tax Paid	(6,173)	(1,037)	422,683	(415,661)
<b>Net cash flows from operating activities</b>	<b>46,106</b>	<b>77,658</b>	<b>17,450,310</b>	<b>31,953,294</b>
<b>Investing activities</b>				
Interest earned	975	4,150	406,994	1,663,427
Dividend Received	-	3,825	-	1,579,481
Purchase of equipment	(12,796)	(45,926)	(5,341,434)	(18,966,875)
Purchase of intangible assets	-	-	-	-
Proceeds from disposal of assets	-	21	-	7,723
Sale/(Purchase) of financial Asset	(2,469)	1,085	(1,647,462)	411,976
<b>Net cash generated from (used in) investing activities</b>	<b>(14,290)</b>	<b>(36,845)</b>	<b>(6,581,902)</b>	<b>(15,304,268)</b>
<b>Financing activities</b>				
Dividend paid	(10,470)	(4,002)	(4,344,844)	(1,520,696)
Interest paid	(6,104)	(6,121)	(2,547,993)	(2,435,457)
Repayment of borrowing	(13,194)	(29,216)	(5,507,571)	(12,065,916)
Additional borrowing	84,000	10,000	36,319,080	4,129,900
<b>Net cash generated in financing activities</b>	<b>54,232</b>	<b>(29,339)</b>	<b>23,918,672</b>	<b>(11,892,169)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>86,048</b>	<b>11,474</b>	<b>34,787,079</b>	<b>4,756,857</b>
Cash and cash equivalents – Beginning of period	19,622	8,148	8,104,254	3,092,103
Exchange rate effects on cash and cash equivalents	-	-	2,797,205	255,294
<b>Cash and cash equivalents – End of period</b>	<b>105,670</b>	<b>19,622</b>	<b>45,688,538</b>	<b>8,104,254</b>

**NIGER DELTA EXPLORATION & PRODUCTION PLC**

**CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY**

**FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

**THE GROUP**

	<b>Issued capital</b>	<b>Share premium</b>	<b>Translation reserve</b>	<b>Fair value reserve of financial assets at FVOCI</b>	<b>Retained earnings</b>	<b>Non-controlling interests</b>	<b>Total equity</b>
	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>
<b>Balance at January 2022</b>	2,172,422	22,819,670	103,743,694	595,290	160,420,021	1,483,095	291,234,192
Profit/(Loss) for the year	-	-	-	-	13,565,640	817,745	14,383,385
Foreign currency translation difference	-	-	9,955,396	(478,118)	-	(6,252)	9,471,026
<b>Total comprehensive income for the year</b>	-	-	9,955,396	(478,118)	13,565,640	811,493	23,854,411
<b>Balance at 30 September 2022</b>	<b>2,172,422</b>	<b>22,819,670</b>	<b>113,699,090</b>	<b>117,172</b>	<b>173,985,661</b>	<b>2,294,588</b>	<b>315,088,603</b>

**NIGER DELTA EXPLORATION & PRODUCTION PLC**

**STATEMENT OF CHANGES IN EQUITY**

**FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

**THE GROUP**

	<b>Issued capital</b>	<b>Share premium</b>	<b>Translation reserve</b>	<b>Fair value reserve of financial assets at FVOCI</b>	<b>Deposit for shares</b>	<b>Retained earnings</b>	<b>Non- controlling interests</b>	<b>Total equity</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Balance at 1 January 2022</b>	19,316	78,955	-	271	-	602,850	3,348	704,740
Profit for the year	-	-	-	-	-	32,498	1,959	34,457
<b>Total comprehensive income for the year</b>		-	-	-	-	32,498	1,959	34,457
Dividends to equity holders of the company	-	-	-	-	-	(10,470)	-	(10,470)
<b>Total contributions by and distributions to owners of the company recognised directly in equity</b>	-	-	-	-	-	(10,470)	-	(10,470)
<b>Balance at 30 September 2022</b>	<b>19,316</b>	<b>78,955</b>	-	<b>271</b>	-	<b>624,878</b>	<b>5,307</b>	<b>728,727</b>

Notes to the accounts

	THE GROUP			
	30-Sep-22 USD'000	30-Sep-21 USD'000	30-Sep-22 NGN'000	30-Sep-21 NGN'000
<b>1. Revenue</b>				
Crude Oil	-	88,858	-	35,103,504
Diesel	34,307	6,114	14,320,771	2,415,436
Gas	8,959	6,065	3,739,755	2,396,172
DPK	28,634	7,836	11,952,691	3,095,768
NAPTHA	2,537	1,460	1,059,020	576,655
HPFO	5,920	2,593	2,471,186	1,024,195
MDO	5,443	4,814	2,272,071	1,901,705
LPFO	1,209	-	504,673	-
<b>Total</b>	<b>87,009</b>	<b>117,741</b>	<b>36,320,167</b>	<b>46,513,435</b>
<b>2. Cost of Sales</b>				
Crude handling charges	1,268	6,946	529,301	2,743,963
Depreciation	21,341	35,787	8,908,374	14,137,590
Flowstation running expense	494	551	206,210	217,590
Materials, supplies and pollution control	410	296	171,146	116,926
Ness Levy	-	107	-	42,124
Royalties	3,085	10,816	1,287,772	4,272,951
Consultancy fees	1,696	1,714	707,961	677,023
Repairs and maintenance	646	721	269,660	284,771
Other costs	37	36	15,445	14,367
Stock Adjustment	(3,507)	2,713	(1,463,927)	1,071,671
<b>Total</b>	<b>25,470</b>	<b>59,686</b>	<b>10,631,942</b>	<b>23,578,976</b>
<b>3. General &amp; Administrative Expenses</b>				
Professional fees	2,243	1,950	936,295	770,281
Fuel & Utilities	160	69	66,789	27,433
Catering	920	718	384,036	283,473
Depreciation	1,418	775	591,916	306,000
Repairs and maintenance	760	992	317,247	391,993
Insurance	1,526	1,591	636,998	628,526
Travelling	504	332	210,385	131,248
Training	160	49	66,789	19,232
Information Technology	1,030	1,031	429,953	407,339
Bank charges	172	191	71,798	75,478
Directors' fees	290	247	121,055	97,701
Permits/Subscription	357	253	149,023	99,806
Other Expenses	1,725	1,244	720,065	491,484
<b>Total</b>	<b>11,265</b>	<b>9,442</b>	<b>4,702,349</b>	<b>3,729,994</b>

