



DataPro



CORPORATE RATING REPORT

GOLDEN PENNY FOODS LIMITED

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November, 2025

GOLDEN PENNY FOODS LIMITED

Long-Term Rating:

A⁺

Short Term Rating: A1

Previous Rating: A

Rating Outlook: Stable

Trend: Even

Currency: Naira

Date Issued: 10 Oct., 2025

Valid Till: 9 Oct., 2026

Reference:

Abiodun Adeseyoju, FCA.

Abimbola Adeseyoju

Oladele Adeoye

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EXECUTIVE SUMMARY

| | 2025 ₦'000 | 2024 ₦'000 | 2023 ₦'000 | 2022 ₦'000 | 2021 ₦'000 |
|----------------------------|---------------|---------------|---------------|---------------|---------------|
| Turnover | 2,427,234,823 | 1,640,163,290 | 1,539,654,788 | 1,163,802,851 | 771,607,880 |
| Pre-Tax Profit | 123,172,370 | 8,003,309 | 42,752,114 | 41,118,148 | 41,118,148 |
| Equity | 245,297,987 | 125,672,040 | 225,224,888 | 195,904,691 | 174,613,950 |
| Property Plant & Equipment | 201,741,967 | 199,899,022 | 340,804,379 | 226,840,392 | 89,144,006 |
| Total Asset | 1,442,655,603 | 1,116,902,795 | 1,097,396,390 | 667,011,809 | 544,732,813 |
| Long Term Debt | 233,670,384 | 174,036,681 | 288,080,178 | 177,520,701 | 160,422,753 |

Rating Explanation

The Short-Term Rating of **A1** indicates **Good Credit Quality** and satisfactory capacity for timely payment of financial commitments.

The Long-Term Rating of **A+** indicates **Low Risk**. It shows Very Good Financial Strength, Operating Performance and Business Profile when compared to the standard established by **DataPro**. This Company, in our opinion, has strong ability to meet its ongoing obligations.

RATING SYNOPSIS

The Rating took into consideration all relevant qualitative and quantitative factors to arrive at the assigned risk indicator.

The qualitative information used were based on industry and market intelligence including public information. The quantitative information were obtained from the Company's Audited and Management Accounts.

The risk factors were assessed using the Company's Capitalization, Earnings Profile, Liquidity, Corporate Governance, Regulatory Compliance and Sustainability of its current healthy profile in the medium to long term period.

Overall, the following were observed:

Positive Rating Factors:

- Experienced Management Team
- Diversified Earnings Profile
- Strong Brand Presence
- Good Liquidity Profile

Negative Rating Factor:

- High Cost of Operation

This report does not represent an offer to trade in securities. It is a reference source and not a substitute for your own judgment. As far as we are aware, this report is based on reliable data and information, but we have not verified this or obtained an independent verification to this effect. We provide no guarantee with respect to accuracy or completeness of the data relied upon, and therefore the conclusions derived from the data. This report has been prepared at the request of, and for the purpose of, our client only and neither we nor any of our employees accept any responsibility on any ground whatsoever, including liability in negligence, to any other person. Finally, DataPro and its employees accept no liability whatsoever for any direct or consequential loss of any kind arising from the use of this document in any way whatsoever.

BACKGROUND

Golden Penny Foods Limited (“The Group”) formerly **Flour Mills of Nigeria Plc** was incorporated on 29th September, 1960. It was converted to a Public Limited Liability Company in November 1978. It was subsequently delisted from the Nigerian Exchange (NGX) in the year 2024 and changed its name to Golden Penny Foods Limited in the year 2025.

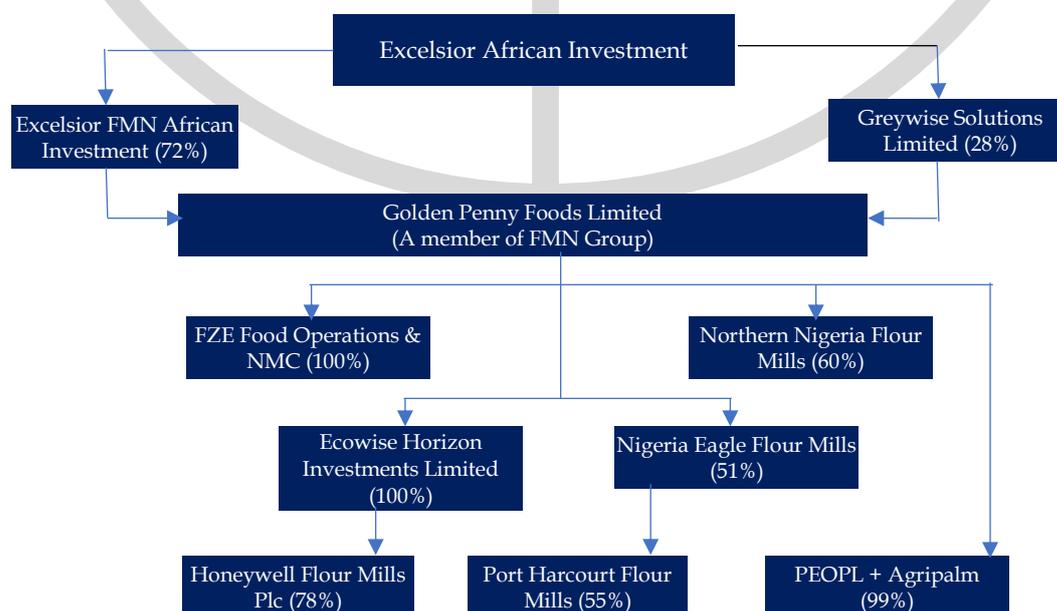
The Group started out as the premier flour miller in Nigeria. Its operations can be categorized into four major sectors of Food, Sugar, Agro Allied and Support Services. It is primarily engaged in flour milling, production and sale of Flour Products, Edible Oil, Margarine and Spread. These business divisions are currently driven by its subsidiaries. The detail of the members of the Group is as presented:

