



CHALLENGING 2015 PERFORMANCE, POSITIVE OUTLOOK FOR 2016

A recent review of Chams’ Group Accounts for year ended December 2015 by the Board of Directors and Management shows a decline in financial performance in comparison to the corresponding year 2014. The major reasons for the results include the following:

- a. General economic conditions that led to the decline in government revenue which has had a direct impact on our business, which depends largely on transactions from Nigerian Government, Ministries and Parastatals.

The consequence of this is the significant impairment of our receivables, which led to an exceptional charge to the income statement. The latter is in line with the provisions of the International Financial Reporting Standard (IFRS) and reflects the overall prudent posture of the Company.

- b. Furthermore, the closure of ChamsCity offices which was a direct fallout of the cancellation of the National Identity Management Project Concession, constrained us to write off the outstanding balance on Investments made on the NIMC Project.

It is pertinent to inform all stakeholders that the Company started its 2016 Financial Year on a better note and will continue to see improvements in the overall outlook for business in the short-to-medium term. We would, therefore, like to assure our esteemed shareholders and the larger investing community that management is making concerted efforts to restore value, and drive the company to its full potentials in the shortest possible time.

Group Financial Summary

Group Income Statement (Selected Items)

Parameter	Dec.2015 N’ Million	Dec. 2014 N’ Million
Revenue	1,610	4,116
Gross Profit	389	1,550
Operating Profit/(Loss)	(3,232)	380
Profit/(Loss) Before Tax	(3,393)	262
Total Comp. Income/(Loss)	(3,405)	1,239

Group Financial Position (Selected Items)

Parameter	Dec. 2015 N’ Million	Dec. 2014 N’ Million
Current Assets	4,760	8,063
Non-Current Assets	3,800	3,964
Total Assets	8,560	12,027
Current Liabilities	5,206	5,173
Net Assets	3,354	6,854

Chams Plc and Its Subsidiary Companies
Consolidated and separate Statement of Profit or Loss and Other Comprehensive Income
For the period Ended 31st December 2015

	Group		Chams Plc	
	2015 N'000	2014 N'000	2015 N'000	2014 N'000
Revenue	1,610,478	4,115,834	914,929	3,336,359
Cost of Sales	(1,221,521)	(2,565,474)	(757,571)	(2,174,798)
Gross Profit	388,957	1,550,360	157,358	1,161,561
Other operating Income	158,260	199,312	176,179	163,338
Administrative Expenses	(3,778,776)	(1,369,398)	(2,694,774)	(792,280)
Operating Profit/(Loss)	(3,231,559)	380,274	(2,361,237)	532,619
Finance expense	(161,461)	(118,469)	(155,538)	(117,482)
Profit/(Loss) before Taxation	(3,393,020)	261,805	(2,516,775)	415,137
Taxation expense (Provision)	(12,296)	18,622	(2,399)	31,201
Profit/(Loss) after Taxation	(3,405,316)	280,427	(2,519,174)	446,338
Other Comprehensive Income/ Loss				
Revaluation surplus on property, plant and equipment	-	959,065	-	959,065
Other income				
Total Comprehensive Income	(3,405,316)	1,239,492	(2,519,174)	1,405,403
Profit (Loss) for the year attributable to :				
Non controlling interest	(153,619)	(30,312)	-	-
Loss attributable to parent	(3,251,697)	310,739	(2,519,174)	446,338
	(3,405,316)	280,427	(2,519,174)	446,338
Total comprehensive income/(expenses) attributable to:				
Owners of the parent	(3,251,697)	1,269,804	(2,519,174)	1,405,403
Non-controlling interest	(153,619)	(30,312)		
	(3,405,316)	1,239,492	(2,519,174)	1,405,403
Basic earnings per share (kobo)	(69)	27	(54)k	30k
Diluted earnings per share	(69)	27	(54)k	30k

Chams Plc and Its Subsidiary Companies
Consolidated and separate Statement of Financial Position
For the period Ended 31st December 2015

	Group		Chams Plc	
	2015 N'000	2014 N'000	2015 N'000	2014 N'000
Assets				
Non-current assets				
Property, Plant and Equipment	3,106,027	3,358,528	2,028,171	2,119,959
Investment Project	224,048	151,035	224,048	151,035
Intangible Assets	84,641	104,615	83,303	90,953
Investment in Subsidiaries	-	-	1,845,985	1,845,985
Available for sales financial Assets	100,000	100,000	100,000	100,000
Deferred tax asset	285,051	249,495	285,051	249,495
Total Non-current Asset	3,799,767	3,963,673	4,566,558	4,557,427
Current Assets				
Inventory	1,057,726	1,464,348	335,127	373,381
Trade and Other receivables	3,545,431	6,370,455	5,831,777	8,506,938
Cash and cash equivalent	157,445	228,777	99,930	125,097
Total Current Asset	4,760,602	8,063,580	6,266,834	9,005,416
Total Assets	8,560,369	12,027,253	10,833,392	13,562,843
Liabilities				
Non-current liabilities				
Deferred tax	-	-	-	-
Current liabilities				
Trade and other payable	4,005,028	4,093,625	2,830,387	2,955,071
Loan & Borrowing	553,358	468,261	427,931	445,558
Corporate tax liability	647,631	611,779	590,418	564,463
Total Current liabilities	5,206,017	5,173,665	3,848,736	3,965,092
Total liabilities	5,206,017	5,173,665	3,848,736	3,965,092
Net Assets	3,354,352	6,853,588	6,984,656	9,597,751
Equity				
Share Capital	2,348,030	2,348,030	2,348,030	2,348,030
Share Premium	5,458,750	5,458,750	5,458,750	5,458,750
Capital Reserve	145,522	145,522		
Revaluation reserve	959,065	959,065	959,065	959,065
Retained earning	(5,000,410)	(1,654,792)	(1,781,189)	831,906
Total	3,910,957	7,256,575	6,984,656	9,597,751
Non controlling interest	(556,605)	(402,987)	0	0
TOTAL EQUITY	3,354,352	6,853,588	6,984,656	9,597,751