## Notes to the accounts

## THE GROUP

	30-Sep-22 USD'000	31-Dec-21 USD'000	30-Sep-22 NGN'000	31-Dec-21 NGN'000
<b>4. Property, plant and equipment</b>				
<b>Cost</b>				
Land	3,397	1,378	1,468,767	569,000
Building	3,808	2,365	1,646,629	976,751
Project Equipment	557,319	555,561	240,967,921	229,441,291
Pipelines	24,413	24,333	10,555,585	10,049,096
Gas Plant	76,776	76,776	33,195,768	31,707,843
Civil Works	10,407	10,204	4,499,851	4,213,986
Plant and Machinery	1,667	1,603	720,854	661,778
Motor Vehicles	4,691	4,619	2,028,417	1,907,161
Office Equipment	6,220	6,137	2,689,229	2,534,316
Furniture and Fittings	410	309	177,462	127,886
Asset Under Construction	82,212	72,050	35,545,957	29,755,763
<b>Total</b>	<b>771,322</b>	<b>755,335</b>	<b>333,496,440</b>	<b>311,944,871</b>
<b>Accumulated Depreciation</b>				
Land - Acc Dep	-	-	-	-
Buildings - Acc Dep	(705)	(303)	(304,735)	(125,217)
Project Equipment - Acc Dep	(260,641)	(238,623)	(112,693,238)	(98,548,588)
Pipelines - Acc Dep	(7,123)	(6,651)	(3,079,831)	(2,746,774)
Gas Plant - Acc Dep	(18,560)	(17,110)	(8,024,941)	(7,066,392)
Civil Works - Acc Dep	(8,507)	(8,262)	(3,678,118)	(3,411,971)
Plant and Machinery - Acc Dep	(1,000)	(926)	(432,526)	(382,180)
Motor Vehicles - Acc Dep	(4,067)	(3,761)	(1,758,598)	(1,553,317)
Office Equipment - Acc Dep	(5,609)	(5,290)	(2,425,185)	(2,184,664)
Furniture and Fittings - Acc Dep	(311)	(283)	(134,464)	(117,134)
<b>Total</b>	<b>(306,524)</b>	<b>(281,209)</b>	<b>(132,531,636)</b>	<b>(116,136,237)</b>
<b>Net Book Value</b>				
Land	3,397	1,378	1,468,767	569,100
Building	3,104	2,062	1,341,894	851,585
Project Equipment	296,678	316,938	128,274,684	130,892,225
Pipelines	17,290	17,682	7,475,753	7,302,489
Gas Plant	58,216	59,666	25,170,827	24,641,461
Civil Works	1,901	1,942	821,732	802,027
Plant and Machinery	667	677	288,328	279,594
Motor Vehicles	624	858	269,819	354,345
Office Equipment	611	847	264,044	349,803
Furniture and Fittings	99	26	42,998	10,738
Asset Under Construction	82,212	72,050	35,545,957	29,755,930
<b>Total</b>	<b>464,798</b>	<b>474,126</b>	<b>200,964,804</b>	<b>195,808,634</b>
<b>5. Intangible assets - Software</b>				
Intangible assets	3,639	3,639	1,573,203	1,502,688
Intangible assets - Acc Amort	(2,386)	(1,751)	(1,031,420)	(723,017)
<b>Total</b>	<b>1,253</b>	<b>1,888</b>	<b>541,783</b>	<b>779,671</b>
<b>6. Trade and other receivables</b>				
Trade debtors	6,793	11,988	2,937,252	4,955,871
Other debtors	(133)	205	(57,701)	84,615
Allowance for expected credit losses		(237)	-	(97,009)
<b>Total</b>	<b>6,660</b>	<b>11,956</b>	<b>2,879,551</b>	<b>4,943,477</b>
<b>7. Accounts payable</b>				
Trade payables	7,978	17,872	3,449,593	7,379,475
VAT & other Tax payables	5,386	5,616	2,328,671	2,315,989
Royalties payable & Other statutory payables	16,535	16,333	7,149,090	6,745,364
Accrued expenses	131	-	56,678	-
Unclaimed dividend	841	1,130	363,431	466,845
Other payables	7,667	551	3,306,384	227,317
<b>Total</b>	<b>38,538</b>	<b>41,503</b>	<b>16,653,847</b>	<b>17,134,990</b>