GOLDEN PENNY GROUP SUBSIDIARIES

| NO | COMPANY NAME | PERCENTAGE SHAREHOLDING | RELATIONSHIP | LINE OF BUSINESS |
|----|---|--------------------------------|--------------|-----------------------------------|
| 1. | Ecowise Horizon Investment Ltd | 100% | Subsidiary | • Investment |
| 2. | Northern Nigeria Flour Mills Plc | 60% | Subsidiary | • Flour Milling |
| 3. | Nigerian Eagle Flour Mills Ltd | 51% | Subsidiary | • Flour Milling |
| 4. | Flour Mills Apapa Free Trade Zone | 100% | Subsidiary | • Flour Milling |
| 5. | Honeywell Flour Mills | 48% (Direct) 30% (Indirect) | Subsidiary | • Manufacturing of Flour Products |
| 6. | Flour Mills Agbara Free Trade Zone Enterprise | 100% | | • Flour Milling |
| 7. | Flour Mills Iganmu Trade Zone Enterprise | 100% | Subsidiary | • Flour Milling |
| 8. | Premium Edible Oil Products Ltd | 100% | Subsidiary | • Manufacturing of Edible Oil |
| 8. | Port Harcourt Flour Mills Nigeria | 55% (Indirect) | Subsidiary | Manufacturing of Flour Products |

Source: Golden Penny Foods Limited

The current structure of the Group is as follows:



The Group operates from its head office in Apapa, Lagos and four other branches located in Iganmu, Agbara, Kano and Calabar. The ultimate holding Company of the Group is *Excelsior African Investments* (formerly Excelsior Shipping Company Limited), a Company registered in Liberia who holds 72% of the total shares. The balance of 28% is held by *Greywise Investment Solutions Limited*.

DIRECTORS' PROFILE

The following served as Directors during the year under review; *Mr. John G. Coumantaros - Chairman; Mr. Paul Miyonmide Gbededo - Vice Chairman; Mr. Omoboyede Oyebolanle Olusanya - Group Managing Director; Alhaji Abdullahi A. Abba; Prof. Jerry Gana (CON); Mr. Alfonso Garate; Alhaji Rabi M. Gwarzo (OON); Mr. Loannis Katsaounis; Mr. Thanassis Mazarakis; Mr. Foluso O. Philips; Alhaji Y. Olalekan A. Saliu; Mr. Folarin Rotimi A. Williams; Mrs. Salamatu Hussaini Suleiman; Mrs. Juliet Anammah and Mr. Mohammed Ahmed (OON).*

The Directors' profile is as follow.

- 1. Name:** John G. Coumantaros
Position: Chairman
Education: BA - Yale University
Job Experience:
 - Southern Star Shipping Company
 - Oxbow Carbon LLC
 - ELBISCO Holdings, SA
 - Flour Mills of Nigeria Plc**Years of Experience:** Over 36years
Board Membership: Since 1990
- 2. Name:** Mr. Paul M. Gbededo
Position: Vice Chairman of FMN
Education:
 - Polytechnic of North London
 - MSc - Loughborough University
 - Lagos Business School**Years of Experience:** Over 33 years
Job Experience: Flour Mills of Nigeria Plc
Board Membership: Since 2013
- 3. Name:** Mr. Oyebolanle Omoboyede Olusanya
Position: Group Managing Director
Education:
 - M. Sc - University of Manchester
 - M. Sc - University of Liverpool
 - B. Sc - University of Lagos**Years of Experience:** Over 26 years
Job Experience:
 - Helios Investment Partners

- 9mobile
- GA Capital Limited
- Dangote Industries
- Dancom Technologies
- Vee Networks
- ECONET Wireless

Board Membership: Jan 2021

4. Name: Professor Jerry Gana, CON
Position: Non-Executive Director
Education:

- B. Sc - Ahmadu Bello University
- MSc to Ph.D - University of Aberdeen, Scotland

Job Experience:

- Ahmadu Bello University
- Minister for Agriculture and Natural Resources (1993)
- Information and Culture
- Cooperation and Integration in Africa
- Peoples Democratic Party (PDP)
- University of Lagos.
- Flour Mills of Nigeria Plc

Board Membership: Since 2013

5. Name: Mr. Alfonso Garate
Position: Non-Executive Director
Education:

- B. Sc. - University Pontificia Comillas - ICADE, Spain
- Harvard Business School's
- International Institute for Management Development Business School of Post Graduate Studies, Lausanne, Switzerland

Job Experience:

- Holcim Limited
- Holcim Trading SA
- Flour Mills of Nigeria Plc

Board Membership: Since 2015

6. Name: Alhaji Rabi Muhammad Gwarzo, OON
Position: Non-Executive Director
Education:

- West Ham College
- North East London Polytechnic
- University of Strathclyde in Glasgow, Scotland

Job Experience:

- Northern Nigeria Flour Mills Plc
- Kano State Investment Company Limited
- Flour Mills of Nigeria Plc

Board Membership: Since 2009

7. **Name:** Mr. Ioannis Katsaounis
Position: Non-Executive Director
Education:
 - B. Sc - University of Minnesota
 - MBA University of California
 - University of Geneva
 - University of Athens**Job Experience:**
 - Plexus Construction Company in Greece.
 - Alucanco S. A., Greece
 - Flour Mills of Nigeria Plc**Board Membership:** Since 1993
8. **Name:** Mr. Thanassis Mazarakis
Position: Non-Executive Director
Education:
 - B. A - Economics from Princeton University
 - MBA Wharton School of Business
 - University of Pennsylvania**Job Experience:**
 - Prudential Insurance Company of America
 - Chase Merchant Services
 - Flour Mills of Nigeria Plc**Board Membership:** July 2006
9. **Name:** Mr. Foluso O Phillips
Position: Non-Executive Director
Education:
 - University of Wales' Institute of Science and Technology, Cardiff, Wales
 - Chartered Management Accountant, UK
 - Institute of Chartered Accountants of Nigeria.**Job Experience:**
 - Phillips Consulting Limited
 - Chairman, Nigeria Economic Summit Group
 - Chairman, Nigeria/South Africa Chamber of Commerce
 - Chairman, Interbrand Sampson West Africa
 - Chairman, Web Liquid West Africa
 - Director, Special Olympics of Nigeria
 - Vigeo Holdings Limited
 - Africa Leadership Academy**Board Membership:** Since March 2014
10. **Name:** Alhaji Yunus Olalekan Saliu
Position: Non-Executive Director
Education:
 - University of Ibadan
 - Institute of Chartered Accountants of Nigeria
 - Lagos Business School**Job Experience:**
 - KPMG
 - Flour Mills of Nigeria Plc

