



Chams Plc
Unaudited Interim Financial Statements
For the Nine Month Ended 30 September 2017

Chams Plc
Unaudited Interim Financial Statements for the Nine Month ended 30th September 2017

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Chams Plc and Its Subsidiaries

**Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income
for the period ended September 30th , 2017**

	Notes	Group Account Unaudited 2017 Q3 N' 000	Group Account Unaudited 2016 Q3 N' 000	Group Account Audited 2016 N' 000	Chams Plc Unaudited 2017 Q3 N' 000	Chams Plc Unaudited 2016 Q3 N' 000	Chams Plc Audited 2016 N' 000
Revenue	9	1,488,682	1,107,483	1,482,037	375,746	472,307	641,435
Cost of Sales	10	(858,909)	(558,947)	(788,580)	(79,048)	(168,106)	(273,689)
Gross Profit		629,773	548,536	693,457	296,698	304,202	367,746
Other operating Income	11	122,546	213,485	407,161	102,312	208,469	397,450
Administrative Expenses	12	(906,757)	(816,329)	(2,558,295)	(573,699)	(498,592)	(2,623,514)
Operating Profit/(Loss)		(154,438)	(54,309)	(1,457,677)	(174,688)	14,078	(1,858,318)
Finance expense/Income	13	(6,864)	163,113	(14,240)	(5,327)	164,815	(15,520)
Profit/(Loss) before Taxation		(161,301)	108,804	(1,471,917)	(180,015)	178,893	(1,873,838)
Taxation expense (Provision)		(11)	(13,937)	(46,696)	-	(13,435)	(34,595)
Profit/(Loss) after Taxation		(161,312)	94,867	(1,518,613)	(180,015)	165,458	(1,908,433)
Other Comprehensive Income/ Loss			-				
Revaluation surplus on property, plant and equipment							
Disposal							
Profit on disposal of asset							
Other Income							
Total Comprehensive Income		(161,312)	94,867	(1,518,613)	(180,015)	165,458	(1,908,433)
Profit/Loss for the period attributable to :							
Owners of the company		(154,035)	90,587	(1,428,710)	(180,015)	165,458	(1,908,433)
Non controlling interest		(7,277)	4,280	(89,903)	-	-	-
		(161,312)	94,867	(1,518,613)	(180,015)	165,458	(1,908,433)
Total comprehensive income attributable to:							
Owners of Parent			90,587	(1,428,710)			1,908,433
Non controlling interest			4,280	(89,903)			-
			94,867	(1,518,613)			1,908,433
Basic (Loss) / earnings per share (kobo)				(25)k			(39)k
Diluted (Loss)/ earnings per share (Kobo)				(30)k			(39)k

Chams Plc and Its Subsidiary Companies
Consolidated and Separate Statement of Financial Position
for the period ended September 30th , 2017

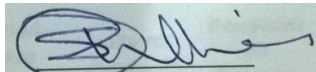
	Notes	Chams Group Unaudited Sept 2017 N'000	Chams Group Unaudited Sept 2016 N'000	Chams Group Audited 2016 N'000	Chams Plc Unaudited Sept 2017 N'000	Chams Plc Unaudited Sept 2016 N'000	Chams Plc Audited 2016 N'000
Assets							
Non-current assets							
Property, plant and equipment	8-8a	2,882,173	2,974,801	2,936,146	2,150,481	2,280,547	2,262,419
Long term Investment		-	-	-	1,845,986	1,521,333	1,845,985
Investment Project	15	138	177,283	-	138	177,283	-
Deposit for Investment		-	-	-	1,207,092	-	1,207,092
Available for Sale financial Assets	16	100,000	100,000	100,000	100,000	100,000	100,000
Intangible Asset	17	163,394	132,989	157,140	69,277	77,565	75,652
Deferred Tax Asset		-	285,051	-	-	285,051	-
		3,145,705	3,670,124	3,193,286	5,372,974	4,441,778	5,491,148
CURRENT ASSETS							
Inventory & Work In Progress	18	574,931	1,060,945	287,582	89,806	332,973	99,662
Trade and other receivable	19	2,501,657	4,455,173	2,369,241	1,597,797	4,305,882	2,198,220
Due from related Parties		-	357,181	-	-	1,567,020	-
Cash and Cash Equivalent		279,729	153,526	183,327	205,408	103,695	122,022
		3,356,316	6,026,825	2,840,150	1,893,011	6,309,570	2,419,904
Asset held for sale							
Landed Property		-	-	-	-	-	-
Total Assets		6,502,021	9,696,949	6,033,436	7,265,985	10,751,348	7,911,052
Liabilities							
Non -current liabilities							
Long Term Loan		-	-	-	-	-	-
Deferred Tax		-	-	-	-	-	-
Current liabilities							
Trade and other Payable	20	4,353,204	881,108	3,289,812	1,989,589	546,385	2,113,369
Loan & Borrowing	21	25,817	155,747	226,194	-	129,930	97,447
Deposit for Shares	22	-	18,490	-	-	10,030	-
Other payable & Accruals		-	4,584,533	-	-	2,371,518	-
Taxation		450,280	607,853	681,689	380,187	543,370	624,013
		4,829,301	6,247,730	4,197,695	2,369,776	3,601,233	2,834,829
Total liabilities		4,829,301	6,247,730	4,197,695	2,369,776	3,601,233	2,834,829
NET ASSETS		1,672,720	3,449,219	1,835,741	4,896,209	7,150,115	5,076,223

