



FINANCIAL PERFORMANCE

Dangote Sugar Plc staged a dramatic turnaround in the first quarter ended March 31, 2026, swinging from a loss-making position a year ago to a solidly profitable one. Revenue declined 12.22% to ₦187.8 billion from ₦213.9 billion in Q1 2025. Cost of sales fell by 29.31% to ₦144.7 billion. COGS margin compressed sharply from 95.7% to 77.0%, and gross margin expanded from a razor-thin 4.3% to a far more respectable 23.0%. Gross profit surged 365.58% to ₦43.1 billion from just ₦9.3 billion.

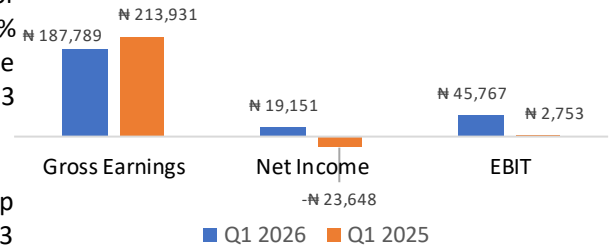
Operating expenses were held almost completely flat, with administrative costs up just 1.14% to ₦6.5 billion. Other income of ₦9.5 billion, up from a negligible ₦143 million, added a further substantial boost. The combined effect pushed profit from operating activities to ₦45.8 billion from just ₦2.8 billion. Operating margin expanded to 24.4% from 1.3%.

Finance costs remained elevated at ₦28.5 billion, dropping from ₦29.9 billion in Q1 2025, and continue to be the most significant drag on the bottom line. Net finance costs of ₦26.8 billion, while marginally improved, are still heavy relative to the size of the business. Profit before tax nonetheless recovered strongly to ₦20.7 billion from a loss of ₦22.6 billion. After a modest tax charge of ₦1.5 billion, profit after tax came in at ₦19.2 billion from the ₦23.6 billion loss recorded in Q1 2025. Earnings per share turned positive at ₦1.58 from a loss of ₦1.95 per share.

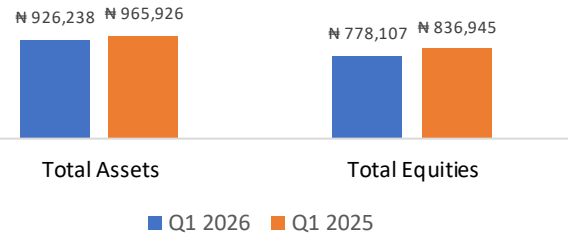
The balance sheet tells a story of active repair. Financial liabilities were fully extinguished, falling from ₦37.3 billion to zero, with a debt-to-equity ratio now at 0.0% compared to 28.9% a year ago. Total liabilities declined 7.03% to ₦778.1 billion, while shareholders' equity grew 14.85% to ₦148.1 billion, driven by the return to profitability. Return on equity stood at 12.9% and return on assets at 2.1%.

The market has responded accordingly since the results dropped, the stock has surged from ₦69.70 to ₦90.05, a gain of roughly 29.2% in a matter of days. Investors have clearly looked past the revenue decline and latched onto the profitability turnaround, the complete elimination of borrowings, and the dramatic margin recovery as the more compelling narrative.

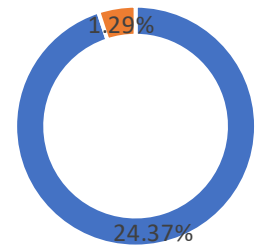
Snapshot of P & L (N'Bn)



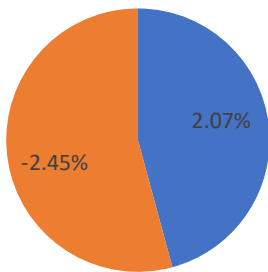
Snapshot of Balance Sheet (N'Bn)