- 11. Name:** Mr Folarin Rotimi Abiola Williams
Position: Non-Executive Director
Education:
 - B. Sc. - Imperial College of Science & Technology, London
 - MA - Cantab from Cambridge University
 - Nigerian Law School**Job Experience:**
 - Pharma-Deko Plc
 - G. Cappa Plc
 - Flour Mills of Nigeria Plc**Board Membership:** Since May 2005
- 12. Name:** Mrs. Salamatu Hussaini
Position: Non-Executive Director
Education:
 - LLB (Hons) Ahmadu Bello University (1981)
 - LLM - London School of Economics & Political Science**Years of Experience:** 32 years
Job Experience:
 - Securities & Exchange Commission
 - Honourable Minister of Women Affairs and Social Development, Federal Republic of Nigeria, Minister of State II, Foreign Affairs Ministry, Federal Republic of Nigeria, and Commissioner, Political Affairs, Peace and Security, ECOWAS Commission.
 - Stanbic IBTC
 - Flour Mills of Nigeria Plc
- 13. Name:** Mrs. Juliet Anammah
Position: Independent Non-Executive Director
Education:
 - Bachelor of Pharmacy
 - MBA in Finance
 - Wharton College AML Alumnus**Years of Experience:** 28 years
Job Experience:
 - Accenture
 - Jumia Nigeria
 - Flour Mills of Nigeria
- 14. Name:** Mr. Mohammed Ahmed, OON
Position: Independent Non-Executive Director
Education: N/A
Years of Experience: 36 years
Job Experience:
 - National Pension Commission (PENCOM)
 - Nigeria Deposit Insurance Company
 - Skye Bank
 - MTN Nigeria
 - Flour Mills of Nigeria Plc

| | |
|--------------------------|---|
| 15. Name: | Ms. Yewande Sadiku |
| Position: | Non-Executive Director of FMN |
| Education: | <ul style="list-style-type: none"> •BSc - University of Benin, Edo State •MBA - University of Warwick, United Kingdom |
| Job Experience: | <ul style="list-style-type: none"> •Nigerian Investment Promotion Commission •Standard Bank Group • Stanbic IBTC Holdings •Nigeria International Bank Limited • Investment Banking & Trust Company Limited |
| Board Membership: | Since 2022 |

SECTOR REVIEW

Nigeria's economy has undergone notable structural transformation, influenced by global economic shifts, technological progress and evolving consumer behavior. Reflecting these changes, the *National Bureau of Statistics (NBS)* recently rebased the Country's Gross Domestic Product (GDP), updating the base year from 2010 to 2019. Following this adjustment, nominal GDP for 2024 was estimated at ₦372.82 trillion, positioning Nigeria as the fourth-largest economy in Africa.

The Country's real GDP grew by 4.23% (year-on-year) in Q2 2025, its highest quarterly growth rate since Q2 2021, driven largely by a sharp rebound in the oil sector. This is a significant improvement compared to 3.48% recorded in Q2 2024 and 3.13% recorded in Q1 2025. The real GDP growth in the manufacturing sector in the second quarter of 2025 was 1.60% (year-on-year), higher than the same quarter of 2024 and lower than the preceding quarter by 0.47% points and 0.09% points respectively.

While it contributes to the economy, its share of the GDP has been declining, with efforts to boost it by fostering local content and increasing exports. There have been several incentives to boost manufacturing in Nigeria. However, the sector remains highly underperforming as manufactured goods have constituted the biggest imports in Nigeria since the 1980s.

The availability of foreign exchange is a major factor influencing the manufacturing industry in Nigeria. The Central Bank of Nigeria (CBN) reported that foreign exchange inflows from domestic sources hit a six-year high, reaching \$5.96b in May 2025, a 62% surge from \$3.67b in April. Domestic sources including exporters, importers, non-bank corporate and individuals contributed 83.2% of the total, the highest score since 2019.

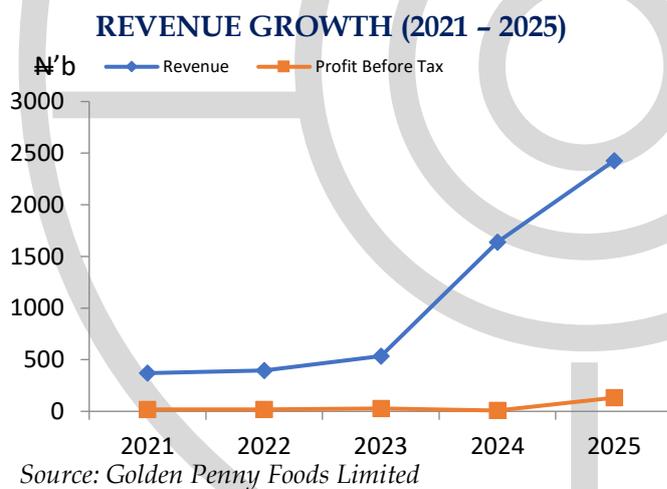
The CBN unified the foreign exchange market and floated the Naira in June 2023, resulting in significant devaluation of the local currency. As at 8th October, 2025, the Naira traded at N1,471 in the official market and N1,480/\$1 at the parallel market.

To address inflation and maintain economic stability, the CBN's Monetary Policy Committee (MPC) has made several adjustments to the Monetary Policy Rate (MPR). The Bank recently reduced the MPR by 50 basis points from 27.5% to 27%. Consequently, inflation rate declined for the fifth consecutive month from 21.88% recorded in July to 20.12% in August 2025 amid drop in food prices.