Chams Plc
Unaudited Interim Financial Statements for the nine Months ended 30 September 2017

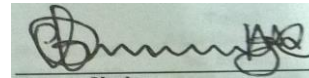
Statement of Financial Position (Continued)
As at September 30th, 2017

Notes	Chams Group Unaudited Sept 2017 N'000	Chams Group Unaudited Sept 2016 N'000	Chams Group Audited 2016 N'000	Chams Plc Unaudited Sept 2017 N'000	Chams Plc Unaudited Sept 2016 N'000	Chams Plc Audited 2016 N'000
Issued capital and reserves attributable to owners of the parent						
Share Capital	2,348,030	2,348,030	2,348,030	2,348,030	2,348,030	2,348,030
Share Premium	5,458,751	5,458,750	5,458,751	5,458,751	5,458,751	5,458,750
Plant, Property & Equipment Revaluation R	959,065	959,065	959,065	959,065	959,065	959,065
Capital Reserve	145,522	145,522	145,522	-	-	-
Revenue Reserve	(6,575,692)	(4,905,543)	(6,429,119)	(3,869,637)	(1,615,731)	(3,689,622)
Equity Attributable to Owners of the Parent	2,335,676	4,005,824	2,482,249	4,896,209	7,150,115	5,076,223
Non-Controlling Interest	(662,956)	(556,605)	(646,507)			
TOTAL EQUITY	1,672,720	3,449,219	1,835,741	4,896,209	7,150,115	5,076,223

The Financial statements on Pages 2 to 5 were approved for issue by the board of Directors on 25th September 2017 and signed on its behalf by :



Olufemi S. Williams
Managing Director
FRC/2013/NSE/000000043337



Mayowa Olaniyan
Finance Director
FRC/2013/ICAN/000000043330

Chams Plc and Its Subsidiary Companies
Consolidated and Separate Statement of Changes in Equity
For nine Month Ended 30th September 2017

Group	Issued Share capital	Share Premium	Revaluation Reserve	Capital Reserve	Retained Earnings	Total Attributable to Equity Holders of parent	Non-Controlling Interest	Total
	N'000	N'000	N'000	N'000	N'000			N'000
Balance as at 1st January 2017	2,348,030	5,458,750	959,065	145,522	(6,429,119)	2,482,249	(646,508)	1,835,741
Loss for the year	-	-	-	-	(146,573)	(146,573)	(16,448)	(163,021)
Other Comprehensive Income	-	-	-	-	-	-	-	-
Total Comprehensive Loss	-	-	-	-	(146,573)	(146,573)	(16,448)	(163,021)
Transactions with owners recorded directly in equity:	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-
Balance as at 30 September, 2017	2,348,030	5,458,750	959,065	145,522	(6,575,692)	2,335,677	(662,956)	1,672,720

Group	Issued Share capital	Share Premium	Revaluation Reserve	Capital Reserve	Retained Earnings	Total Attributable to Equity Holders of parent	Non-Controlling Interest	Total
	N'000	N'000	N'000	N'000	N'000			N'000
Balance as at 1st January 2016	2,348,030	5,458,750	959,065	145,522	(5,000,410)	3,910,959	(556,605)	3,354,354
Loss for the year	-	-	-	-	(1,428,710)	(1,428,710)	(89,903)	(1,518,613)
Other Comprehensive Income	-	-	-	-	-	-	-	-
Total Comprehensive Loss	-	-	-	-	(1,428,710)	(1,428,710)	(89,903)	(1,518,613)
Transactions with owners recorded directly	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-
Balance as at 31 December, 2016	2,348,030	5,458,750	959,065	145,522	(6,429,120)	2,482,249	(646,508)	1,835,741

