

Cadbury Plc | Equities | 2021 Q1 | Earnings Update
28th April 2021



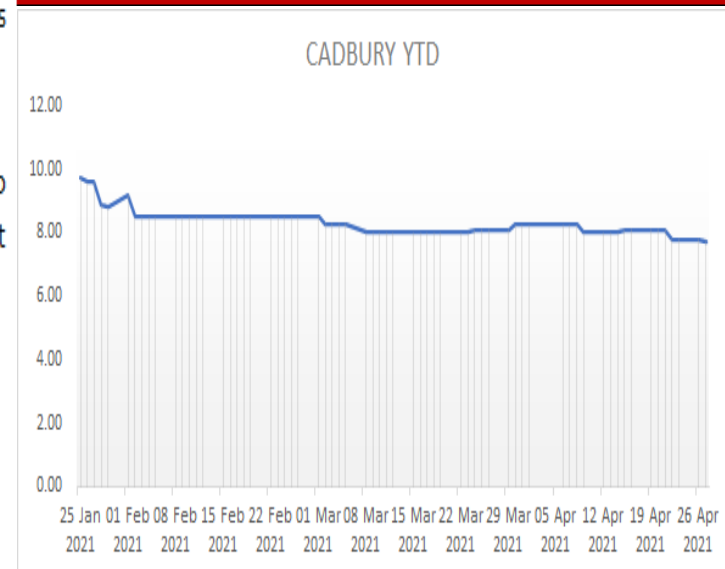
CADBURY Plc records 62.19% drop in profitability post N241.54 Mn PAT

CADBURY Plc recorded a 62.19 percent drop in profitability posts N241.54 Mn profit after tax as increased cost of raw materials impact profitability negatively, with the company growing cost of sales faster than revenue. Revenue in 2020 Q1 stood at N8.55 Bn compared to N8.92 Bn in Q1 2021 while cost of sales stood at N6.26 in 2020 Q1 as against N7.43 Bn in 2021 Q1, both revenue and cost of sales grew by 4.29 percent and 18.62 percent respectively.

Meanwhile, the breverage king recorded a significant dip in return on asset and return on equity, return on asset moved from 7.94 percent in 2020 Q1 to 2.61 percent in 2021 Q1 while, return on equity moved to 7.01 percent in 2021 Q1 from 17.99 percent in 2020 Q1. CADBURY Plc grew more cost inefficient as the company's cost to income ratio moved from 64.83 percent in 2020 Q1 to 78.35 percent in 2021 Q1.

However, as COVID-19 vaccination gains traction in Nigeria the economy is expected to continue to recover and beverage sales is expected to see an uptrend. As inflation continues to creep upwards, cost of production might also continue to go up if the monetary authorities don't act to curb inflation.

Company		CADBURY	
Valuation			
EPS			0.13
BVPS			7.34
P/E			60.25
P/BV			1.06
Current Price			7.75
Key Metrics		2020Q1	2021Q1
ROA		7.97%	2.61%
ROE		17.99%	7.01%
Net Profit Margin		7.47%	2.71%
Current Ratio		1.50	1.54
Asset Turnover		0.27	0.24
Debt to Equity		0.00	0.36
Cost to Income		64.83%	78.35%
Shares Statistics		Share Out & Mkt Cap are in ooo	
Yr Hi			11.00
Yr Low			6.40
Earnings Yield			1.66%
YTD Return			-20.51%
No of Shares Outstanding			1,878,202
Market Cap			14,556,066



Financial Highlights (NGN Thousand) Cadbury 2021 Q1

Profit & Loss Account	2020Q1	2021Q1	y/y Growth
Revenue	8,553,166.00	8,920,473.00	4.29%
Cost of Sales	(6,264,483.00)	(7,430,735.00)	18.62%
Gross Profit	2,288,683.00	1,489,738.00	-34.91%
Total Operating Cost	(1,483,794.00)	(1,167,175.00)	-21.34%
Operating Income	882,452.00	322,569.00	-63.45%
Net Finance Income	30,313.00	22,542.00	-25.64%
PBT	912,765.00	345,111.00	-62.19%
Tax Liabilities	(273,831.00)	(103,533.00)	-62.19%
PAT	638,935.00	241,578.00	-62.19%
Balance Sheet	2020Q1	2021Q1	
Inventories	8,315,687.00	5,490,752.00	-33.97%
Trade and Other Receivables	5,315,195.00	3,570,734.00	-32.82%
Cash and Cash Equivalents	4,532,457.00	14,671,084.00	223.69%
Property Plant and Equipment	13,347,944.00	12,621,846.00	-5.44%
Current Assets	18,591,352.00	24,322,094.00	30.82%
Total Assets	32,060,758.00	36,999,144.00	15.40%
Shareholders Fund	14,205,171.00	13,791,102.00	-2.91%
Trade and Other Payables	11,814,119.00	12,591,104.00	6.58%
Loan and Borrowings	-	4,978,666.00	
Current Liabilities	12,370,701.00	15,808,299.00	27.79%
Total Liabilities	17,855,587.00	23,208,042.00	29.98%

Atlass Portfolio: Daily Market Report

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