Nigeria's flour milling industry is the second-largest international commodity trading sector after oil, with a market size over ₦635 billion. The industry relies heavily on wheat imports, especially from Russia, Latvia, Lithuania, and the United States. Over 50% of wheat demand is met through imports. Several other factors influencing the performance of the flour milling industry in Nigeria include; fluctuations in international wheat prices, exchange rate volatility, trade policies, inadequate infrastructure, government policies and increasing competition. Golden Penny Foods has positioned itself as a leader in the industry with a market share of 79.4% for Semolina, 55% for Pasta and 34% for Flour Mills.

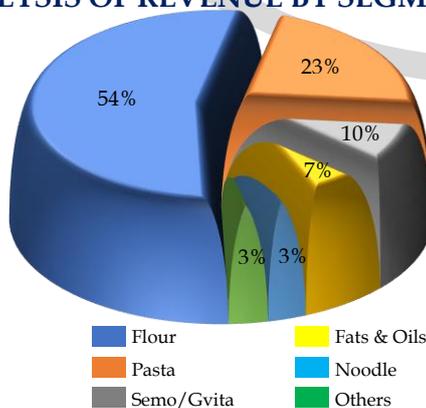
FINANCIAL PERFORMANCE

EARNINGS PROFILE



The Group's Revenue was primarily generated from the sale of flour, pasta, noodles, semolina and wheat meal. Our review shows a consistent increase in revenue from contracts with customers in the last five years. In the year 2025, the Group recorded 50% increase in Revenue, driven by growth in sales volume and price of products. In the year, sales volume reached 1,895 kilo metric tons (Yr.25) higher than 1,664 kilo metric tons produced and sold in the year 2024.

ANALYSIS OF REVENUE BY SEGMENT (2025)

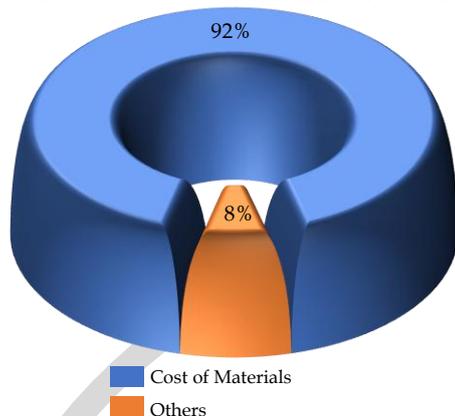


A bulk of the Revenue was derived from sales of flour, which accounted for 54% of the total. Other major product segments included Pasta (23%) and Semo/Gvita (10%). In addition to product sales, a total of ₦9.9b was derived from services rendered in the year. In total, the Group's Revenue stood at ₦2.4t (Yr.

Source: Golden Penny Foods Limited

25), higher than ₦1.6t recorded in the year 2024.

COMPOSITION OF COST OF SALES (2025)



Source: Golden Penny Foods Limited

Cost of Sales comprised cost of materials, production employee cost, depreciation/amortization fuel, factory rent, insurance and technical fees, amongst others. It increased by 50% to ₦2.1t (Yr. 25), mainly on account of the rise in material cost which constituted 90% of Total Cost of Sales in the financial year.

The surge in material cost led to a decline in Gross Profit Margin from 15% (Yr. 24) to 14% (Yr. 25).

• PROFITABILITY

In the reviewed period, the Group’s Operating Expenses were classified into Administrative, Selling and Distribution Expenses, as well as losses incurred on



Source: Golden Penny Foods Limited

Receivables and other areas of its operations in the year. Advertisement constituted a significant portion of the Operating Expenses. It recorded significant growth from ₦6.2b (Yr. 24) to ₦20.5b (Yr. 25) accounting for 12% of Total Operating Expenses. Similarly, other Selling Expenses grew from ₦8.3b (Yr. 24) to ₦21.4b (Yr. 25), reflecting the Group’s strategic focus on sales and distribution.

Administrative Expenses increased by 30%, from ₦36.9b (Yr. 24) to ₦48.1b (Yr. 25).

Impairment loss relates to related party receivable which amounted to ₦6.2b in the year 2025, higher than ₦1.6b recorded in the prior year. Other operating losses included non-operating write-offs and handling charge which stood at ₦59.9m, net of fees earned, fair value gains on derivatives, government grants and rental income, amongst others.

Finance Income included interest on loans and investments, as well as exchange gains which grew from ₦20.5b (Yr. 24) to ₦56.9b (Yr. 25). Finance Cost for the year comprised interest on loans from related parties, bank loans, overdrafts, debt securities and lease liabilities. These aggregated to ₦114.3b (Yr. 25) as against ₦192.6b

recorded in the prior year. The impact of Finance Cost was moderated by Finance Income in the year. As a result, Net Finance Cost stood at ₦57.4b (Yr.25), 67% lower than the prior year's result.

Following the significant decline in Net Finance Cost, Profit Before Tax (PBT) grew from ₦8.0b (Yr. 24) to ₦123.2b (Yr. 25). Consequently, the Group's PBT Margin surged from 0.4% (Yr. 24) to 5.1% (Yr.25). This fell below the performance of its peers in the year under review.

• **CAPITALIZATION**

In the financial year 2025, Share Capital and Share Premium were fixed at ₦2.1b and ₦73.4b respectively.

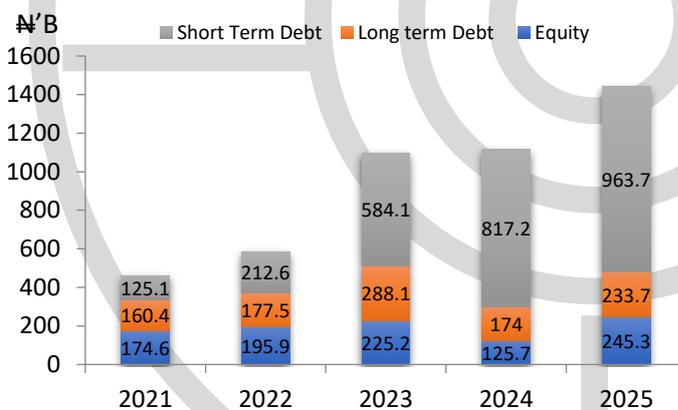
BREAKDOWN OF TOTAL ASSETS

| Item | 2025 ₦'000 | % | 2024 ₦'000 | % |
|---------------------|----------------------|------------|----------------------|------------|
| Current Assets | 1,197,611,955 | 83 | 884,626,759 | 79 |
| Non-Current Assets | 245,043,648 | 17 | 232,276,036 | 21 |
| Total Assets | 1,442,655,603 | 100 | 1,116,902,795 | 100 |

Additions were however recorded on Foreign Currency Translation Reserve, Fair Value Reserve and Retained Earnings in the year.