**Chams Plc and Its Subsidiary Companies
Consolidated and Separate Statement of Equity
For nine Month Ended 30th September 2017**

Company	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2017	2,348,030	5,458,750	959,065	(3,689,622)	5,076,224
Profit for the year	-	-		(180,015)	(180,015)
Other Comprehensive Income	-	-		-	-
Total Comprehensive Loss	-	-		(180,015)	(180,015)
Transactions with owners recorded directly in equity:	-	-		-	-
Dividend	-	-		-	-
Balance as at 30 September, 2017	2,348,030	5,458,750	959,065	(3,869,637)	4,896,209

Company	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Total
	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2016	2,348,030	5,458,750	959,065	(1,781,189)	6,984,656
Loss for the year	-	-		(1,908,433)	(1,908,433)
Other Comprehensive Income	-	-		-	-
Total Comprehensive Loss	-	-		(1,908,433)	(1,908,433)
Transactions with owners recorded directly in equity:	-	-		-	-
Dividend	-	-		-	-
Balance as at 31 December, 2016	2,348,030	5,458,750	959,065	(3,689,622)	5,076,223

Chams Plc and its Subsidiary Company
Statement of Cash Flows
for the period ended September 30th , 2017

Notes	Group		Company	
	2017 Unaudited N'000	2016 Audited N'000	2017 Unaudited N'000	2016 Audited N'000
25 Cash Flows from Operating Activities				
Profit/Loss After Tax	(161,312)	(1,518,613)	(180,015)	(1,908,433)
Adjustment for:				
Loss on sale of Property, Plant and Equipment	-	-	-	-
Gain on Sale of Property Plant and Equipment	-	-	-	-
Finance Costs	6,864	15,909	5,327	15,520
Finance Income	-	(1,669)	-	-
Tax Expense	11	46,695	-	34,595
Depreciation	150,764	202,005	113,576	109,933
Amortisation of intangible assets	6,375	20,296	6,375	7,650
Impairment allowance for investment project	-	177,832	-	177,832
Transfer of Investment project	-	-	-	47,086
Transfer of Property Plant & Equipment	-	-	-	(324,630)
Loss on asset written off	-	1,722	-	1,573
Changes in assets and Liabilities				
Decrease/(increase) in inventories	(287,349)	770,145	9,856	235,465
Decrease/(increase) in trade and other receivables	(132,416)	1,461,241	358,437	3,918,608
(Decrease)/increase in trade and other payables	755,857	(715,216)	(123,780)	(717,018)
Total Adjustment	338,794	460,348	189,777	1,598,180
Tax Paid	(2,000)	(12,637)	(2,000)	(1,000)
Net Cash provided by operating activities	336,794	447,711	187,777	1,597,180
Cash Flows from Investing Activities				
Purchase of Property, Plant and Equipment	(33,151)	(33,847)	(1,617)	(21,122)
Addition to Investment projects	-	(870)	-	(870)
Purchase of intangible assets	-	(92,795)	-	-
Project investment transferred	-	47,086	-	-
Proceeds from sale of property, plant and equipment	-	-	-	-
Finance Income	-	1,669	-	-
Deposit for Investment	-	-	-	(1,207,092)
Net Cash used in investing activities	(33,151)	(78,757)	(1,617)	(1,229,084)
Cash Flows from Financing Activities				
Finance Expenses	(6,864)	(15,909)	(5,327)	(15,520)
Deposit for shares	-	-	-	-
Dividends	-	-	-	-
Long term loan repaid	-	-	-	-
Net Cash provided by financing activities	(6,864)	(15,909)	(5,327)	(15,520)
Net (decrease)/increase in cash and cash equivalents	296,779	353,045	180,833	352,576
Cash and Cash equivalents at the beginning of the year	(42,867)	(395,913)	24,575	(328,001)
Cash & Cash equivalent at the end of the period	24 253,912	(42,867)	205,408	24,575

1 General Information

Chams Plc (The Company) was incorporated as a limited liability Company on 10 September 1985 and became a public Company on 4 September 2008. The Company was listed on the floor of the Nigerian Stock Exchange on 8 September 2008. The principal activities of Chams Plc and its subsidiaries (The Group) include identity management, payment collections and transactional systems. The Company's registered office is located at 8, Louis Solomon Close, Victoria Island, Lagos.