Operating Margins

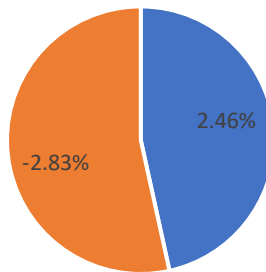


Return on Asset



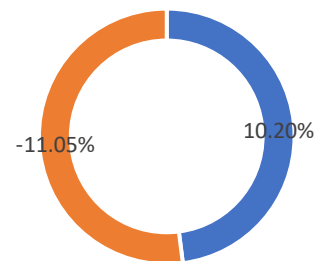
Q1 2026 Q1 2025

Return on Equity



Q1 2026 Q1 2025

Net Income Margins



Q1 2026 Q1 2025



Dangote Sugar Refinery Plc Q1 2026 5 May 2026

MPR: 26.50%
Mar'26 Inflation Rate: 15.38%
FY 2025 Real GDP: 3.87%

Dangote Sugar Plc	Q1 2026	Q1 2025	% Change			
Statement of Profit or Loss	N'M	N'M				
Revenue	187,789	213,931	12.22%			
Cost of Sales	(144,689)	(204,673)	29.31%	Key Ratio	Q1 2026	Q1 2025
Gross Profit	43,100	9,257	365.58%	<i>COGS Margin</i>	77.0%	95.7%
Administrative expenses	(6,548)	(6,474)	1.14%	<i>Gross Margin</i>	23.0%	4.3%
Selling and Distribution expenses	(258)	(174)	48.07%	<i>Operating Margin</i>	24.4%	1.3%
Other Income	9,472	143	6514.52%	<i>Net Profit Margin</i>	11.0%	-10.6%
Profit/Loss from operating activities	45,767	2,753	1562.67%	<i>Debt/Equity Ratio</i>	0.0%	28.9%
Finance Income	1,658	2,402	30.95%	<i>Asset Turnover</i>	0.20x	0.22x
Finance costs	(28,452)	(29,865)	4.73%			
Net Finance Costs	(26,793)	(27,463)	2.44%	Financial Statistics		
Change in fair value of biological assets	1,717	2,079	17.38%	<i>Share price</i>	₦91.8	
Loss/Profit before tax	20,691	(22,632)	191.42%	<i>52 Week High/Low</i>	37.90/95.8	
Income tax	(1,540)	(1,016)	51.53%	<i>Shares Outs. (Mn)</i>	12,146.9	
Loss/Profit after tax	19,151	(23,648)	180.98%	<i>Market Cap (Bn)</i>	1,115.1	
Basic Earnings per Share (in Naira)	1.58	-1.95	181.03%	<i>P/E Ratio</i>	58.10x	
				<i>Earnings Yield</i>	1.72%	
				<i>P/B Ratio</i>	7.53x	
Balance Sheet as of March 31, 2026	31-Mar-2026	31-Dec-2025		<i>Return on Assets</i>	2.1%	
Cash and short-term deposits	50,129	52,580	4.66%	<i>Return on Equity</i>	12.9%	
Trade and other receivables	64,444	97,875	34.16%			
Inventories	136,773	157,564	13.20%	Corporate Actions		
Property Plant and Equipment	638,483	613,409	4.09%	<i>Interim Dividend</i>	N/A	
Other Assets	36,409	44,497	18.18%	<i>Bonus</i>	N/A	
Total Assets	926,238	965,926	4.11%	<i>Qualification Date</i>	N/A	
				<i>Closure Date</i>	N/A	
Trade and other payables	127,713	87,841	45.39%	<i>Payment Date</i>	N/A	
Deferred tax liabilities	7,745	7,745		<i>AGM Date</i>	N/A	
Current tax liabilities	6,490	5,219	24.35%			
Financial liabilities	0	37,254				
Other Liabilities	636,159	698,886	8.98%			
Total Liabilities	778,107	836,945	7.03%			
Total shareholders' equity	148,131	128,980	14.85%			