Source: Golden Penny Foods Limited

FUNDING OF OPERATIONS (2021 - 2025)



Source: Golden Penny Foods Limited

The balance of Retained Earnings amounted to ₦123.6b in the year 2025, a significant growth from the year 2024. As at the year-ended 31st March 2025, Total Equity scaled up by 95% to ₦245.3b.

Liabilities amounted to ₦1.1t (Yr. 25) as against ₦991.2b in the prior year. Payables and Borrowings constituted a bulk of the Group's Liabilities in the year, each accounting for 36% and 55% of the total.

In the financial year, the percentage funding from Equity improved from 11% (Yr 24) to 17% (Yr. 25). Hence, a greater percentage of the Group's Assets were funded by Debt in the year 2025.

• **ASSET UTILITY**

As of the year ended 2025, the Group was yet to fully utilize its installed production capacity. The average utilization rate for its largest factory for flour milling operations in Apapa stood at 52%.

PLANT CAPACITY UTILIZATION 2025

| PLANT | PLANT CAPACITY | PLANT UTILIZATION |
|-----------------------------|-------------------------|-------------------|
| Flour Operations (Apapa) | 2,227 million MT/ annum | 52% |
| Flour (Ibadan Factory)-NEFM | 365,000 MT/ annum | 62% |
| Flour (Kano Factory)-NNFM | 171,000 MT/ annum | 45% |
| Pasta Factory | 432,000 MT/ annum | 82% |
| Noodles Factory | 64,000 MT/ annum | 65% |
| Flour (Calabar Factory)-NMC | 356,000 MT/ annum | 48% |
| Honeywell Tincan Factory | 559,020 MT/ annum | 52% |
| Honeywell Sagamu Factory | 138,600 MT/ day | 56% |
| PEOPL Factory | 570,000 MT/ annum | 51% |

Source: Golden Penny Foods Limited

A significant portion of the Company's Assets were held in liquid form, representing 83% of the Total Asset value as at the end of the financial year. This Asset class comprised Inventories, Receivables, Derivative Assets, Cash, and Prepayments. Receivables doubled from ₦213.7b (Yr.24) to ₦468.2b (Yr. 25) and accounted for 39% of Total Current Asset in the year. Approximately, 83% of Total Receivables were

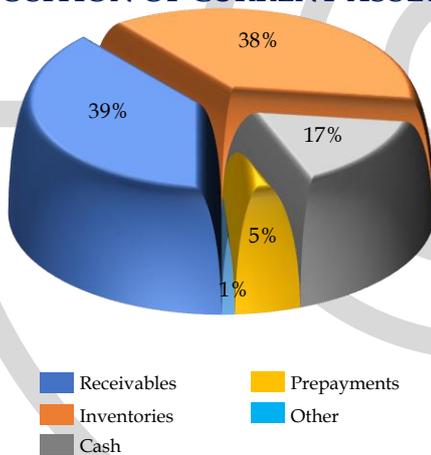
from related parties and was the main contributor to its overall increase.

Inventories also accounted for a major portion of the Group's Assets, recording a total of ₦460.8b in the year 2025. In total, Current Assets stood at ₦1.2t, 35% higher than ₦884.6b in the year 2024.

Non-Current Assets comprised PPE, Goodwill, Right-of-Use Assets, Long-term Receivables, Deferred Tax Assets and Intangible Assets. It stood at ₦245b, reflecting a marginal growth of 5% in the reviewed year.

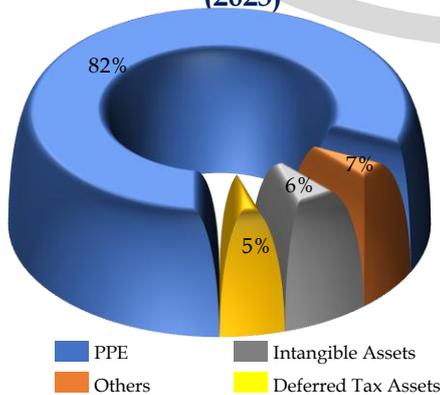
Long-term Investments and Deferred Tax Assets contributed to the growth in Non-Current Assets in the year. The Group held Equity Investments in *Transnational Corporation Plc, Omniretail Inc. and Port Harcourt Flour Mills*. The total value of Investments in the

COMPOSITION OF CURRENT ASSETS (2025)



Source: Golden Penny Foods Limited

COMPOSITION OF NON CURRENT ASSETS (2025)



Source: Golden Penny Foods Limited

year stood at ₦6.8b (Yr. 25), higher than ₦482.8m in the year 2024.

As at 31st March, 2025, Total Assets stood at ₦1.4t, reflecting a 27% growth from the prior year. The Group's efficiency in translating the growth in its Assets base to growth in Revenue improved from 147% (Yr. 24) to 168% (Yr. 25). Similarly, its ability to generate Profit using its Assets increased from 1% (Yr. 24) to 9% (Yr. 25).

• LIQUIDITY

The Group's Liabilities grew by 21% to ₦1.2t in the year 2025, stemming mainly from the rise in Borrowings and Payables. These aggregately accounted for 92% of the Total Liabilities. These components were also responsible for the increase in the Group's total obligations.

Total Borrowings stood at ₦435.9b in the reviewed year. These included CBN Intervention Fund, Agricultural Loans, Real Estate Support Facility, Commercial Papers, Bond Issue and other Bank Loans. Borrowings which will be due for repayment within the year, accounted for 52% of the total while the balance will mature above one year. Approximately 95% of the Borrowings are unsecured.