2 Basis of Preparation

These unaudited interim financial statements for the nine months ended 30th September 2017 have been prepared in accordance with IAS 34, 'Interim financial reporting'. The interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2016, which have been in accordance with IFRS.

3 Significant accounting policies

The accounting policies adopted are consistent with those of the previous financial year

4 Estimates

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2016.

5 Revenue recognition

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably. Revenue is the fair value of the consideration received net of taxes and discounts. Revenue from sales of goods is recognised when delivery has taken place and transfer of risks and reward of ownership has been completed. Revenue from service rendered is recognised immediately the service is completed and a service delivery form is issued. When services are provided in phases, revenue is recognised on completion of each phase of the project.

6 Property, plant and equipment

Items of property, plant and equipment are initially recognised at cost. As well as the purchase price, cost includes directly attributable costs and the estimated present value of any future unavoidable costs of dismantling and removing items. The corresponding liability is recognised within provisions.

7 Cash and Cash equivalent

Cash and Cash equivalents include cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less. For the purpose of the statement of Cashflows bank overdrafts are shown within loans and borrowings in current liabilities on the consolidated statement of financial position.

Chams Plc

Unaudited Interim Financial Statements for the nine month ended 30th September 2017

Group

8 Property, plant and Equipment

	<i>Land</i>	<i>Building</i>	<i>Plant and Machinery</i>	<i>Fixtures and Fittings</i>	<i>IT equipment</i>	<i>Equipment</i>	<i>Motor Vehicle</i>	<i>Total</i>
Cost/Valuation	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2017	76,667	2,000,000	902,703	342,751	437,881	1,458,217	171,048	5,389,267
Additions			10,000	703	-	22,448		33,151
Disposal								-
Balance at 30 September 2017	76,667	2,000,000	912,703	343,454	437,881	1,480,665	171,048	5,422,418
Balance at 1 January 2016	76,667	2,000,000	1,896,961	341,999	416,025	1,160,219	199,154	6,091,025
Additions			578	752	22,081	716	9,720	33,847
Transfers			(324,630)			324,630		-
Acc depreciation on assets transferred			(670,206)					(670,206)
Write off	-		-		(225)	(27,348)	(37,826)	(65,399)
Balance at 31 December 2016	76,667	2,000,000	902,703	342,751	437,881	1,458,217	171,048	5,389,267
Accumulated depreciation								
Balance at 1 January 2017	-	86,812	322,046	341,751	401,006	1,151,815	149,691	2,453,121
Depreciation Charge for the year	-	33,405	17,289	1,950	5,914	25,252	3,315	87,125
Disposal	-							
Balance at 30 September 2017	-	120,217	339,335	343,701	406,920	1,177,067	153,006	2,540,246
Balance at 1 January 2016	-	40,000	913,625	340,307	393,839	1,123,055	174,172	2,984,998
Depreciation Charge for the year	-	46,812	78,627	1,444	7,241	54,565	13,317	202,006
Accumulated depreciation on assets transferred			(670,206)					
Write off	-		-		(74)	(25,805)	(37,798)	(63,677)
Balance at 31 December 2016	-	86,812	322,046	341,751	401,006	1,151,815	149,691	2,453,121
Carrying amount as at:								
30 September 2017	76,667	1,879,783	573,368	(247)	30,961	303,598	18,042	2,882,173
31 December 2016	76,667	1,913,188	580,657	1,000	36,875	306,402	21,358	2,936,147

Company
8a Property, plant and Equipment

	<i>Land</i>	<i>Building</i>	<i>Plant and Machinery</i>	<i>Fixtures and Fittings</i>	<i>IT equipment</i>	<i>Equipment</i>	<i>Motor Vehicle</i>	<i>Total</i>
Cost/Valuation	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1 January 2017	20,230	2,000,000	78,231	247,283	73,216	1,261,274	116,443	3,796,677
Additions				703		914		1,617
Disposal								-
Balance at 30 September 2017	20,230	2,000,000	78,231	247,986	73,216	1,262,188	116,443	3,798,294
Balance at 1 January 2016	20,230	2,000,000	78,232	246,783	73,216	943,347	154,268	3,516,076
Additions				500	20,622	-		21,122
Transfer in						324,630		324,630
Write off	-		-			(27,348)	(37,826)	(65,174)
Balance at 31 December 2016	20,230	2,000,000	78,232	247,283	93,838	1,240,629	116,442	3,796,654
Accumulated depreciation								
Balance at 1 January 2017	-	86,812	76,931	245,393	59,207	959,255	106,638	1,534,237
Depreciation Charge for the year	-	33,406	23	932	4,629	67,659	6,928	113,576
Disposal	-							
Balance at 30 September 2017	-	120,218	76,954	246,325	63,836	1,026,914	113,566	1,647,813
Balance at 1 January 2016	-	40,000	75,263	244,157	55,971	937,444	135,070	1,487,905
Depreciation Charge for the year	-	46,812	1,666	1,236	6,243	44,608	9,368	109,933
Disposal	-		-			(25,805)	(37,798)	(63,603)
Balance at 31 December 2015	-	86,812	76,929	245,393	62,214	956,247	106,640	1,534,235
Carrying amount as at:								
30 September 2017	20,230	1,879,782	1,277	1,661	9,380	235,274	2,876	2,150,480
31 December 2016	20,230	1,913,188	1,303	1,890	31,624	284,382	9,803	2,262,420