Current Liabilities formed a bulk of the Group's Obligations, amounting to ₦963.7b (Yr. 25) as against ₦817.2b (Yr. 24). Notwithstanding, Liquid Assets provided adequate coverage with a surplus of ₦233.9b in the financial year. The Group's ability to meet short-term maturing obligation stood at 124% (Yr.25), higher than 108% (Yr. 24).

GOLDEN PENNY FOODS LIMITED (FMN APAPA+NMC+GTC)

Golden Penny Foods Limited was incorporated and commenced business operations in the year 1960. It is involved in the business of food processing and transportation.

The Summary of its operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 1,825,146 | 16,850 | 1,071,175 | 67,517 | 1,003,657 | 310,595 |
| 2024 | 1,290,311 | 41,698 | 1,043,445 | 192,333 | 851,112 | 181,065 |

Source: Golden Penny Foods Limited

ECO-WISE HORIZON INVESTMENT LIMITED

Eco-Wise Horizon Investment Limited was incorporated in the year 2021 as an SPV for the Group's Investment purposes.

The Summary of its operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|----------------------|------------|--------------------|---------------|--------------------------|---------------------|
| 2025 | - | (24) | 25,806 | (45) | 25,851 | 16,633 |
| 2024 | - | (18) | 16,646 | (22) | 16,668 | 16,633 |
| 2023 | - | (5) | 16,634 | (4) | 16,638 | 16,633 |

Source: Eco-Wise Horizon Investment Limited

PORT-HARCOURT FLOUR MILL

Port-Harcourt Flour Mill is a wholly owned subsidiary of the Group. The Company began operation in the year 2018 as a Flour Milling Company. The summary of its operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|----------------------|------------|--------------------|---------------|--------------------------|---------------------|
| 2025 | - | 46 | 4,942 | 2,361 | 2,581 | 4,014 |
| 2024 | - | (424) | 4,925 | 2,449 | 2,476 | 4,397 |
| 2023 | - | 624 | 469 | (455) | 924 | 15 |

Source: Port-Harcourt Flour Mill

HONEYWELL FLOUR MILLS PLC

Honeywell Flour Mills Plc was originally registered and incorporated as Gateway *Honeywell Flour Mills Limited* in 1983.

The Company produces and markets seven major product brands: Honeywell Superfine Flour, Honeywell Wheat Meal, Honeywell Semolina, Honeywell Noodles, Honeywell Pasta, Honeywell Composite Flour and Honeywell Brown Flour. The summary of its operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|----------------------|------------|--------------------|---------------|--------------------------|---------------------|
| 2025 | 373,509 | 21,393 | 167,932 | 37,639 | 130,294 | 74,986 |
| 2024 | 188,311 | (7,860) | 148,966 | 22,857 | 126,109 | 81,831 |
| 2023 | 147,351 | (8,907) | 165,000 | 32,976 | 132,024 | 85,913 |
| 2022 | 136,428 | (172) | 148,696 | 45,448 | 103,248 | 97,248 |

Source: Honeywell Flour Mills Plc

NORTHERN NIGERIA FLOUR MILLS PLC

Northern Nigeria Flour Mills Plc was incorporated as in the year 1971. It is a Nigerian Company listed on the Nigerian Stock Exchange.

The summary of its operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 35,392 | 2,887 | 30,549 | 9,693 | 20,856 | 7,185 |
| 2024 | 25,951 | 2,307 | 17,924 | 8,078 | 9,847 | 7,463 |
| 2023 | 16,162 | 462 | 17,828 | 6,580 | 11,248 | 7,568 |
| 2022 | 15,233 | 185 | 13,315 | 2,854 | 10,461 | 3,858 |
| 2022 | 8,668 | 134 | 7,365 | 2,788 | 4,577 | 3,578 |

Source: Northern Nigeria Flour Mills Plc

NIGERIAN EAGLE FLOUR MILLS LIMITED

Nigerian Eagle Flour Mills Limited was incorporated in November, 1979 to manufacture and market Flour and Allied Products like Semolina and Bran.

The summary of the Company's operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 139,358 | 14,907 | 25,871 | 11,825 | 14,046 | 3,684 |
| 2024 | 72,662 | 9,092 | 19,397 | 5,410 | 13,987 | 3,781 |
| 2023 | 60,826 | 5,170 | 17,200 | 9,266 | 7,934 | 4,850 |
| 2022 | 62,505 | 6,056 | 34,081 | 5,767 | 28,314 | 5,902 |
| 2021 | 39,341 | (1,242) | 18,507 | 4,143 | 14,364 | 5,854 |

Source: Nigerian Eagle Flour Mills Limited

PREMIUM EDIBLE OIL PRODUCTS LIMITED (PEOPL)

PEOPL is a leading Nigerian manufacturer and seller of Edible Oils and Spreads. It produces high quality consumer products like *Golden Penny Vegetable Oil, Soya Oil and Margarine*. It also processes Crude Palm Oil, Palm Kernel and Soybean, as well as supplying industrial fat derivatives and Soybean Meal (SBM).

It was incorporated in the year 2006. The summary of the Company's operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 163,655 | (14,645) | 145,704 | 18,186 | 127,519 | 25,939 |
| 2024 | 125,477 | 1,714 | 99,959 | 37,419 | 62,540 | 28,373 |
| 2023 | 113,073 | (85) | 90,667 | 34,782 | 55,885 | 64,806 |
| 2022 | 82,521 | 6,658 | 56,814 | 35,093 | 21,721 | 32,442 |
| 2021 | 52,628 | 2,876 | 52,166 | 29,162 | 23,004 | 20,302 |

Source: PEOP Limited

FZE IGANMU

FZE Iganmu was incorporated on 2023. The summary of the Company's operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 121,446 | (6,812) | 149,400 | 13,655 | 135,746 | 5,857 |

Source: FZE Iganmu

FZE APAPA

FZE Apapa was incorporated in the year 2023. The summary of the Company's operation is as presented:

KEY FINANCIAL INDICATORS

| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 1,056,100 | 98,825 | 766,869 | 314,077 | 452,792 | 26,108 |

Source: FZE Apapa

FZE AGBARA

FZE Agbara was incorporated in the year 2023. The summary of the Company's operation is as presented:

KEY FINANCIAL INDICATORS

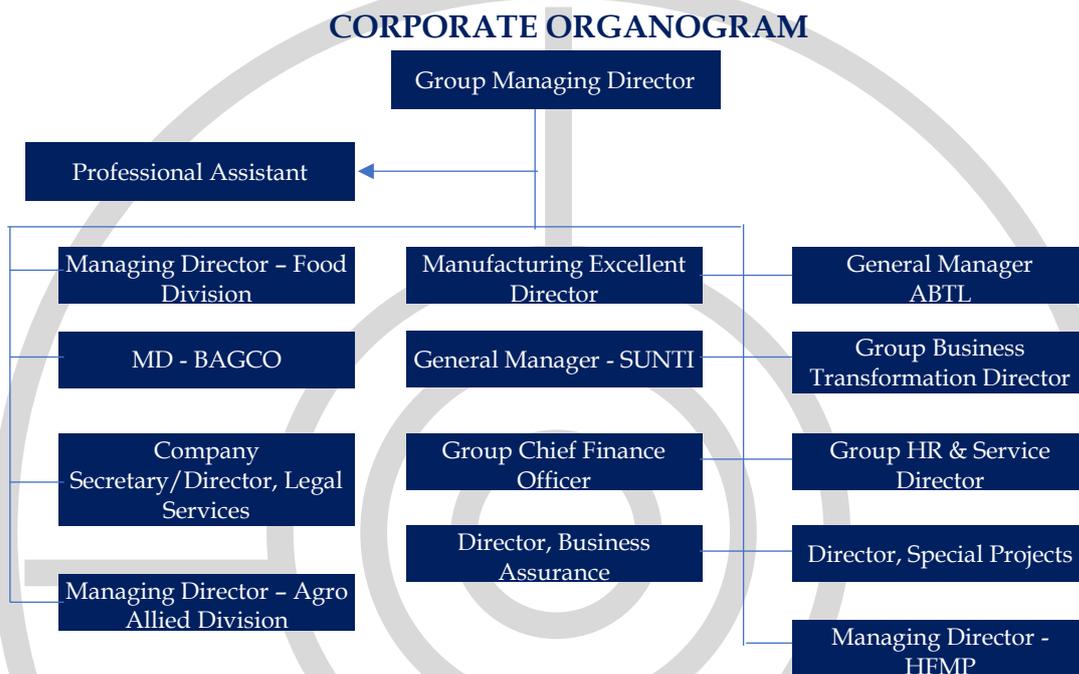
| Item Year | Gross Earning ₦'m | PBT ₦'m | Total Asset ₦'m | Equity ₦'m | Total Liabilities ₦'m | Fixed Assets ₦'m |
|--------------|-------------------------|------------|--------------------|---------------|-----------------------------|------------------------|
| 2025 | 111,856 | 8,378 | 188,321 | 32,198 | 156,123 | 40,850 |

Source: FZE Agbara

CORPORATE GOVERNANCE & RISK MANAGEMENT

The Group is governed by its Board. The Board consists of the Chairman, Vice Chairman, two (2) Executive Directors and ten (10) Non-Executive Directors. The Board of Directors has three (3) principal Committees. They are: Remuneration, Governance and Risk Management as well as Statutory Audit Committees.

The Board’s Corporate Governance structure is as presented:



Source: Golden Penny Foods Limited

RISK FACTORS

In the course of our review, we observed the following significant risks.

- GOVERNMENT RISK**

This is the risk of loss to income due to unfavorable government policy. The Group operates in the agricultural sector which currently enjoys government support through policies and direct interventions.

In the event of any adverse government policy, the Group’s performance may be negatively affected.

- HAZARD RISK**

This is the risk that the Group’s operations may be exposed to unfavorable climate change, disease, natural disaster and forest fires.

In the course of our review, we discovered that the Group has in place measures to mitigate this risk including regular forest health inspection, industry pest and disease surveys in addition to insurance.

- **CREDIT RISK**

This is the risk arising from the inability of counterparties to honor their obligations as and when due.

Based on our review, approximately 33% of the Total Assets were concentrated in third parties in the year 2025. Therefore, the inability of its trading partners to pay as and when due will impact the Group's profitability.

- **LIQUIDITY RISK**

This is the risk arising from the inability of the Group to pay obligations as and when due.

Based on our review, the Group maintained a healthy Current Ratio of 124% (Yr. 25). This is well above our benchmark of 100%.

- **EXCHANGE RATE RISK**

This is the risk arising from adverse movement in exchange rate between the Naira and other currencies of the Group's operations.

The Group has a net USD exposure of ₦82.0b (Yr. 25). It also recorded some degree of exposures to EUR, GBP and CHF. It is however currently involved in the backward integration of agro-allied products in order to reduce the foreign exchange risk associated with the high dependence on imported raw materials. It has also commenced the export of products to neighboring African Countries in order to get more inflow of the USD.

Consequently, adverse movement in Exchange Rate could affect its profitability.

- **MACROECONOMICS RISK**

This risk is a potential decrease in the value of assets due to persistent, systemic shocks to a Country's real economy, such as changes in economic growth and inflation, which are often influenced by government policies, interest rate changes, and exchange rate fluctuations.

Based on our review, the Group is exposed to higher interest rate, logistics & infrastructural deficits, persistent insecurity and high inflation on input costs.

REGULATORY ENVIRONMENT

The Group is subject to the regulations of the *National Agency for Food Drug Administration and Control (NAFDAC)*, *Investment & Securities Act*, *Companies and Allied Matters Act*, as well as rules and regulation of the *Nigerian Exchange and Standards Organization of Nigeria (SON)*.

The Group has approval in place for its products.

CONCLUSION

The Group is an industry leader with significant market share. The Rating of the Group is supported by its Strong Brand Presence, Experienced Management Team and Diversified Income Sources.