NOTE TO GROUP FINANCIAL STATEMENTS
for the period ended September 30th , 2017

N 000

9 Revenue	
Identity Management,Business Process	
Outsourcing & Membership solutions	375,746
Printer Solutions and Access	597,383
Card personalisation & Printing	457,766
Payment Systems Solutions	57,787
	<u>1,488,682</u>
Intercompany Sales	-
	<u><u>1,488,682</u></u>
10 COST OF SALES	
Identity Management,Business Process	
Outsourcing & Membership solutions	79,048
Printer Solutions and Access	396,426
Card personalisation & Printing	369,719
Payment Systems Solutions	13,716
	<u>858,909</u>
11 OTHER INCOME	
Chams Plc: Miscellenous	102,312
Chams Access: Sundry	10,166
Card Centre : Discount Received	2,928
ChamsSwitch: Intrest from Fixed deposit	7,140
	<u>122,546</u>
12 ADMINISTRATIVE EXPENSES	
Chams Plc	573,699
Chams Access	119,792
Cardcentre	160,966
ChamsSwitch	52,300
	<u>906,757</u>
13 FINANCE EXPENSE/INCOME	
Chams Plc	5,327
Chams Access	1,001
Cardcentre	536
ChamsSwitch	0
	<u>6,864</u>
14 PROPERTY, PLANT & EQUIPMENT	
Chams Plc	2,150,481
Chams Access	36,521
Cardcentre	691,402
ChamsSwitch	3,769
	<u>2,882,173</u>

NOTE TO GROUP FINANCIAL STATEMENTS
for the period ended September 30th , 2017 (Continued)

15 PROJECTS INVESTMENT

Chams Varsity	-
Chams Moblie	-
NIMC	138
	<u>138</u>
	<u><u>138</u></u>

16 Available for sale financial Asset

JKK	100,000
	<u>100,000</u>
	<u><u>100,000</u></u>

17 Intangible Asset

Software devpt	47,887
Software petrcard	16,216
Software tranpt	28,618
Software NHIS	9,529
Software IDPAy	22,740
Software NOK	360
amortisation	(37,313)
Software Transport Ammortisation	(18,760)
Chams Switch	94,118
	<u>163,394</u>
	<u><u>163,394</u></u>

18 INVENTORIES

Chams Plc	89,806
Chams Access	42,595
Cardcentre	436,018
ChamsSwitch	6,512
	<u>574,931</u>
	<u><u>574,931</u></u>

19 RECEIVABLES

TRADE & OTHER RECEIVABLES

Chams Plc	1,597,797
Chams Access	369,518
Cardcentre	399,269
Chams Switch	135,072
	<u>2,501,657</u>
	<u><u>2,501,657</u></u>

NOTE TO GROUP FINANCIAL STATEMENTS
for the period ended September 30th , 2017 (Continued)

20 Trade & Other Payables

Chams Plc	1,989,589
Chams Access	156,537
Cardcentre	1,666,125
Chams Switch	540,952
	4,353,204
	4,353,204

21 Loan & Borrowing

Chams Plc	-
Chams Access	-
Cardcentre	25,817
Chams Switch	-
	25,817

24 Cash and Cash Equivalents

	Group		Company	
	30 Sept 2017	31 December 2016	30 Sept 2017	31 December 2016
	N'000	N'000	N'000	N'000
Cash at Bank and in hand	175,676	183,327	101,355	122,022
Fixed Deposit	104,053		104,053	-
	279,729	183,327	205,408	122,022
Short term Loan	(25,817)	(226,194)	-	(97,447)
Bank Overdrafts			-	
Cash & Cash equivalent as at the end of the				
Period	253,912	(42,867)	205,408	24,575