Consequently, we assigned a Rating of "A+"

FINANCES

Financial Position as at

| | Mar., 2025 | | Mar., 2024 | | Mar., 2023 |
|--|----------------------|--------------|----------------------|---------------|----------------------|
| | ₱'000 | Δ% | ₱'000 | Δ% | ₱'000 |
| Assets Employed | | | | | |
| Non-Current Assets | 245,043,648 | 5.50 | 232,276,036 | -40.00 | 387,110,805 |
| Current Assets | 1,197,611,955 | 35.38 | 884,626,759 | 24.55 | 710,285,585 |
| TOTAL ASSETS | 1,442,655,603 | 29.17 | 1,116,902,795 | 1.78 | 1,097,396,390 |
| Liabilities | | | | | |
| Non-Current Liabilities | 233,670,384 | 34.27 | 174,036,681 | -39.59 | 288,080,178 |
| Current Liabilities | 963,687,232 | 17.93 | 817,194,074 | 39.91 | 584,091,324 |
| TOTAL LIABILITIES | 1,197,357,616 | 20.80 | 991,230,755 | 13.65 | 872,171,502 |
| Equity Attributable to Owners | | | | | |
| Share Capital | 2,050,197 | 0.00 | 2,050,197 | 0.00 | 2,050,197 |
| Share Premium | 75,377,444 | 0.00 | 75,377,444 | 0.00 | 75,377,444 |
| Foreign Currency Translation Reserve | 17,191,465 | - | - | - | - |
| Fair Value Reserve | 1,374,144 | 295.61 | 347,344 | -493.83 | -88,196 |
| Retained Earnings | 123,597,168 | 285.57 | 32,056,037 | -75.84 | 132,667,941 |
| | <u>219,590,418</u> | <u>99.93</u> | <u>109,831,022</u> | <u>-47.70</u> | <u>210,007,386</u> |
| Non-controlling Interest | 25,707,569 | 62.28 | 15,841,018 | | 15,217,501 |
| TOTAL EQUITY | 245,297,987 | 95.19 | 125,672,040 | -44.20 | 225,224,887 |
| TOTAL EQUITY AND LIABILITIES | 1,442,655,603 | | 1,116,902,795 | | 1,097,396,389 |
| PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME | | | | | |
| Revenue | 2,427,234,823 | 47.99 | 1,640,163,290 | 5660.36 | 28,473,293 |
| PBT | 123,172,370 | 1439.02 | 8,003,309 | 144.08 | 3,278,909 |

Signed: 
Name: Oladele Adeoye
Designation: Chief Rating Officer
Date: 10th October, 2025

For and on behalf of:
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USER GUIDE

DataPro's credit rating is an opinion of an issuer's/issues overall creditworthiness and its capacity to meet its financial commitment.

Our *short-term* ratings have a time horizon of less than 12 months in line with industry standards reflecting risk characteristics. The ratings place greater emphasis on the liquidity to meet financial commitment in a timely manner.

The long-term risk indicator is divided into 8 bands ranging from AAA through DD. Each band could be modified by + or -. With + representing slightly less risk than - Such suffixes are not added to the 'AAA' long -term rating category and to categories below 'CCC'. Or to short-term rating older than A1+.

LONG-TERM RATING

Investment Grade

| Indicator | Meaning | Explanation |
|-----------|--------------|---|
| AAA | Lowest Risk. | <i>(Superior)</i> Assigned to companies which have superior financial strength, operating performances and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion, have a Excellent ability to meet their ongoing obligations. |
| AA | Lower Risk | <i>(Excellent)</i> Assigned to companies which have excellent financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion, have a very strong ability to meet their ongoing obligations. |
| A | Low Risk | <i>(Very Good)</i> Assigned to companies which have very good financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion, have a strong ability to meet their ongoing obligation. |
| BBB | Slight Risk | <i>(Fair)</i> Assigned to companies which have fair financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion, have an ability to meet their |

current obligations, but their financial strength is vulnerable to adverse changes in economic conditions.

Non-Investment Grade

Indicator Meaning Explanation

| | | |
|-----|---------------|--|
| BB | Moderate Risk | <i>(Marginal)</i> Assigned to companies which have, marginal financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion have an ability to meet their current obligation, but their financial strength is vulnerable to adverse changes in economic conditions. |
| B | High Risk | <i>(Weak)</i> Assigned to companies which have, weak financial strength, operating performance and profile when compared to the standard established by <i>DataPro Limited</i> . These companies, in our opinion have an ability to meet their current obligation, but their financial strength is vulnerable to adverse changes in economic conditions. |
| CCC | Higher Risk | <i>(Poor)</i> Assigned to companies, which have poor financial strength, operating performance and profile when compared to the standards established <i>DataPro Limited</i> . These companies, in our opinion may not have an ability to meet their current obligation and their financial strength is extremely vulnerable to adverse changes in economic conditions. |
| DD | Highest Risk | <i>(Very Poor)</i> Assigned to companies, which have very poor financial strength, operating performance and profile when compared to the standards established by <i>DataPro Limited</i> . These companies, in our opinion may not have an ability to meet their current obligation and their financial strength is extremely vulnerable to adverse changes in economic conditions. |

SHORT-TERM RATING

| Indicator | Meaning | Explanation |
|-----------|------------------------|---|
| A1+ | Highest credit quality | Indicates the strongest capacity for timely payment of financial commitments. May have an added “+” to denote any exceptionally strong credit feature. |
| A1 | Good credit quality | A satisfactory capacity for timely payment of financial commitments, but the margin of safety is not as great as in the case of the higher ratings. |
| A2 | Fair credit quality | The capacity for timely payment of financial commitments is adequate. However, near term adverse changes could result in reduction to non-investment grade. |
| B | Speculative | Minimal capacity for timely payment of financial commitments, plus vulnerability to near term adverse changes in financial and economic conditions. |
| C | High default risk | Default is a real possibility. Capacity for meeting financial commitments is solely reliant upon a sustained, favorable business and economic environment. Indicates an entity that has defaulted on all its financial obligations. |